



## **INTERIM FINANCIAL STATEMENTS**

### **CONSTRUCTION INVESTMENT CORPORATION 3-2**

For the period from 01/01/2018 to 30/06/2018

(reviewed)

A member of  International

**CONSTRUCTION  
INVESTMENT CORPORATION  
3-2**

**SOCIALIST REPUBLIC OF VIETNAM  
Independence - Freedom - Happiness**

*Binh Duong, 14<sup>th</sup> August 2018*

Number: 443/CTY-TGD

(About the explanation for data  
difference of 2018 reviewed interim  
financial statement.)

**To:**

- **State Securities Commission;**
- **Ho Chi Minh City Stock Exchange.**

**Name of Company:** Construction Investment Corporation 3-2

**Stock Code:** C32

**Address of Headquarter:** 45A, Nguyen Van Tiet, Lai Thieu Ward,  
ThuanAn Town, Binh Duong Province.

**Telephone:** 0274.3759446

**Fax:** 0274.3755605

According to Circular 155/2016/TT-BTC dated 06/10/2016 of Ministry of Finance on giuding for information disclosure on security market.

According to Reviewed 2018 Interim Financial Statement of Construction Investment Corporation 3-2;

Construction Investment Corporation 3-2 would like to explain about data differences between 2018 reviewed interim financial statement and Quarter II/2018 financial statement as follows:

Statement of income

- Cost of good solds decreases 6,237 million dong because of reduction adjustment of accrued expenses of the 2018 first 6 months mineral mining right fees is 3,790 billion dong and work in progress of rock is 2,446 billion dong;
- Financial revenues climb 3,421 billion dong because of regconizing dividends of HoaAn Corporation is 2,962 billion dong and recognizing 2017 dividends of Mien Dong Corporation according to holding maturity is 0,729 billion dong;
- Financial expenses declines 1,217 billion dong because of adjust of loan interest capitalization of Thanh Phuoc Factory.
- Corporate income tax expenses increases 1,490 billion dong and profit after corporate income tax rise 9,385 billion dong due to above-mentioned reasons.

## Statement of financial position

- Other short-term receivables increase 2,962 billion dong because of recognizing dividends of HoaAn Corporation.
- Inventory rises 2,446 billion dong because of adjustment of ending work in progress of rock.
- Construction in progress climbs 1,217 billion dong because of rising adjustment of loan interest capitalization of Thanh Phuoc Factory.
- Investments in joint ventures and associates enhance 0,729 billion dong because of allocation of dividends of Mien Dong Corporation according to holding maturity.
- Taxes and other payables to State budget raise 1,490 billion dong due to increasing of payable corporate income tax.
- Short-term accrued payables decrease 3,790 billion dong because of reduction adjustment of accrued expenses of the 2018 first 6 months mineral mining right fees.
- Short and long-term loans is adjusted by 3,551 because of liability-term classification.
- Undistributed profit after tax climb 9,385 billion dong because of above-mentioned reasons.

Those are a range of reasons affect to data differences between 2018 reviewed interim financial statement and Quarter II/2018 financial statement ./.

Sincerely!

**Recipients:**

- As above;
- Archival records.

GENERAL DIRECTOR 



*Võ Văn Lĩnh*

**CONSTRUCTION INVESTMENT CORPORATION 3-2**

45A Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An Town, Binh Duong Province

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**CONSTRUCTION INVESTMENT CORPORATION 3-2**

45A Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An Town, Binh Duong Province

**REPORT OF THE BOARD OF GENERAL DIRECTORS**

The Board of General Directors of Construction Investment Corporation 3-2 (the Company) presents its report and the Company's Interim Financial Statements for the period from 01/01/2018 to 30/06/2018.

**THE COMPANY**

Construction Investment Corporation 3-2 is a joint stock company which was incorporated by equitizing the former State-owned Construction Investment Corporation 3-2 in line with the Decision No. 1214/QĐ-UBND dated 21 April 2008 issued by Binh Duong People's Committee.

The Corporation has been operating under the Business Registration Certificate No. 3700146225 dated 24 December 2008 issued by Planning and Investment Department of Binh Duong Province. The 10th amendment dated 08 August 2018.

The company's head office is located at 45A Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An Town, Binh Duong Province.

**BOARD OF MANAGEMENT, BOARD OF GENERAL DIRECTORS AND BOARD OF SUPERVISION**

**The members of The Board of Management during the period and to the reporting date are:**

Mr. Vo Van Lanh	Chairman	
Mr. Tran Van Binh	Member	
Mr. Nguyen Le Van	Member	(Appointed on 26 April 2018)
Mr. Thuong Van Huyen	Member	(Appointed on 26 April 2018)
Mr. Nguyen Xuan Hieu	Member	(Resigned on 26 April 2018)
Mr. Nguyen The Phi	Member	(Resigned on 26 April 2018)
Mrs. Le Thi Quyet	Member	

**The members of The Board of General Directors in the period and to the reporting date are:**

Mr. Vo Van Lanh	General Director
Mr. Tran Van Binh	Vice General Director

Pursuant to Resolution No. 01/NQ-ĐHĐCĐ of 26/04/2018 day shareholder General Assembly in 2018, the Company has changed the company management model to apply administrative model defined at point b, paragraph 1, Article 134, 2014 including Business Law General Assembly of shareholders, the Board of Directors and the Internal Audit Committee directly under the Board and dismissed the Board of Control.

**AUDITORS**

The auditors of AASC Auditing Firm Company Limited take the review of Interim Financial Statements for the Company.

08-06  
HÀN  
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ASC  
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**CONSTRUCTION INVESTMENT CORPORATION 3-2**

45A Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An Town, Binh Duong Province

**STATEMENT OF THE BOARD OF GENERAL DIRECTORS' RESPONSIBILITY IN RESPECT OF THE INTERIM FINANCIAL STATEMENTS**

The Board of General Directors is responsible for the Interim Financial Statements of each financial year which give a true and fair view of the state of affairs of the Company and of results of its operation and its cash flows for the period. On preparing those Interim Financial Statements, The Board of General Directors is required to:

- Establish and maintain an internal control system which is determined necessary by the Board of Directors and Those charged with governance to ensure the preparation and presentation of Interim financial statements do not contain any material misstatement caused by errors or frauds;
- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Interim Financial Statements;
- Prepare the Interim Financial Statements on the basis of compliance with accounting standards and system and other related regulations;
- Prepare the Interim Financial Statements on going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Board of General Directors is responsible for ensuring that proper accounting records are kept which disclosed, with reasonable accuracy at any time, the Interim financial position of the 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.

We, The Board of General Directors, confirm that the Interim Financial Statements for the for the period from 01/01/2018 to 30/06/2018 prepared by us, give a true and fair view of the financial position at 30 June 2018, results of its operation and its cash flows in the for the period from 01/01/2018 to 30/06/2018 of the Company accordance with the Vietnamese Accounting System and comply with relevant statutory requirements.

**Other commitments**

The Board of General Directors pledges that the company complies with Decree No. 71/2017/ND-CP dated 06 June 2017 guiding on corporate governance of public companies and the company does not violate the obligations of information disclosure in accordance with the regulations of the Circular No. 155/2015/TT-BTC dated 06 October 2015 issued by Ministry of Finance guiding the disclosure of information on Securities Market.

*Binh Duong Province, 05 August 2018*

On behalf of The Board of General Directors  
General Director



Võ Văn Lanh

No.: 140818.002 /BCTC.HCM

## AUDITOR'S REPORT ON RESULT OF INTERIM FINANCIAL STATEMENTS

To: **Shareholders, The Board of Management and The Board of General Directors  
Construction Investment Corporation 3-2**

We have audited the Financial Statements of Construction Investment Corporation 3-2 prepared on 05 August 2018, as set out on pages 06 to 40, including: Interim statement of financial position as at 30 June 2018, Interim statement of income, Interim statement of cash flows and Notes to Interim financial statements for the period from 01 January 2018 to 30 June 2018.

### Board of Directors' Responsibility

The Board of Directors is responsible for the preparation of Interim separate financial statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of Interim financial statements and for such internal control as management determines is necessary to enable the preparation of Interim financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

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

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

### Auditor's Conclusion

Based on our review, no matters has come to our attention that cause us to presume that attached separate interim financial statements have not been prepared, in all material aspects of financial position of Construction Investment Corporation 3-2 as at 30 June 2018, and its financial performance and its cash flows of the Company for the six months accounting period ended in the same day, in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and other regulations relevant to the preparation and presentation of financial statements.

**Emphasis of matter**

Although we do not give the qualified opinion , we note who read financial reports on the progress of contract the transfer of shares is stated at the presentation at Note No. 06 of the Notes to Interim financial statements.

The emphasis of matter aboved does not affect our conclusion.

*Ho Chi Minh City, 14 August 2018*

**Branch of AASC Auditing Firm Company Limited**

**Director**



**Ngô Minh Quy**

Certificate of registration to audit practice

No : 2434-2018-002-1



**INTERIM STATEMENT OF FINANCIAL POSITION***As at 30 June 2018*

Code	ASSETS	Note	30/06/2018	01/01/2018
			VND	VND
100	<b>A. CURRENT ASSETS</b>		<b>391,703,887,831</b>	<b>393,966,307,882</b>
110	<b>I. Cash and cash equivalents</b>	03	<b>25,486,167,502</b>	<b>51,147,987,411</b>
111	1. Cash		18,486,167,502	41,147,987,411
112	2. Cash equivalents		7,000,000,000	10,000,000,000
120	<b>II. Short-term investments</b>	04	<b>100,766,207,906</b>	<b>96,647,486,557</b>
123	1. Held - to - maturity investments		100,766,207,906	96,647,486,557
130	<b>III. Short-term receivables</b>		<b>186,679,089,752</b>	<b>163,091,482,277</b>
131	1. Short-term trade receivables	05	46,997,904,633	57,217,359,660
132	2. Short-term prepayments to suppliers	06	45,261,765,824	44,072,440,937
136	3. Other short-term receivables	07	95,602,367,160	62,593,444,478
137	4. Short-term provision for bad debts		(1,182,947,865)	(791,762,798)
140	<b>IV. Inventories</b>	09	<b>78,772,422,671</b>	<b>82,132,329,700</b>
141	1. Inventories		78,971,663,440	82,339,343,362
149	2. Provision against devaluation of inventories		(199,240,769)	(207,013,662)
150	<b>V. Other current assets</b>		-	<b>947,021,937</b>
153	1. Taxes and other receivables from State budget	18	-	947,021,937
200	<b>B. NON- CURRENT ASSETS</b>		<b>361,755,135,296</b>	<b>353,694,459,253</b>
220	<b>II. Fixed assets</b>		<b>157,971,969,567</b>	<b>160,937,774,738</b>
221	1. Tangible fixed assets	11	114,546,028,103	117,125,030,650
222	- Cost		207,737,751,438	203,879,341,800
223	- Accumulated depreciation		(93,191,723,335)	(86,754,311,150)
227	2. Intangible fixed assets	12	43,425,941,464	43,812,744,088
228	- Cost		79,414,887,427	79,202,887,427
229	- Accumulated amortization		(35,988,945,963)	(35,390,143,339)
230	<b>III. Investment properties</b>	13	<b>4,209,296,915</b>	<b>4,284,876,479</b>
231	- Cost		4,957,646,560	4,823,833,632
232	- Accumulated depreciation		(748,349,645)	(538,957,153)
240	<b>IV. Long-term assets in progress</b>		<b>17,276,115,873</b>	<b>6,634,747,405</b>
242	1. Construction in progress	10	17,276,115,873	6,634,747,405
250	<b>V. Long-term investments</b>	04	<b>121,598,220,945</b>	<b>119,432,983,970</b>
252	1. Investments in joint ventures and associates		91,233,200,663	89,067,963,688
253	2. Other long-term investments		30,365,020,282	30,365,020,282
260	<b>VI. Other long-term assets</b>		<b>60,699,531,996</b>	<b>62,404,076,661</b>
261	1. Long-term prepaid expenses	14	58,525,713,450	60,230,258,115
262	2. Deferred income tax assets	34	2,173,818,546	2,173,818,546
270	<b>TOTAL ASSETS</b>		<b>753,459,023,127</b>	<b>747,660,767,135</b>

**INTERIM STATEMENT OF FINANCIAL POSITION**

As at 30 June 2018

(continue)

Code	CAPITAL	Note	30/06/2018	01/01/2018
			VND	VND
300	<b>C. LIABILITIES</b>		<b>278,785,222,396</b>	<b>307,670,709,037</b>
310	<b>I. Current liabilities</b>		<b>242,342,854,396</b>	<b>267,676,461,037</b>
311	1. Short-term trade payables	15	17,177,307,834	24,826,995,700
312	2. Short-term prepayments from customers	16	33,060,564,331	32,186,398,938
313	3. Taxes and other payables to State budget	18	27,157,510,925	21,051,105,064
314	4. Payables to employees		8,667,027,029	11,224,219,797
315	5. Short-term accrued expenses	19	9,724,323,610	11,429,129,573
319	6. Other short-term payments	20	26,024,566,697	9,331,151,131
320	7. Short-term loans and finance lease liabilities	17	109,077,857,784	146,721,355,858
321	8. Short-term provisions for payables	21	62,829,373	252,644,965
322	9. Bonus and welfare fund		11,390,866,813	10,653,460,011
330	<b>II. Long-term liabilities</b>		<b>36,442,368,000</b>	<b>39,994,248,000</b>
338	1. Long-term loans and finance lease liabilities	17	36,442,368,000	39,994,248,000
400	<b>D. OWNER'S EQUITY</b>		<b>474,673,800,731</b>	<b>439,990,058,098</b>
410	<b>I. Equity</b>	22	<b>474,673,800,731</b>	<b>439,990,058,098</b>
411	1. Contributed capital		150,301,450,000	136,639,920,000
411a	Ordinary shares with voting rights		150,301,450,000	136,639,920,000
412	2. Share premium		2,190,000,000	2,190,000,000
418	3. Development investment funds		130,069,054,885	105,322,664,416
421	4. Undistributed profit after tax		192,113,295,846	195,837,473,682
421a	Undistributed post-tax profits accumulated by the end of the previous year		134,617,031,950	120,580,966,047
421b	Undistributed profit after tax for the current period		57,496,263,896	75,256,507,635
440	<b>TOTAL CAPITAL</b>		<b>753,459,023,127</b>	<b>747,660,767,135</b>

Prepared by



Do Viet Cuong

Chief Accountant



Nguyen Xuan Hieu

Binh Duong Province, 05 August 2018

General Director



Vo Van Lan

## INTERIM STATEMENT OF COMPREHENSIVE INCOME

From 01/01/2018 to 30/06/2018

Code	ITEMS	Note	From 01/01/2018 to	From 01/01/2017 to
			30/06/2018	30/06/2017
			VND	VND
01	1. Revenues from sales and services rendered	24	327,313,683,060	248,131,790,927
02	2. Deductible items	25	-	332,679,000
10	3. Net revenues from sales and services rendered		327,313,683,060	247,799,111,927
11	4. Cost of goods sold	26	237,607,547,231	185,387,718,447
20	5. Gross revenues from sales and services rendered		89,706,135,829	62,411,393,480
21	6. Financial income	27	6,683,964,787	5,663,854,159
22	7. Financial expenses	28	3,916,241,163	2,432,023,101
23	<i>In which: Interest expenses</i>		3,902,306,950	2,432,023,101
25	8. Selling expenses	29	12,093,157,800	8,049,325,234
26	9. General administrative expenses	30	9,687,616,329	7,615,220,369
30	10. Net profit from operating activities		70,693,085,324	49,978,678,935
31	11. Other income	31	481,525,080	651,641,829
32	12. Other expense	32	62,234,184	84,043,687
40	13. Other profit (loss)		419,290,896	567,598,142
50	14. Total profit before tax		71,112,376,220	50,546,277,077
51	15. Current corporate income tax expenses	33	13,616,112,324	9,918,495,931
60	17. Profit after tax		<u>57,496,263,896</u>	<u>40,627,781,146</u>
70	18. Basic earnings per share	35	3,825	2,744

Prepared by



Do Viet Cuong

Chief Accountant



Nguyen Xuan Hieu



Binh Duong Province, 05 August 2018

General Director



Vo Van Lan

## INTERIM STATEMENT OF CASH FLOWS

From 01/01/2018 to 30/06/2018

(Under direct method)

Code	ITEMS	Note	From 01/01/2018 to 30/06/2018 VND	From 01/01/2017 to 30/06/2017 VND
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>				
01	1. Proceeds from sales and services rendered and other revenues		335,956,923,995	281,636,516,378
02	2. Expenditures paid to suppliers		(210,150,948,113)	(156,716,873,419)
03	3. Expenditures paid to employees		(33,198,683,803)	(32,334,192,345)
04	4. Interest paid		(3,972,492,964)	(2,432,023,101)
05	5. Corporate income tax paid		(9,269,511,177)	(10,512,727,893)
06	6. Other proceeds from operating activities		234,184,956	385,482,913
07	7. Other expenditures on operating activities		(49,374,400,549)	(35,372,260,888)
20	<i>Net cash flows from operating activities</i>		<i>30,225,072,345</i>	<i>44,653,921,645</i>
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>				
21	1. Purchase or construction of fixed assets and other long-term assets		(13,937,550,284)	(35,648,480,599)
22	2. Proceeds from disposals of fixed assets and other long-term assets		883,636,364	-
23	3. Loans and purchase of debt instruments from other entities		(4,118,721,349)	(11,496,172,217)
24	4. Collection of loans and resale of debt instrument of other entities		-	12,000,000,000
25	5. Equity investments in other entities		(5,294,329,600)	(42,576,413,005)
26	6. Proceeds from equity investment in other entities		1,286,075,000	-
27	7. Interest and dividend received		7,085,091,209	6,341,808,005
30	<i>Net cash flows from investing activities</i>		<i>(14,095,798,660)</i>	<i>(71,379,257,816)</i>
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>				
31	1. Proceeds from issuance of shares and receipt of contributed capital		-	4,430,000,000
33	2. Proceeds from borrowings		155,088,320,834	128,627,915,643
34	3. Repayment of principal		(196,283,698,908)	(83,589,013,340)
36	4. Dividends or profits paid to owners		(595,715,520)	-
40	<i>Net cash flows from financing activities</i>		<i>(41,791,093,594)</i>	<i>49,468,902,303</i>
50	<b>Net cash flows within the period</b>		<b>(25,661,819,909)</b>	<b>22,743,566,132</b>
60	<b>Cash and cash equivalents at the beginning of period</b>		<b>51,147,987,411</b>	<b>26,696,985,962</b>
61	Impact of foreign exchange fluctuation		-	-
70	<b>Cash and cash equivalents at the end of the period</b>	03	<b>25,486,167,502</b>	<b>49,440,552,094</b>

Prepared by



Do Viet Cuong

Chief Accountant



Nguyen Xuan Hieu



Binh Duong Province, 05 August 2018

General Director

Vo Van Lanh

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

From 01/01/2018 to 30/06/2018

### 1 . BACKGROUND

#### Forms of Ownership

Construction Investment Corporation 3-2 is a joint stock company which was incorporated by equitizing the former State-owned Construction Investment Corporation 3-2 in line with the Decision No. 1214/QD-UBND dated 21 April 2008 issued by Binh Duong People's Committee.

The Corporation has been operating under the Business Registration Certificate No. 3700146225 dated 24 December 2008 issued by Planning and Investment Department of Binh Duong Province. The 10th amendment dated 08 August 2018.

The company's head office is located at 45A Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An Town, Binh Duong Province.

Charter capital: VND 150,301,450,000, equivalent to 15,030,145 shares with the price of VND 10,000 per share.

#### Business field

Construction and manufacture of construction materials.

#### Business activities

##### Main business activity of the Corporation is:

- Leasing construction machines and equipment;
- Building houses of all types;
- Doing business in real estate, renting land, office, factory;
- Consultancy, brokerage, real estate auction, land use right auction (except real estate brokerage, security brokerage, brokerage in marriage, recognition of fathers, mothers, children, child adoption involving foreign elements);
- Completing construction works;
- Manufacture of concrete and products from cement and gypsum;
- Transporting cargo by road;
- Construction of irrigation works;
- Installing security, alarm devices, fire preventing and fighting system, lightning arrester for construction works;
- Warehouse activities;
- Construction of irrigation works;
- Mining stone, sand, pebbles and clay;
- Processing stone;
- Acting as agent for trading and depositing goods, providing intermediary services, auctioning assets;
- Providing construction consultancy services (except for designing construction works);
- Other monetary intermediation: capital contribution, buying shares.

##### Characteristics of operation of enterprises in the period that affect the Interim financial statements.

According to the Resolution No. 01/NQ-DHDCD dated 26 April 2018 of the Annual General Meeting of Shareholders in 2018, the Company has successfully issued 1,366,153 bonus shares to existing shareholders increase charter capital from the undistributed profits. The total value issued at par value is VND 13,661,530,000, the time of completion of the capital increase is 29/06/2018.

According to the policy of investing capital in other units to expand business activities. In 2018, the Company has bought 413,000 shares. Details information as at Note No. 04

In the period, the Company has implemented the merger of Construction and Installation Workshop and Investment Department, termination of operations of the Branch of Construction Investment Corporation 3-2 - Construction and Installation Factory.

**Structure of enterprises**

The Company's member entities are as follows:

<b>Name</b>	<b>Address</b>	<b>Business field</b>
Branch of Construction Investment Corporation 3-2 - Construction Stone Factory	No. 635/1A Highway 1K, Tan An Quarter, Tan Dong Hiep Ward, Di An Town, Binh Duong Province	Exploitation, processing stone
Branch of Construction Investment Corporation 3-2 - Mechanic and Concrete Factory	No. 6, Road Hill 16, Cay Cham Quarter, Thanh Phuoc Ward, Tan Uyen Town, Binh Duong Province	Manufacture and business in centrifugal culvert

**2 . ACCOUNTING SYSTEM AND ACCOUNTING POLICY**

**2.1 . Accounting period and accounting monetary unit**

Annual accounting period commences from 1st January and ends on 31st December.  
 The Company maintains its accounting records in VND.

**2.2 . Accounting Standards and Accounting system**

*Accounting System*

The Company applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance and the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC.

*Announcement on compliance with Vietnamese standards and accounting system*

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

**2.3 . Basis for preparation of Interim financial statements**

Interim financial statements are presented based on historical cost principle.

In the Interim financial Statements of the Company, the intra-group balances and transactions related to assets, equity, receivables and payables are eliminated in full.

**2.4 . Financial Instruments**

*Initial recognition*

*Financial assets*

Financial assets of the Company include cash and cash equivalents, trade receivables and other receivables, lending, long-term and short-term investments. At initial recognition, financial assets are identified by purchasing price/issuing cost plus other expenses directly related to the purchase and issuance of those assets.

*Financial liabilities*

Financial liabilities of the Company including loans, trade payables and other payables, accrued expenses. At initial recognition, financial liabilities are determined by issuing price plus other expense directly related to the issuance of those liabilities.

*Value after initial recognition*

There are currently no regulations on revaluation of financial instruments after initial recognition.

## 2.5 . Cash and cash equivalents

Cash includes cash on hand, demand deposits.

Cash equivalents is short-term highly liquid investments with maturity less than 3 months from the date investment, can be converted easily into a certain amount of cash and there is no risk in conversion into cash.

## 2.6 . Financial investments

Investments held to maturity include: term deposits held to maturity to earn profits periodically and other held to maturity investments.

Investments in subsidiaries, joint ventures or associates are initially recognized in the ledger according to original cost. After initial recognition, the value of these investments is determined at original cost less provision for diminution in value of investments.

Investments in equity of other entities included: investments in equity of other entities but not control, joint control, or significant influence on the investee. Book value of these investments is determined at original cost. After initial recognition, the value of these investments is determined at original cost less provision for diminution in value of investments.

Allowances for devaluation of investments are made at the end of the year as follows:

- With regard to investments in subsidiaries, joint ventures or associates: the provision shall be made based on the Financial Statements of subsidiaries, joint ventures or associates at the provision date. Provision for investments is made when investment units were incurred losses, except where such losses have been in the plan for the investment decisions.
- With regard to long-term investments (other than trading securities) without significant influence on the investee: If the investment is made in listed shares or the fair value of the investment is determined reliably, the provisions shall be made on the basis of the market value of the shares; if the fair value of the investment is not determined at the reporting date, the provision shall be made based on the Financial Statements at the provision date of the investee.
- With regard to investments held to maturity: the provision for doubtful debts shall be made based on the recovery capacity in accordance with statutory regulations.

## 2.7 . Receivables

The receivables shall be kept records in details according to period receivables, entities receivables, types of currency receivable and other factors according to requirements for management of the Company.

The allowances for doubtful debts is created when: An overdue debt under an economic contract, a loan agreement, a contractual commitment or a promissory note and debts are not due but difficult recovery. Accordingly, the provisions for overdue debts shall be made according to time in which the principal is repaid according to the sale contract, exclusive of the debt rescheduling between contracting parties and the debts are not due but the debtor is close to bankruptcy or undergone procedures for dissolution, or the debtor is missing or makes fleeing.

## 2.8 . Inventories

Inventories are initially recognized at original cost included: the purchase price, costs of conversion and other costs incurred in bringing the inventories to their location and condition at the time of initial recognition. After initial recognition, at the time the financial statements are prepared if the net realizable value is lower than cost, inventories should be measured at the net realizable value.

The cost of inventory is calculated by weighted average method.

Inventory is recorded by perpetual.

Method for valuation of work in process at the end of the period:

- For construction: Work in progress is obtained for each construction project unfinished or related unrecognised revenue, corresponding to the workload unfinished at the end of the period.
- For mechanical production and concrete culvert: Work in progress is obtained based on actual cost incurred for each kind of main material cost for each unfinished products.

Allowances for devaluation of inventories made at the end of the period are the excess of original cost of inventory over their net realizable value.

## 2.9 . Fixed assets and depreciation of fixed assets

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

Depreciation is provided on a straight-line basis. Depreciation period is estimated as follows:

- Buildings	06 - 25 years
- Machinery, equipment	06 - 12 years
- Transportation equipment	05 - 10 years
- Office equipment and furniture	03 - 08 years
- Land use rights	48 - 50 years
- Software	03 - 08 years

## 2.10 . Investment property

Investment property is recognised at historical cost.

For investment property operating lease are recognized at cost, accumulated depreciation and net carrying amount. In which depreciation is provided on a straight-line basis with the useful life of buildings is estimated to be 15 years.

## 2.11 . Cost of construction in progress

The assets in the process of building production purposes, leasing or management, or for any other purpose, are recorded at cost. Collection costs include expenses for experts and for qualifying assets, borrowing costs are recognized in accordance with the accounting policies of the Company. Depreciation of these assets, just as all kinds of other fixed assets, will begin to be extracted when the assets are ready for use.

## 2.12 . Prepaid expenses

The expenses incurred but related to results of business operations of several accounting periods are recorded as prepaid expenses and are amortised to the income statement in the following accounting periods.

The calculation and allocation of long-term prepaid expenses to operating expenses in each accounting period should be based on nature of those expenses to select a reasonable method and allocated factors. Prepaid expenses are allocated partly into operating expenses on a straight-line basis.

## 2.13 . Account payables

The payables shall be kept records in details according to period payables, entities payables, types of currency payable and other factors according to requirements for management of the Company.

## 2.14 . Loans

Loans shall be kept records in details according to entities loans, loan agreement and loans term.

## 2.15 . Borrowing costs

Borrowing costs are recognized as operating expenses in the period, in which it is incurred excepting those which are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with VAS No. 16 "Borrowing costs".

## 2.16 . Accrued expenses

Payables to goods or services received from the seller or provided for the seller during a reporting period, but payments of such goods or services have not been made and other payables such as interest expenses... which are recorded to operating expenses of the reporting period.



The recording of accrued expenses to operating expenses during a period shall be carried out in conformity with revenues and expenses incurring during a period. Accrued expenses payable are settled with actual expenses incurred. The difference between accrual and actual expenses are reverted.

#### **2.17 . Provision for payables**

Provision for payables only record when meet all following conditions:

- Enterprises have current debt obligation (legal obligation or jointly liable obligation) due to result from a fact happened;
- Decrease in economic benefits may happen leading to the requirement for payment of debt obligation;
- Giving a confident estimation on value of such debt obligation.

Value recorded of a provision payable is the most reasonably estimated the amount which will be paid for current debt obligation at the end of the fiscal year.

Only expenses related to the provision for payable set up initially shall be offset by that provision for payable.

Provisions for payables are recorded in business and production costs of the accounting period. In case provision set for the previous period but not used up exceeds the one set for the current period, the difference is recorded as decrease in production and operation expenditures. The bigger difference of the payables provision on insuring the construction is recorded into other revenue in the fiscal year. Provision for warranty of construction works is deducted at the rate of 0.19% for civil works and 0.45% for infrastructure works based on the evaluation of the Board of Directors on the rate of repair actual warranty.

#### **2.18 . Owner's equity**

Owner's equity is stated at actually contributed capital of owners.

Share premium shall record the difference between the par value, direct costs related to the issuing shares and issue price of shares (including the case of re-issuing stock fund) and can be a positive premium (if the issue price is higher than par value and direct costs related to the issuance of shares) or negative premium (if the issue price is lower than par value and direct costs related to the issuance of shares).

Undistributed profit after tax is used to record business results (profit, loss) after corporate income tax and situation of income distribution or loss handling of Company. Undistributed profit after tax can be distributed to investors based on capital contribution rate after approval by General Meeting of Shareholders and after making appropriation to funds in accordance with the Corporation's Charter and Vietnamese regulatory requirements.

The Company sets up funds from profit after corporate income tax according to propose of the Board of Management and approved by the General Meeting of Shareholders:

- Development investment funds;
- This fund is set up for expanding Company operation and investment.
- Bonus and welfare funds;
- This fund is set up for bonus, material encouragement which bringing public benefits and enhance welfare for labours and recorded as a payable on statement of financial position.

Dividends to be paid to shareholders are recognised as a payable in Statement of Financial position after declaration from the Board of Management and announcement closing date receipt dividends of Securities Depository Center of Vietnam.

## 2.19 . Revenue

### *Sale of goods*

Revenue from sale of goods should be recognized 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 over the goods sold;
- The amount of revenue can be measured reliably;
- 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.

### *Rendering of services*

Revenue from rendering of services is recognized when the outcome of that transaction can be measured reliably. Where a

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

The stage of completion of a transaction may be determined by surveys of work completed method

### *Revenue from sale of real estate*

Revenue from sale of real estate should be recognized when all the following conditions have been satisfied:

- The real estate and the completion of the whole transaction to the buyer, the company transfer risks and benefits with ownership of the real estate to the buyers;
- The Company no longer holds the rights to manage real estate as the owner of the real estate or control of real estate;
- The amount of the income can be measured reliably;
- The economic benefits associated with the transaction of real estate sold have flown or will flow to the Company;
- The costs incurred for the transaction can be measured reliably.

### *Revenue from construction contract*

In case the construction contract defines that the contractor shall be entitled to payment basing on value of volume achieved, when achieved results of construction contract are estimated reliably and confirmed by customers, then revenues and expenditures related to the contract recorded in proportion to the completed work confirmed by the customer in period are recorded in the bills set up.

### *Finance income*

Revenue arising from the used by the others of entity assets yielding interest, royalties and dividends shall be recognised when:

- It is probable that the economic benefits associated with the transaction will flow to the Company;
- The amount of the income can be measured reliably;

Dividends shall be recognised when the shareholder's right to receive payment is established.

## 2.20 . Cost of goods sold

Cost of goods sold is recognized in accordance with revenue arising and ensure compliance with the prudence principle. Cases of loss of materials and goods exceeded the norm, abnormal expenses and losses of inventories after deducting the responsibility of collective and individuals concerned,... are recognized fully and promptly into cost of goods sold in the period.

## 2.21 . Financial expenses

Items recorded into financial expenses consist of:

- Expenses or losses relating to financial investment activities;
- Expenses of capital lending and borrowing;
- Losses from exchange rate;

The above items are recorded by the total amount arising within the period without compensation to financial revenue.

## 2.22 . Corporate income tax

### a) Deferred income tax assets

Deferred income tax assets is determined based on total deductible temporary difference and deductible value transferred to subsequent period of unused taxable losses or preferred taxes. Deferred income tax payable is determined based on taxable temporary difference amount.

Deferred income tax assets and Deferred income tax payable are determined based on corporate income tax rate, based on tax rates and tax laws in effect at the balance sheet date.

### b) Current tax expense and deferred tax expense

Current corporate income tax expenses are determined based on taxable income during period, and current corporate income tax rate.

Deferred corporate income tax expenses are determined based on deductible temporary difference, the taxable temporary differences and income tax rate.

Do not offsetting current corporate income tax expenses and deferred corporate income tax expenses.

### c) Current corporate income tax rate

Company is subject to 20% Corporate income tax rate for the period from 01/01/2018 to 30/06/2018.

## 2.23 . Related parties

The parties are regarded as related parties if that party has the ability to control or significantly influence the other party in making decisions about the financial policies and activities. The Company's related parties include:

- Companies, directly or indirectly through one or more intermediaries, having control over the Company or being under the control of the Company, or being under common control with the Company, including the Company's parent, subsidiaries and affiliated companies;
- Individuals, directly or indirectly, holding voting power of the Company that have a significant influence on the Company, key management personnel including directors and employees of the Company, the close family members of these individuals;
- Enterprises due to the above-mentioned individuals directly or indirectly hold an important part of the voting rights or have significant influence on these enterprises.

In considering the relationship of related parties to serve for the preparation and presentation of financial statements, the Company should consider the nature of the relationship rather than the legal form of the relationship.

## 2.24 . Segment information

A segment is a component can be determined separately by the Company engaged in providing products or services related (parts divided by operating activities), or providing products or services within a particular economic environment (parts are divided by geographic area). Each is subject to risks and benefits different from other parts.

Segment information is prepared and presented in accordance with accounting policies applicable to the preparation and presentation of financial statements of the Company aims to help users of financial statements to understand and evaluate the situation the operations of the company in a comprehensive way.



**CONSTRUCTION INVESTMENT CORPORATION 3-2**45A Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An Town,  
Binh Duong Province**Interim Financial Statements**

For the period from 01/01/2018 to 30/06/2018

**3 . CASH AND CASH EQUIVALENTS**

	30/06/2018	01/01/2018
	VND	VND
Cash on hand	911,950,575	1,421,412,309
Cash at bank	17,574,216,927	39,726,575,102
Cash equivalents (*)	7,000,000,000	10,000,000,000
	<u>25,486,167,502</u>	<u>51,147,987,411</u>

(\*) As at 30/06/2018, cash equivalents are one-month term deposits valued at VND 10,000,000,000 are deposited in JSC Bank for Investment and Development of Vietnam - Nam Binh Duong Branch with interest of 4.1%/year.

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CONSTRUCTION INVESTMENT CORPORATION 3-2

45A Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An Town, Binh Duong Province

Interim Financial Statements

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4 . FINANCIAL INVESTMENT

a) Held to maturity investments

	30/06/2018		01/01/2018	
	Original Cost	Book value	Original Cost	Book value
	VND	VND	VND	VND
<b>Short-term investments</b>				
- Term deposits	100,766,207,906	100,766,207,906	96,647,486,557	96,647,486,557
	<u>100,766,207,906</u>	<u>100,766,207,906</u>	<u>96,647,486,557</u>	<u>96,647,486,557</u>

At 30 June 2018, term deposits 12 months are deposited in commercial banks with interests from 6.4% to 6.5%/year.

At 30 June 2018, the term deposits valued at VND 93.886 billion was used as collateral for the overdrafts from JSC Bank for Investment and Development of Vietnam - Nam Binh Duong Branch (Details at Note No.17)

b) Equity investments in other entities

	30/06/2018			01/01/2018		
	Original cost	Fair value	Provision	Original cost	Fair value	Provision
	VND	VND	VND	VND	VND	VND
<b>Investments in joint ventures and associates</b>	91,233,200,663	37,314,375,000	-	89,067,963,688	35,881,492,500	-
- Thu Duc-Long An Centrifugal Concrete JSC	55,373,968,455	-	-	55,373,968,455	-	-
- Mien Dong Joint Stock Company <sup>(*)</sup>	35,859,232,208	37,314,375,000	-	33,693,995,233	35,881,492,500	-
<b>Investments in other entities</b>	30,365,020,282	40,253,174,000	-	30,365,020,282	44,561,206,000	-
- Binh Duong Consultant & Construction JSC	200,887,800	-	-	200,887,800	-	-
- Hoa An Joint Stock Company (DHA)	30,164,132,482	40,253,174,000	-	30,164,132,482	44,561,206,000	-
	<u>121,598,220,945</u>	<u>77,567,549,000</u>	<u>-</u>	<u>119,432,983,970</u>	<u>80,442,698,500</u>	<u>-</u>

**CONSTRUCTION INVESTMENT CORPORATION 3-2**

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The fair value of the investment in Mien Dong Joint Stock Company and Hoa An Joint Stock Company is determined based on the closing price at 31/12/2017 of Ho Chi Minh City Stock Exchange.

Investments in Thu Duc - Long An Centrifugal Concrete Joint Stock Company and Binh Duong Consultant Construction Joint Stock Company have not been determined the fair value of these Interim financial investments by the Accounting Standards Vietnam has no detailed guidance on the valuation of Vietnamese enterprises.

(\*) The reason to change the balance of investments in Mien Dong Corporation as follows:

- In the period, the Company acquired an additional 413,000 shares, equivalent to value of VND 4,130,000,000, the cost of this additional investment is VND 5,286,400,000 billion dong;

- Adjusted reduction of cost investments in Mien Dong Corporation VND 3,121,163,025 cause dividends received by 2017, before the Company invested in this unit.

Details of investments in associated companies of the Company on 30/06/2018 as follow:

Name of Company	Place of establishment and operation	Rate of interest	Rate of voting rights	Principle activities
- Thu Duc-Long An Centrifugal Concrete Joint Stock Company	Long An Province	24.16%	24.16%	Production, doing business other concrete components
- Mien Dong Joint Stock Company	Dong Nai Province	28.91%	28.91%	Mining Minerals, Construction

Detail information on the Corporation's Investments in other entities as at 30 June 2018 as follows:

Name of Company	Place of establishment and operation	Rate of interest	Rate of voting rights	Principle activities
- Binh Duong Consultant Construction JSC	Binh Duong Province	3.91%	3.91%	Management consultant, professional design
- Hoa An Joint Stock Company	Dong Nai Province	8.94%	8.94%	Mining Minerals, Construction

5 . OTHER SHORT- TERM RECEIVABLES

	30/06/2018		01/01/2018	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>Trade receivables detailed by large account balances</b>				
- Construction Investment Joint Stock Company No.14	-	-	6,759,426,459	-
- Project Management Board of Dau Tieng District	10,166,796,187	-	6,798,320,587	-
- Thu Duc Centrifugal Concrete JSC No. 1	3,629,296,408	-	4,883,209,328	-
- Hai Dang JSC	4,498,608,390	-	4,939,385,992	-
- Others	28,703,203,648	(1,182,947,865)	33,837,017,294	(791,762,798)
	<b>46,997,904,633</b>	<b>(1,182,947,865)</b>	<b>57,217,359,660</b>	<b>(791,762,798)</b>

6 . SHORT-TERM PREPAYMENTS TO SUPPLIERS

	30/06/2018		01/01/2018	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Mr. Tran Huu Nghia <sup>(*)</sup>	30,725,000,000	-	30,725,000,000	-
Phuc Tai Co-operative	6,787,013,687	-	8,723,052,669	-
Others	7,749,752,137	-	4,624,388,268	-
	<b>45,261,765,824</b>	<b>-</b>	<b>44,072,440,937</b>	<b>-</b>

<sup>(\*)</sup> The advance payment for the transfer of 1,555,593 shares of Thu Duc Long An ("TDLA") Centrifugal Concrete Joint Stock Company according to Purchase Contract dated 29/05/2017. Because TDLA delayed in certification of share ownership for Tran Huu Nghia, Tran Huu Nghia has filed lawsuits TDLA at the People's Court of Long An Province to sue TDLA for status recognition its shareholders. Therefore, progress share transfer contract between JSC Investment Construction and Tran Huu Nghia 3-2 depending on the progress of the above-mentioned resolution of the People's Court of Long An Province. Currently, the Court is accepting and has not had decision on this matter.

7 . SHORT-TERM OTHER RECEIVABLES

	30/06/2018		01/01/2018	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
- Advance (*)	32,624,632,642	-	53,002,608,212	-
- Mortgages	12,888,788,478	-	6,005,765,454	-
- Receivable from entrust investment contract (**)	45,080,710,067	-	-	-
- Accrued interests	2,293,279,171	-	3,544,615,482	-
- Receivable from personal income tax	5,926,622	-	23,095,150	-
- Dividends, and profits receivables	2,692,520,000	-	-	-
- Other receivables	16,510,180	-	17,360,180	-
	<b>95,602,367,160</b>	<b>-</b>	<b>62,593,444,478</b>	<b>-</b>

<sup>(\*)</sup> The advances balance as at 30 June 2018 including the advance of individual with the amount of VND 9.8 billion for the purpose of expanding the Company's business exploitation activities, based on Resolution No. 04/NQ-HDQT dated 03/09/2010.

(\*\*) In the period, Construction Investment Corporation 3-2 (Party A) and Mr. Le Ngoc De (Party B) signed contracts for securities investment trusts No. 04A/4/HD dated 20/04/2018. Accordingly, Party A agrees to transfer capital to Party B's account to implement investment trust on the demand of Party B and Party A approves that the limitation is not to exceed VND 100 billion, the duration of the contract investment cooperation is 01 year, profits from investment cooperation will be divided periodically once per 6 months by document unification. As at 30/06/2018, the amount of investment trusts of Party A under the contract signed between the two parties was 45.080 billion, the value of the shares portfolio as at 30/06/2018 listed with the amount of 41.595 billion dong is blockaded by Vietnam Yuanta Securities JSC to secure the investment trust.

8 . BAD DEBTS

	30/06/2018		01/01/2018	
	Original cost	Recoverable value	Original cost	Recoverable value
	VND	VND	VND	VND
- Total value of receivables, overdue debts or not due but irrecoverable debts				
+ Le Thy Co., Ltd	611,771,404	428,239,983	-	-
+ Quang Phuoc Co., Ltd	264,782,117	-	264,782,117	-
+ Vinh Quang Trading Construction Co., Ltd	372,143,500	260,500,450	-	-
+ Xuan Loan Enterprise	200,366,498	-	-	-
+ Others	579,635,882	157,011,103	567,030,073	40,049,392
	<u>2,028,699,401</u>	<u>845,751,536</u>	<u>831,812,190</u>	<u>40,049,392</u>

9 . INVENTORY

	30/06/2018		01/01/2018	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw materials	12,712,058,304	(22,363,264)	12,496,664,835	(22,667,393)
Tools, supplies	497,723,431	-	497,723,431	-
Work in process (*)	27,297,082,586	-	31,222,333,312	-
Finished goods	38,464,799,119	(176,877,505)	38,122,621,784	(184,346,269)
	<u>78,971,663,440</u>	<u>(199,240,769)</u>	<u>82,339,343,362</u>	<u>(207,013,662)</u>

(\*) Detail of work in process

	30/06/2018	01/01/2018
	VND	VND
Work in process of manufacturing	2,455,201,540	6,434,518,934
Work in process of construction works	24,841,881,046	24,787,814,378
+ Project of Training center for cadres in finance sector in Ho Chi Minh City	9,886,467,361	9,058,408,907
+ Project Road 8B - Protrade International Industrial Park	1,022,658,699	6,652,122,797
+ Minh Hoa Secondary school	5,068,797,172	1,951,083,479
+ Others	8,863,957,814	7,126,199,195
	<u>27,297,082,586</u>	<u>31,222,333,312</u>



**10 . CONSTRUCTION IN PROGRESS**

	30/06/2018	01/01/2018
	VND	VND
- Thanh Phuoc Concrete factory - Phase 2 <sup>(1)</sup>	9,933,664,314	6,590,611,880
- Cost transferred land use rights <sup>(2)</sup>	7,098,000,000	-
- Others	244,451,559	44,135,525
	<b>17,276,115,873</b>	<b>6,634,747,405</b>

<sup>(1)</sup> The project of "Factory for production of precast concrete culvert and adobe bricks" located at Thanh Phuoc Ward, Tan Uyen Commune, Binh Duong Province, which was approved by the Corporation's Board of Management under Resolution No. 13/NQ-HDQT dated 13 August 2016. According to Decesion No. 804/QD-UBND dated 11 April 2016, Binh Duong People's Committee has approved the investment plan of the Company. Detailed information of the project as follows:

- + Purpose: Production adobe brick, concrete culverts, terrazzo brick, interlocking concrete brick and concrete brick;
- + Total capital: VND 151.788 billion;
- + Maximum capacity of project: Concrete culverts of 50,000 unit/year; other concrete components of 2,200 m3/year; adobe brick of 18.5 billion unit/year;
- + Maturity of project: 50 years. Phase 1 of the project has been put into operation in the quarter IV of 2017, phase 2 is expected to be put into operation in end of 2018.

<sup>(2)</sup> The project of "Office for construction factory in Binh Phu Quarter, Binh Chuan Ward and Binh Chuan 1 Quarter, Thuan Giao Ward, Thuan An Commune, Binh Duong Province with Decision No.69/QD-CTY dated 31/07/2018. Some information related to the project as follows:

- + Investor: Construction Investment Corporation 3-2;
- + Area: 2,052.3 m2;
- + The purpose of the project: Construction for office of Construction factory;
- + Total capital: VND 13,250,000,000;
- + Maturity of project: Completed expectedly by the end of 2019.

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For the period from 01/01/2018 to 30/06/2018

**11 . TANGIBLE FIXED ASSETS**

	Buildings	Machinery, equipment	Transportation equipment	Management equipment	Total
	VND	VND	VND	VND	VND
<b>Original cost</b>					
Beginning balance	44,579,072,070	108,702,748,634	49,235,445,280	1,362,075,816	203,879,341,800
- Purchase in the period	-	1,462,000,000	1,639,409,091	100,900,000	3,202,309,091
- Finished construction investment	4,001,733,386	-	-	-	4,001,733,386
- Liquidating, disposal	-	(319,677,636)	(3,025,955,203)	-	(3,345,632,839)
<b>Ending balance</b>	<b>48,580,805,456</b>	<b>109,845,070,998</b>	<b>47,848,899,168</b>	<b>1,462,975,816</b>	<b>207,737,751,438</b>
<b>Accumulated depreciation</b>					
Beginning balance	12,757,011,505	49,915,827,063	22,972,721,734	1,108,750,848	86,754,311,150
- Depreciation in the period	1,708,653,642	4,461,991,233	2,859,381,925	71,203,404	9,101,230,204
- Liquidating, disposal	-	(319,677,636)	(2,344,140,383)	-	(2,663,818,019)
<b>Ending balance</b>	<b>14,465,665,147</b>	<b>54,058,140,660</b>	<b>23,487,963,276</b>	<b>1,179,954,252</b>	<b>93,191,723,335</b>
<b>Net carrying amount</b>					
Beginning balance	31,822,060,565	58,786,921,571	26,262,723,546	253,324,968	117,125,030,650
<b>Ending balance</b>	<b>34,115,140,309</b>	<b>55,786,930,338</b>	<b>24,360,935,892</b>	<b>283,021,564</b>	<b>114,546,028,103</b>

Of which:

- Cost of fully depreciated tangible fixed assets but still in use at the end of the period: VND 77,901,419,114

**12 . INTANGIBLE FIXED ASSETS**

	Land use rights	Computer software	Total
	VND	VND	VND
<b>Original cost</b>			
Beginning balance	78,581,967,427	620,920,000	79,202,887,427
- Purchase in the period	-	212,000,000	212,000,000
<b>Ending balance</b>	<b>78,581,967,427</b>	<b>832,920,000</b>	<b>79,414,887,427</b>
<b>Accumulated depreciation</b>			
Beginning balance	34,905,620,789	484,522,550	35,390,143,339
- Depreciation in the period	539,673,102	59,129,522	598,802,624
<b>Ending balance</b>	<b>35,445,293,891</b>	<b>543,652,072</b>	<b>35,988,945,963</b>
<b>Net carrying amount</b>			
Beginning balance	43,676,346,638	136,397,450	43,812,744,088
<b>Ending balance</b>	<b>43,136,673,536</b>	<b>289,267,928</b>	<b>43,425,941,464</b>

- Ending net book value of intangible fixed assets pledged as loan securities: VND 16,261,466,212

### 13 . INVESTMENT PROPERTIES

As at 30 June 2018, Investment properties are An Phu Nursery School and kios at Nguyen Van Tiet Residential area, which being used for lease, the historical cost and accumulated depreciation is VND 4,957,646,560 and VND 748,349,645 respectively; in which the depreciation in the period is VND 209,392,492.

### 14 . LONG-TERM PREPAID EXPENSES

	30/06/2018	01/01/2018
	VND	VND
- Tools and consumables awaiting for allocation	3,280,378,857	3,997,932,869
- Repairing garage and warehouse of installation and construction factory	-	189,495,727
- The leased land use right at Thanh Phuoc Ward (*)	49,156,166,401	49,669,100,311
+ <i>Cost of transferred land use right</i>	<i>43,159,181,041</i>	<i>43,609,537,711</i>
+ <i>Land rents in lump-sum for the entire lease term</i>	<i>5,996,985,360</i>	<i>6,059,562,600</i>
- Land rents in lump-sum for the entire lease term of Long Nguyen Factory	4,644,020,522	4,701,710,216
- Cost of repairing Company's Office	578,528,536	795,476,740
- Land rents in lump-sum for the entire lease term of Construction Stone Factory	866,619,134	876,542,252
	<u>58,525,713,450</u>	<u>60,230,258,115</u>

(\*)The value of land use right for performing project Thanh Phuoc Concrete Factory, the transferred land with area of 45,161.7 m2 located at Thanh Phuoc Ward, Tan Uyen Commune, Binh Duong Province according to the Certificated of land use right No. CD 621056 dated 15 July 2016. In which, the value of VND 45.161 billion including transfer value and value of land rents in lump-sum is VND 6.216 billion, land use term to 03 June 2066 approved to Decision No. 2583/QĐ-UBND dated 30 September 2016 issued by Binh Duong People's Committee, approved Construction Investment Corporation 3-2 changed from land lease with annual land rental payment to land lease with full one-off land rental payment for the entire lease term.

At 30 June 2018, the value of land use rights are used as collateral for long-term loans at Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Branch (see detail in Notes No.17).

### 15 . SHORT-TERM TRADE PAYABLES

	30/06/2018		01/01/2018	
	Value	Amount can be paid	Value	Amount can be paid
	VND	VND	VND	VND
<b>Trade payables detailed by large account balances</b>				
- Anh Khoa Mineral Joint Stock Company - Gia Lai Branch	1,114,781,000	1,114,781,000	1,651,415,565	1,651,415,565
- Thu Thanh Phat Co., Ltd	1,447,700,795	1,447,700,795	-	-
- Hoang Hung Trading & Services Transport One member Co.,Ltd	-	-	1,571,829,280	1,571,829,280
- Hao Thanh Trading & Services Transport Co.,Ltd	1,341,604,359	1,341,604,359	-	-
- Others	13,273,221,680	13,273,221,680	21,603,750,855	21,603,750,855
	<u>17,177,307,834</u>	<u>17,177,307,834</u>	<u>24,826,995,700</u>	<u>24,826,995,700</u>

16 . SHORT-TERM PREPAYMENTS FROM CUSTOMERS

	30/06/2018		01/01/2018	
	Value	Amount can	Value	Amount can
	VND	VND	VND	VND
- Construction Management Board of Bau Bang District	10,648,903,000	10,648,903,000	24,293,262,000	24,293,262,000
- Construction Management Board of Di An Town	13,024,020,000	13,024,020,000	-	-
- Construction Management Board of Thuan An Town	3,775,839,000	3,775,839,000	-	-
- Others	5,611,802,331	5,611,802,331	7,893,136,938	7,893,136,938
	<b>33,060,564,331</b>	<b>33,060,564,331</b>	<b>32,186,398,938</b>	<b>32,186,398,938</b>

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17 . LOANS

	01/01/2018		During the year		30/06/2018	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding balance	Amount can be paid
	VND	VND	VND	VND	VND	VND
<b>a) Short-term loan</b>						
- Bank for Investment and Development of Vietnam JSC - Nam Binh Duong Branch - Overdraft	24,739,853,787	24,739,853,787	-	24,739,853,787	-	-
- Bank for Investment and Development of Vietnam JSC - Nam Binh Duong Branch (1)	114,877,742,071	114,877,742,071	155,088,320,834	167,991,965,121	101,974,097,784	101,974,097,784
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Branch (2)	7,103,760,000	7,103,760,000	3,551,880,000	3,551,880,000	7,103,760,000	7,103,760,000
	<b>146,721,355,858</b>	<b>146,721,355,858</b>	<b>158,640,200,834</b>	<b>196,283,698,908</b>	<b>109,077,857,784</b>	<b>109,077,857,784</b>
<b>b) Long-term loan</b>						
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong	47,098,008,000	47,098,008,000	-	3,551,880,000	43,546,128,000	43,546,128,000
	<b>47,098,008,000</b>	<b>47,098,008,000</b>	<b>-</b>	<b>3,551,880,000</b>	<b>43,546,128,000</b>	<b>43,546,128,000</b>
Amounts come due within 12 months	(7,103,760,000)	(7,103,760,000)	3,551,880,000	(3,551,880,000)	(7,103,760,000)	(7,103,760,000)
Amounts come due after 12 months	<b>39,994,248,000</b>	<b>39,994,248,000</b>			<b>36,442,368,000</b>	<b>36,442,368,000</b>



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**Detail information on short-term loans:**

(1) Credit Contract No. 042/2017/87982/HD dated on 21 April 2017 under the following term are as follows:

- Credit line: VND 200 billion;
- Loan purpose: Working capital supplement;
- Loan term: 12 months;
- Interest rate: Varied among debt receipts;
- Method of security: The balance of term deposits VND 13 billion under Mortgage Contract and mortgaged land use right No.AP934448 in Long Nguyen Commune, Bau Bang District, Binh Duong Province, according to Mortgage contracts No.0154/2016/87982/HDBD, the value of asset mortgaged VND 22.7 billion;
- Principal balance as at 30 June 2018 is VND 101,974,097,784.

**Detail information on long-term loans:**

(2) The balance as at 30/06/2018 includes the following credit contract:

(2.1) Credit Contract No. 16.52.077/2016-HDTD/NHCT640-CTCP DAU TU XAY DUNG 3-2 dated 20 June 2016 under the following terms are as follows:

- Credit line: VND 8,000,000,000 ;
- Loan purpose: Investing 6 trucks for operation business;
- Maturity: 60 months;
- Interest rate: 8%/year for the first year, 10,5%/year for the subsequent years;
- Method of security: Mortgaged land use right No.T313585 according mortgage contracts No.09610202/HDTC dated 30 December 2009; the value of asset mortgaged under Memorandum of revaluation No. 02/BBDGL dated 19 December 2016 is VND 21,079,000,000;
- The principal balance as at 30 June 2018 is VND 4,808,000,000; in which the principal balance need to pay next year is VND 1,596,000,000.

(2.2) Credit Contract No. 16.51.0160/2016-HDTD/NHCT640-CTCP DAU TU XAY DUNG 3-2 dated 17 October 2016 under the following terms are as follows:

- Credit line: VND 1,698,000,000;
- Loan purpose: Investing 01 container and 01 truck;
- Maturity: 60 months;
- Interest rate: 7,5%/year for the first year, 10,5%/year for the subsequent years;
- Method of security: Mortgaged by assets as follows:
  - + Land use right No.T313585 according mortgage contracts No.09610202/HDTC dated 30 December 2009; the value of asset mortgaged under Memorandum of revaluation No. 02/BBDGL dated 19 December 2016 is VND 21,079,000,000;
  - + The balance of term deposits VND 3.5 billion under Mortgaged Contract No. 16.51.0070/HDTC dated 06 April 2016, the balance of deposit worths VND 8 billions under Mortgaged Contract No. 16.51.0151/HDTC dated 29/06/2016;
- The principal balance as at 30 June 2018 is VND 1,132,000,000, the principal balance need to pay next year is VND 339,600,000.

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(2.3) Credit Contract No. 16.51.0160/2016-HDTD/NHCT640-CTCP DAU TU XAY DUNG 3-2 dated 27 December 2016 under the following terms:

- Credit line: VND 8,362,000,000;
- Loan purpose: investing 2 trucks and 1 automatic welding machine;
- Maturity: 60 months;
- Interest rate: 7,5%/year for the first year, 10,5%/year for the subsequent years;
- Method of security: Mortgaged land use right No.T313585 according Mortgage Contracts No.09610202/HDTC dated 30 December 2009; the value of asset mortgaged under Memorandum of revaluation No. 02/BBDGL dated 19 December 2016 is VND 21,079,000,000;
- The principal balance as at 30 June 2018 is VND 5,853,340,000, in which the principal balance need to pay next year is VND 1,672,440,000;

(2.4) Credit Contract No. 17.510090/2017-HDCVDADT/NHCT640-CTCP DAU TU XAY DUNG 3-2 dated 03 July 2017 under the following terms are as follows:

- Credit line: VND 91,305,000,000;
- Loan purpose: Payment for implementation costs of the investment project of the factory producing non-baked bricks and precast concrete slabs in Thanh Phuoc Ward, Tan Uyen Town, Binh Duong Province;
- Maturity: 120 months;
- Interest rate: 7.5% for the first year, the interest rate for the remaining years is equal to the interest rate of 12-month term deposit of VietinBank + 2.8%/year;
- Method of security: Mortgage land use rights and assets attached to land of the factory producing non-baked bricks and concrete slabs in Thanh Phuoc Ward, Tan Uyen Town, Binh Duong Province;
- The principal balance as at 30 June 2018 is VND 31,752,788,000; in which the principal balance need to pay next year is VND 3,495,720,000.

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18 . TAX AND OTHER PAYABLES TO THE STATE BUDGET

	Tax receivable at the beginning of the VND	Tax payable at the beginning of the period VND	Tax payable in the period VND	Tax paid in the period VND	Tax receivable the end of the period VND	Tax payable the end of the period VND
- Value added tax	-	2,842,260,961	11,392,438,614	10,868,487,369	-	3,366,212,206
- Corporate income tax	-	6,758,336,733	13,616,112,324	9,269,511,177	-	11,104,937,880
- Personal income tax	-	165,993,273	1,797,307,424	1,831,072,763	-	132,227,934
- Natural resource tax	947,021,937	-	8,856,177,713	6,642,208,276	-	1,266,947,500
- Fees and other obligations	-	11,284,514,097	1,882,985,566	1,880,314,258	-	11,287,185,405
	<u>947,021,937</u>	<u>21,051,105,064</u>	<u>37,545,021,641</u>	<u>30,491,593,843</u>	<u>-</u>	<u>27,157,510,925</u>

The Company's tax settlements are subject to examination by the tax authorities. Because the application of tax laws and regulations on many types of transactions is susceptible to varying interpretations, amounts reported in the financial statements could be changed at a later date upon final determination by the tax authorities.





**19 . SHORT-TERM ACCRUED EXPENSES**

	30/06/2018	01/01/2018
	VND	VND
- Construction works	5,160,265,361	7,278,497,534
- Stone quarry environment renovation	4,050,632,039	4,050,632,039
- Land rental	513,426,210	-
- Others	-	100,000,000
	<u>9,724,323,610</u>	<u>11,429,129,573</u>

**20 . OTHER SHORT-TERM PAYABLES**

	30/06/2018	01/01/2018
	VND	VND
- Funding of trade union	120,188,520	111,706,740
- Social insurance	609,060,725	14,083,133
- Dividends or profits payables	16,416,585,995	615,511,115
- Payables to construction teams and sub-contractors	7,749,245,839	6,796,421,832
- Remuneration for the Board of Management	749,000,000	1,374,000,000
- Interest payables	130,068,347	200,254,361
- Others	250,417,271	219,173,950
	<u>26,024,566,697</u>	<u>9,331,151,131</u>

**21 . SHORT-TERM PROVISION FOR PAYABLES**

	30/06/2018	01/01/2018
	VND	VND
- Provision for construction warranty	62,829,373	252,644,965
	<u>62,829,373</u>	<u>252,644,965</u>



22 . OWNER'S EQUITY

a) Increase and decrease in owner's equity

	Contributed capital	Share premium	Development investment funds	Undistributed profit after tax	Total
	VND	VND	VND	VND	VND
Beginning balance of previous period	112,000,000,000	-	102,524,405,374	165,752,006,322	380,276,411,696
Profit of the period	-	-	-	40,627,781,146	40,627,781,146
Distribute profit	-	-	25,198,179,042	(25,198,179,042)	-
Issuance of Shares under ESOP 2017	2,240,000,000	2,190,000,000	-	-	-
Issuance of bonus Shares 2017	22,399,920,000	-	(22,399,920,000)	-	-
Paid dividends last period	-	-	-	(13,440,000,000)	(13,440,000,000)
Setting up Bonus and Wellfare fund	-	-	-	(4,666,329,452)	(4,666,329,452)
Setting up Reward fund for the management board	-	-	-	(1,866,531,781)	(1,866,531,781)
<b>Ending balance of previous period</b>	<b>136,639,920,000</b>	<b>2,190,000,000</b>	<b>105,322,664,416</b>	<b>161,208,747,193</b>	<b>400,931,331,609</b>
Beginning balance of current period	136,639,920,000	2,190,000,000	105,322,664,416	195,837,473,682	439,990,058,098
Profit of the period	-	-	-	57,496,263,896	57,496,263,896
Distribute profit	-	-	24,746,390,469	(24,746,390,469)	-
Increasing charter capital (*)	13,661,530,000	-	-	(13,661,530,000)	-
Setting up Bonus and Wellfare fund	-	-	-	(4,582,664,902)	(4,582,664,902)
Setting up Reward fund for the management board	-	-	-	(1,833,065,961)	(1,833,065,961)
Paid 2017 dividends - phase 2	-	-	-	(16,396,790,400)	(16,396,790,400)
<b>Ending balance of current period</b>	<b>150,301,450,000</b>	<b>2,190,000,000</b>	<b>130,069,054,885</b>	<b>192,113,295,846</b>	<b>474,673,800,731</b>

(\*) According to the Resolution No.01/NQ-DHDCD dated 26 April 2018 of the Annual General Meeting of Shareholders in 2018, the Company has issued shares to increase the charter capital:  
+ Number of additional shares issued is 1,366,153 shares, corresponding to the increase of the charter capital is VND 13,661,530,000;  
+ Purpose of issue: issue shares to increase the share capital from undistributed profit;  
+ Objects are distributed: the existing shareholders;  
+ Time of completion of the capital increase: 29/06/2018.

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According to Resolution No.01/NQ-DHDCD dated 26 April 2018 issued by General Meeting of shareholders, the Company announced its profit distribution of the year 2017 as follows:

	Rate %	Amount VND
2017 Profit after tax	100.00	195,837,473,682
Setting up Investment and development fund	12.64	24,746,390,469
Setting up Bonus and Welfare fund	2.34	4,582,664,902
Setting up Reward fund for the Management Board	0.94	1,833,065,961
Dividend payment of 24% charter capital		32,793,580,800
- <i>Advanced 12% in the last year</i>		16,396,790,400
- <i>Paid 12% in this period</i>	8.37	16,396,790,400
Increase capital from the undistributed profits	6.98	13,661,530,000
2017 Undistributed profits after tax	68.74	134,617,031,950

**b) Details of owner's invested capital**

	Rate %	30/06/2018 VND	Rate %	01/01/2018 VND
- America LLC	6.82	10,243,370,000	6.77	9,251,160,000
- PYN ELITE FUND (NON-UCITS)	7.33	11,018,480,000	5.41	7,396,800,000
- PETER ERIC DENNIS	8.13	12,220,640,000	7.91	10,809,680,000
- Others	77.72	116,818,960,000	79.91	109,182,280,000
	<b>100.00</b>	<b>150,301,450,000</b>	<b>100.00</b>	<b>136,639,920,000</b>

**c) Capital transactions with owners and distribution of dividends and profits**

	From 01/01/2018 to 30/06/2018 VND	From 01/01/2017 to 30/06/2017 VND
Owner's invested capital		
- <i>At the beginning of the period</i>	136,639,920,000	112,000,000,000
- <i>Increase in the period</i>	13,661,530,000	24,639,920,000
- <i>At the ending of the period</i>	150,301,450,000	136,639,920,000
Dividends and profit		
- <i>Dividends and profit payables at the beginning of the period</i>	615,511,115	17,203,155
- <i>Dividends and profit payables in the period</i>	16,396,790,400	13,440,000,000
+ Distributed dividends on previous period profit	16,396,790,400	13,440,000,000
- <i>Distributed dividends paid by cash</i>	595,715,520	-
+ Distributed dividends on previous period profit	595,715,520	-
- <i>Ending balance</i>	16,416,585,995	13,457,203,155

**d) Stock**

	30/06/2018	01/01/2018
Quantity of Authorized issuing shares	15,030,145	13,663,992
Quantity of issued shares		
- <i>Common shares</i>	15,030,145	13,663,992
Quantity of circulation shares		
- <i>Common shares</i>	15,030,145	13,663,992
Par value VND 10,000 per share		

e) Company's funds	30/06/2018	01/01/2018
	VND	VND
Investment and Development Fund	130,069,054,885	105,322,664,416
	<b>130,069,054,885</b>	<b>105,322,664,416</b>
<b>23 . OFF STATEMENT OF FINANCIAL POSITION ITEMS</b>		
<b>Doubtful debts written-off</b>		
	30/06/2018	01/01/2018
	VND	VND
- Van Hai Construction Company Limited	484,735,894	484,735,894
- Tien Phat Steel Construction One Member Co., Ltd	660,504,913	660,504,913
- Others	1,149,413,384	1,149,413,384
	<b>2,294,654,191</b>	<b>2,294,654,191</b>
<b>24 . TOTAL REVENUE FROM SALE OF GOODS AND RENDERING OF SERVICES</b>		
	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
Revenue from sale of finished goods	231,469,423,784	172,459,122,109
Revenue from sale of goods	37,275,968,170	28,020,396,341
Revenue from services rendered	1,079,223,099	2,196,657,859
Revenue from business in property	430,104,539	311,818,176
Revenue from construction contracts	57,058,963,468	45,143,796,442
- <i>Revenue from Construction contract recognized in the period.</i>	57,058,963,468	45,143,796,442
- <i>Accumulated revenue from construction contract recognized up to the reporting time.</i>	309,336,230,173	195,235,796,895
	<b>327,313,683,060</b>	<b>248,131,790,927</b>
<b>25 . REVENUE DEDUCTIONS</b>		
	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
- Sales returns	-	332,679,000
	-	<b>332,679,000</b>
<b>26 . COSTS OF GOODS SOLD</b>		
	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
Cost of finished goods sold	141,660,425,767	113,204,336,912
Cost of goods sold	35,125,454,831	25,986,094,390
Cost of services rendered	1,267,554,565	1,629,309,822
Cost of business in property	209,392,492	196,715,035
Cost of construction activities	59,344,719,576	44,371,262,288
	<b>237,607,547,231</b>	<b>185,387,718,447</b>

27 . FINANCIAL INCOME

	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
Interest income, interest from loans	3,250,631,071	4,387,934,159
Dividends or distributed profits	3,433,333,716	1,275,920,000
	<u>6,683,964,787</u>	<u>5,663,854,159</u>

28 . FINANCIAL EXPENSES

	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
Interest expenses	3,902,306,950	2,432,023,101
Realised losses from foreign exchange difference	13,934,213	-
	<u>3,916,241,163</u>	<u>2,432,023,101</u>

29 . SELLING EXPENSES

	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
Labour expenses	597,969,377	315,802,016
Expenses from external services	11,495,188,423	7,733,523,218
	<u>12,093,157,800</u>	<u>8,049,325,234</u>

30 . GENERAL ADMINISTRATIVE EXPENSES

	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
Raw materials	184,175,613	189,011,361
Labour	5,222,935,864	4,321,819,670
Depreciation expenses	552,209,761	405,748,603
Provisions expenses	391,185,067	37,219,978
Taxes, fees and charges	-	8,000,000
Expenses from external services	770,319,315	758,980,551
Other expenses by cash	2,566,790,709	1,894,440,206
	<u>9,687,616,329</u>	<u>7,615,220,369</u>

31 . OTHER INCOME

	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
Income from fixed assets liquidating	158,321,544	-
Leasing land and buildings -Nguyen Van Tiet Residential area	36,816,691	124,222,262
Gain from contract violation	15,168,000	69,672,201
Gain from doubtful debts written-off	85,286,125	319,983,745
Other income	185,932,720	137,763,621
	<u>481,525,080</u>	<u>651,641,829</u>

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For the period from 01/01/2018 to 30/06/2018

**32 . OTHER EXPENSE**

	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
Fines	40,289,000	82,977,687
Others	21,945,184	1,066,000
	<b>787,549,004</b>	<b>84,043,687</b>

**33 . CURRENT CORPORATE INCOME TAX EXPENSES**

	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
Total profit before tax	71,112,376,220	50,546,277,077
<i>Increase</i>	401,519,115	322,122,576
<i>Decrease</i>	(3,433,333,716)	(1,275,920,000)
Taxable income	68,080,561,619	49,592,479,653
<b>Current corporate income tax expense (Tax rate 20%)</b>	<b>13,616,112,324</b>	<b>9,918,495,931</b>
Tax payable at the beginning of period	6,758,336,733	7,312,727,893
Tax paid in the period	(9,269,511,177)	(10,512,727,893)
<b>Corporate income tax payable at the end of the period</b>	<b>11,104,937,880</b>	<b>6,718,495,931</b>

**34 . DEFERRED INCOME TAX**

	30/06/2017	01/01/2017
	VND	VND
- Corporate income tax rate used to determine the value of deferred income tax assets	20%	20%
- Deferred income tax assets related to deductible temporary differences	2,173,818,546	2,173,818,546
<b>Deferred income tax assets</b>	<b>2,173,818,546</b>	<b>2,173,818,546</b>

**35 . BASIC EARNINGS PER SHARE**

Basic earnings per share distributed to common shareholders of the company are calculated as follows:

	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
Undistributed earnings	57,496,263,896	40,627,781,146
Profit distributed for common shares	57,496,263,896	40,627,781,146
Average circulated common shares in the year	15,030,145	14,806,145
<b>Basic earnings per share</b>	<b>3,825</b>	<b>2,744</b>

The Company has not planned to make any distribution to Bonus and Welfare fund from the net profit after tax for the period from 01/01/2018 to 30/06/2018.

Basic earnings per share have been adjusted retroactively as defined in Vietnamese Accounting Standards No. 30 – Basic earnings per share.

36 . BUSINESS AND PRODUCTIONS COST BY ITEMS

	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
Raw materials	99,745,087,630	102,608,911,998
Labour	34,617,150,727	29,528,776,081
Depreciation expenses	9,909,425,320	5,576,819,424
Expenses from external services	52,564,267,868	50,786,300,835
Other expenses by cash	23,843,861,593	24,093,707,880
	<b>220,679,793,138</b>	<b>212,594,516,218</b>

37 . FINANCIAL INSTRUMENTS

The types of financial instruments of the Company

	Carrying amount			
	30/06/2018		01/01/2018	
	Original Cost	Provision	Original Cost	Provision
	VND	VND	VND	VND
<b>Financial Assets</b>				
Cash and cash equivalents	25,486,167,502	-	51,147,987,411	-
Trade and other receivables	142,600,271,793	(1,182,947,865)	119,810,804,138	(791,762,798)
Lending	100,766,207,906	-	96,647,486,557	-
Long term investments	30,164,132,482	-	30,164,132,482	-
	<b>299,016,779,683</b>	<b>(1,182,947,865)</b>	<b>297,770,410,588</b>	<b>(791,762,798)</b>

	Carrying amount	
	30/06/2018	01/01/2018
	VND	VND
<b>Financial Liabilities</b>		
Loans and debts	145,520,225,784	186,715,603,858
Trade and other payables	43,201,874,531	34,158,146,831
Accrued expenses	9,724,323,610	11,429,129,573
	<b>198,446,423,925</b>	<b>232,302,880,262</b>

The Company does not assess fair value of financial assets and financial liabilities at the period ended because Circular No. 210/2009/TT-BTC and prevailing statutory regulations require to present Interim Financial Statements and additional note for financial instruments but do not provide any relevant instructions for assessment and recognition of fair value of financial assets and liabilities, excluding provisions for bad debts and provision for devaluation of securities investments which are presented in relevant notes.

**Financial risk management**

The Company's financial risks including market risk, credit risk and liquidity risk. The Company has developed its control system to ensure the reasonable balance between cost of incurred risks and cost of risk management. The Board of Directors of the Company is responsible for monitoring the risk management process to ensure the appropriate balance between risk and risk control.

**Market risk**

The Company's business operations will bear the risks of changes on prices, exchange rates and interest rates.

**Price Risk**

The Company bears price risk of equity instruments from short-term and long-term security investments due to uncertainty on future prices of the securities. Long-term securities are held for long-term strategies, at the end of the fiscal year, the Company has no plans to sell these investments.

	Under 1 year	From 1 to 5 years	From more than 5 years	Total
	VND	VND	VND	VND
<b>As at 30/06/2018</b>				
Long-term investments	-	30,164,132,482	-	30,164,132,482
	<u>-</u>	<u>30,164,132,482</u>	<u>-</u>	<u>30,164,132,482</u>
<b>As at 01/01/2018</b>				
Long-term investments	-	30,164,132,482	-	30,164,132,482
	<u>-</u>	<u>30,164,132,482</u>	<u>-</u>	<u>30,164,132,482</u>

**Interest rate risk**

The Company bears the risk of interest rates due to fluctuation in fair value of future cash flow of a financial instrument according to changes in market interest rates if the Company has time or demand deposits, loans and debts subject to floating interest rates. The Company manages interest rate risk by analyzing the market competition situation to obtain any interest profits for its operation purpose.

**Credit Risk**

Credit risk is the risk in which the potential loss may be incurred if a counterpart fail to perform its obligations under contractual terms or financial instruments. The Company has credit risk from operating activities (mainly for trade receivables) and financial activities (including bank deposits, loans and other financial instruments).

	Under 1 year	From 1 to 5 years	From more than 5 years	Total
	VND	VND	VND	VND
<b>As at 30/06/2018</b>				
Cash and cash equivalents	25,486,167,502	-	-	25,486,167,502
Trade and other receivables	141,417,323,928	-	-	141,417,323,928
Lending	100,766,207,906	-	-	100,766,207,906
	<u>267,669,699,336</u>	<u>30,164,132,482</u>	<u>-</u>	<u>297,833,831,818</u>
<b>As at 01/01/2018</b>				
Cash and cash equivalents	51,147,987,411	-	-	51,147,987,411
Trade and other receivables	119,019,041,340	-	-	119,019,041,340
Lending	96,647,486,557	-	-	96,647,486,557
	<u>266,814,515,308</u>	<u>30,164,132,482</u>	<u>-</u>	<u>296,978,647,790</u>

**Liquidity Risk**

Liquidity risk is the risk in which the Company has trouble in settlement of its financial obligations due to lack of funds. Liquidity risk of the Company is mainly from different maturity of its financial assets and liabilities.

Due date for payment of financial liabilities based on expected payment under the contracts (based on cash flow of the original debts) as follows:

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	Under 1 year	From 1 to 5 years	From more than 5 years	Total
	VND	VND	VND	VND
<b>As at 30/06/2018</b>				
Loans and borrowings	109,077,857,784	36,442,368,000	-	145,520,225,784
Trade and other payables	43,201,874,531	-	-	43,201,874,531
Accrued expenses	9,724,323,610	-	-	9,724,323,610
	<b>162,004,055,925</b>	<b>36,442,368,000</b>	<b>-</b>	<b>198,446,423,925</b>
<b>As at 01/01/2018</b>				
Loans and borrowings	146,721,355,858	39,994,248,000	-	186,715,603,858
Trade and other payables	34,158,146,831	-	-	34,158,146,831
Accrued expenses	11,429,129,573	-	-	11,429,129,573
	<b>192,308,632,262</b>	<b>39,994,248,000</b>	<b>-</b>	<b>232,302,880,262</b>

The Company believes that risk level of loan repayment is low. The Company has the ability to pay debts matured from cash flows from its operating activities and cash received from matured financial assets.

### 38 . INFORMATION ABOUT INVESTED PROJECTS

The Company has been operating on mineral mining field (stone). According to Article No. 77 of Mineral Law No. 60/2010/QH12 dated 17 November 2010 and Decree No. 203/ND-CP dated 28 November 2013 by the Government, the Company has to pay a fee for the grant of the mining right under Notice on payment for charge for granting the mineral mining right issued by Tax Department.

From the year 2013, the Company has recorded the charges for granting the mineral mining right since the Mineral Law 2010 took effect. The value of the charges for granting the mineral mining right has recorded as follows:

The charges for granting the mineral mining right	Value	Value already paid	Value payable as at 30/06/2018
	VND	VND	VND
Year 2013	10,869,092,730	-	10,869,092,730 (*)
Year 2014	3,221,030,340	(3,221,030,340)	-
Year 2015	7,986,260,880	(7,986,260,880)	-
Year 2016	13,682,990,880	(13,682,990,880)	- (**)
<b>Cộng</b>	<b>22,076,383,950</b>	<b>(11,207,291,220)</b>	<b>10,869,092,730</b>

(\*) The charges recorded from 2011 (the time that Mineral Law took effect) to 2013. According to the Decision No 2370/QĐ-UBND dated 18 September 2015, Binh Duong People's Committee approved the charges for granting the mineral mining right for exploitation level down to cote -100m, the Company had not temporarily paid for this charge until receiving official announcement on payment from competent state management agencies.

(\*\*) The charges for granting the mineral mining right according to the Decision No 136/QĐ-UBND dated 18 January 2016, Binh Duong People's Committee approved the charges for granting the mineral mining right for exploitation level down to cote -100m, the reserves to calculate charge for granting the mineral mining right is 1,949,144 m<sup>3</sup>.

The year 2017 was the last year for exploitation under the existing license, the Company was currently completing the final procedures to apply for a license extension in Tan Dong Hiep Mine.

### 39 . EVENTS AFTER BALANCE SHEET DATE

There have been no significant events occurring after the reporting period, which would require adjustments or disclosures to be made in the Interim financial statements.

**40 . SEGMENT REPORTING**

**Under business fields:**

	Construction	Manufacturing	Others	Total
	VND	VND	VND	VND
Net revenue from sales to external customers	57,058,963,468	231,469,423,784	38,785,295,808	327,313,683,060
<b>Net revenue from business activities</b>	<b>(2,285,756,108)</b>	<b>89,808,998,017</b>	<b>(87,523,241,909)</b>	<b>-</b>
The total cost to acquire fixed assets	-	18,057,410,945	133,812,928	18,191,223,873
Segment assets	130,967,806,300	531,293,259,041	89,024,139,240	751,285,204,581
<b>Total assets</b>	<b>130,967,806,300</b>	<b>531,293,259,041</b>	<b>89,024,139,240</b>	<b>751,285,204,581</b>
Segment liabilities	48,599,238,722	197,151,106,499	33,034,877,175	278,785,222,396
<b>Total liabilities</b>	<b>48,599,238,722</b>	<b>197,151,106,499</b>	<b>33,034,877,175</b>	<b>278,785,222,396</b>

**Under geographical areas**

The entire activities of the Company are taken place in Vietnam so that the segment reporting under geographical areas was not prepared.

**41 . TRANSACTION AND BALANCES WITH RELATED PARTIES**

In the period, the Company has the transactions and balances with related parties as follows:

Transactions with other related parties:

	Relation	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
		VND	VND
<b>Mien Dong Joint Stock Company</b>	<b>Associate</b>		
- Revenues from sales of goods		5,929,909	-
- Liquidating, disposal		883,636,364	-
- Purchase of goods		355,669,581	-
- Dividends and profits earned		3,858,225,000	-
- Capital contribution		5,294,329,600	12,216,108,050

Outstanding balance up to the reporting date as follows:

	Relation	30/06/2018	01/01/2018
		VND	VND
<b>Mien Dong Joint Stock Company</b>	<b>Associate</b>		
- Short-term trade receivables		978,522,900	-
- Short-term trade payables		39,013,190	569,993

Transactions with other related parties:

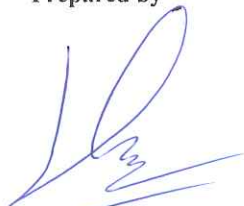
	From 01/01/2018 to 30/06/2018	From 01/01/2017 to 30/06/2017
	VND	VND
- Remuneration to General Directors	1,214,037,698	1,041,229,249
- Remuneration to members of The Board of Management and other managers	1,834,433,565	1,351,899,043

**42 . COMPARATIVE FIGURES**

The comparative figures are figures in the Financial Statements for the fiscal year ended as at 31 December 2017, which was audited by AASC Auditing Firm Company Limited. The figures on Interim statement of Income, Interim statement of Cash Flows and corresponding notes be compared to figures of the period from 01/01/2017 to 30/06/2017.

*Binh Duong Province, 05 August 2018*

**Prepared by**



**Do Viet Cuong**

**Chief Accountant**



**Nguyen Xuan Hieu**

**General Director**



**Vo Van Lan**



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