



**CONSOLIDATED
INTERIM FINANCIAL STATEMENTS
FOR THE FIRST 6 MONTHS
OF THE FISCAL YEAR ENDING 31 DECEMBER 2022**

CIC39 CORPORATION

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STATEMENT OF THE BOARD OF DIRECTORS

The Board of Directors of CIC39 Corporation (hereinafter referred to as “the Corporation”) presents this statement together with the Consolidated Interim Financial Statements for the first 6 months of the fiscal year ending 31 December 2022 including the Interim Financial Statements of the Corporation and those of its subsidiaries (hereinafter collectively referred to as “the Group”).

Business highlights

CIC39 Corporation (renamed from Construction Investment Corporation 3-2) is an enterprise which was equitized from a State-owned enterprise - Construction Investment Company 3-2 under the Decision No. 1214/QĐ-UBND dated 21 April 2008 of People’s Committee of Binh Duong Province. The Corporation has been operating in accordance with the Business Registration Certificate No. 3700146225, registered for the first time on 24 December 2008 and amended for the 12th time on 18 July 2022, granted by Department of Planning and Investment of Binh Duong Province.

Head office

- Address : No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province.
- Tel. : (84 - 274) 3 759 446
- Fax : (84 - 274) 3 755 605

The Corporation has the following affiliates:

Affiliates	Address
Branch of CIC39 Corporation - Construction Stone Plant	No. 635/1A, 1K Highway, Tan An Quarter, Tan Dong Hiep Ward, Di An City, Binh Duong Province
Branch of CIC39 Corporation - Concrete Sewer Plant	No. 6, Hill Road 16, Cay Cham Quarter, Thanh Phuoc Ward, Tan Uyen Town, Binh Duong Province
Branch of CIC39 Corporation - Concrete Brick Plant	No. 5/138 Binh Duong Boulevard, Hoa Lan 1 Quarter, Thuan Giao Ward, Thuan An City, Binh Duong Province
Business location of CIC39 Corporation - Long Nguyen Concrete Plant	No. 216B, Bung Thuoc Hamlet, Long Nguyen Commune, Bau Bang District, Binh Duong Province
Business location of CIC39 Corporation - 279 Construction Material Trading Center	No. 1/278, 22/12 Street, Hoa Lan 2 Quarter, Thuan Giao Ward, Thuan An City, Binh Duong Province

Principal business activities of the Corporation are:

- Growing trees;
- Dismantling;
- Drainage and waste water treatment;
- Installing industrial machinery and equipment;
- Wholesaling materials, other installation equipment in construction;
- Wholesaling iron and steel;
- Trading real estate; leasing land, offices, houses and workshops (in accordance with the planning); investing and trading traffic bridges, waterway ferry docks, roads;
- Completing construction works;
- Producing beds, wardrobes, tables, chairs;
- Growing trees, urban grass;
- Installing low-voltage power grids and stations with lines of under 35KV; constructing lighting systems; installing protection, alarm equipment, fire protection systems, lightning protection systems for construction works;
- Forging, stamping, pressing and laminating metal; refining metal powder (not forging, stamping, pressing, laminating, refining metal at the head office, the head office is only used as transaction office); mechanical processing (except for metal processing, coating, plating);
- Warehouse operations;
- Exploiting stone, sand, gravel, soil and clay (only after obtaining permits from competent agencies);



CIC39 CORPORATION

STATEMENT OF THE BOARD OF DIRECTORS (cont.)

- Providing construction consultancy. Designing civil and industrial construction works, road traffic works: designing architecture for works; providing interior and exterior designing for works; designing landscape; designing construction structure; designing electrical - electromechanical system for works; designing water supply and drainage systems; designing ventilation - heat supply and drainage system; designing information and communication networks for construction works; designing fire protection system;
- Contributing capital, purchasing shares;

Board of Management and Executive Officers

The Board of Management and the Executive Officers of the Corporation during the period and as of the date of this statement include:

The Board of Management

Full name	Position	Appointing/re-appointing/resigning date
Mr. Nguyen Le Van	Chairman	Appointed on 01 August 2020
Mr. Vo Van Lanh	Member	Appointed on 01 August 2020
Mr. Tran Van Binh	Member	Reappointed on 23 April 2019
Mr. Nguyen Huu Nghia	Member	Resigned on 21 April 2022
Mr. Trinh Tien Bay	Member	Appointed on 23 April 2019
Mr. Bui Tien Duc	Member cum Member of Audit Committee	Appointed on 21 April 2022

The Board of Directors

Full name	Position	Re-appointing date
Mr. Vo Van Lanh	General Director	25 March 2020
Mr. Tran Van Binh	Deputy General Director	25 March 2020

Legal Representative

The Corporation's legal representative during the period and as of the date of this statement is Mr. Vo Van Lanh - General Director (re-appointed on 25 March 2020).

Auditors

A&C Auditing and Consulting Co., Ltd. has been appointed to perform the review on the Group's Consolidated Interim Financial Statements for the first 6 months of the fiscal year ending 31 December 2022.

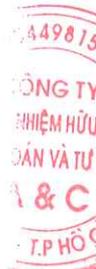
Responsibilities of the Board of Directors

The Board of Directors of the Corporation is responsible for the preparation of the Consolidated Interim Financial Statements to give a true and fair view of the consolidated financial position, the consolidated financial performance and the consolidated cash flows of the Group during the period. In order to prepare these Consolidated Interim Financial Statements, the Board of Directors must:

- select appropriate accounting policies and apply them consistently;
- make judgments and estimates prudently;
- state clearly whether the accounting standards applied to the Group are followed or not, and all the material differences from these standards are disclosed and explained in the Consolidated Interim Financial Statements;
- prepare the Consolidated Interim Financial Statements of the Group on the going-concern basis, except for the cases that the going-concern assumption is considered inappropriate;
- design and implement effectively the internal control system in order to ensure that the preparation and presentation of the Consolidated Interim Financial Statements are free from material misstatements due to frauds or errors.

The Board of Directors hereby ensures that all the accounting books of the Group have been fully recorded and can fairly reflect the financial position of the Group at any time, and that all the accounting books have been prepared in compliance with the applicable Accounting System. The Board of Directors is also responsible for managing the Group's assets and consequently has taken appropriate measures to prevent and detect frauds and other irregularities.

The Board of Directors hereby commits to the compliance with the aforementioned requirements in preparation of the Consolidated Interim Financial Statements.



A&C AUDITING AND CONSULTING CO., LTD.

Head Office : 02 Truong Son St., Ward 2, Tan Binh Dist., Ho Chi Minh City, Vietnam

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No. 1.1378/22/TC-AC

REPORT ON THE REVIEW OF CONSOLIDATED INTERIM FINANCIAL INFORMATION

**To: THE SHAREHOLDERS, THE BOARD OF MANAGEMENT AND THE BOARD OF DIRECTORS
CIC39 CORPORATION**

We have reviewed the accompanying Consolidated Interim Financial Statements of CIC39 Corporation (hereinafter referred to as “the Corporation”) and its subsidiaries (hereinafter collectively referred to as “the Group”), which were prepared on 25 August 2022 (from page 06 to page 47), including the Consolidated Interim Balance Sheet as of 30 June 2022, the Consolidated Interim Income Statement, the Consolidated Interim Cash Flow Statement for the first 6 months of the fiscal year ending 31 December 2022 and the Notes to the Consolidated Interim Financial Statements.

Responsibilities of the Board of Directors

The Board of Directors of the Corporation is responsible for the preparation, true and fair presentation of these Consolidated Interim Financial Statements in accordance with Vietnamese Accounting Standards and System as well as the legal regulations related to the preparation and presentation of the Consolidated Interim Financial Statements; and responsible for such internal control as the Board of Directors determines necessary to enable the preparation and presentation of the Consolidated Interim Financial Statements to be free from material misstatements due to frauds or errors.

Responsibilities of Auditors

Our responsibility is to express conclusion on these Consolidated Interim Financial Statements based on our review. We have conducted the review in accordance with the Vietnamese Standard on Review Engagements No. 2410 – Review on interim financial information performed by independent auditor of the entity.

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

Conclusion of Auditors

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Consolidated Interim Financial Statements have not given a true and fair view, in all material respects, of the consolidated financial position as of 30 June 2022 of the Group, its consolidated financial performance and its consolidated cash flows for the first 6 months of the fiscal year ending 31 December 2022, in conformity with the Vietnamese Accounting Standards and System and other legal regulations related to the preparation and presentation of the Consolidated Interim Financial Statements.

For and on behalf of
A&C Auditing and Consulting Co., Ltd.

Ly Quoc Trung
Deputy General Director

Audit Practice Registration Certificate No. 0099-2018-008-1

Ho Chi Minh City, 26 August 2022

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

CONSOLIDATED INTERIM BALANCE SHEET

(Full form)

As of 30 June 2022

Unit: VND

ITEMS	Code	Note	Ending balance	Beginning balance
A - CURRENT ASSETS	100		597.236.802.671	541.350.866.848
I. Cash and cash equivalents	110	V.1	112.088.437.221	113.761.289.692
1. Cash	111		26.702.601.574	47.998.401.065
2. Cash equivalents	112		85.385.835.647	65.762.888.627
II. Short-term financial investments	120		133.212.551.737	98.756.249.774
1. Trading securities	121	V.2a	45.153.127.275	10.657.726.235
2. Provisions for devaluation of trading securities	122	V.2a	(3.482.044.100)	(932.146.235)
3. Held-to-maturity investments	123	V.2b	91.541.468.562	89.030.669.774
III. Short-term receivables	130		246.409.352.033	256.154.719.465
1. Short-term trade receivables	131	V.3	94.048.411.736	129.145.672.155
2. Short-term prepayments to suppliers	132	V.4	34.285.649.180	19.398.037.574
3. Short-term inter-company receivables	133		-	-
4. Receivable according to the progress of construction contract	134		-	-
5. Receivables for short-term loans	135		-	-
6. Other short-term receivables	136	V.5	122.322.589.157	112.239.140.366
7. Allowance for short-term doubtful debts	137	V.6	(4.247.298.040)	(4.628.130.630)
8. Deficit assets for treatment	139		-	-
IV. Inventories	140	V.7	101.814.423.600	72.312.901.329
1. Inventories	141		102.555.324.058	73.072.565.828
2. Allowance for inventories	149		(740.900.458)	(759.664.499)
V. Other current assets	150		3.712.038.080	365.706.588
1. Short-term prepaid expenses	151	V.8a	245.869.152	186.865.797
2. Deductible VAT	152		9.854.666	9.565.939
3. Taxes and other receivables from the State	153	V.15	3.456.314.262	169.274.852
4. Trading Government bonds	154		-	-
5. Other current assets	155		-	-

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Consolidated Interim Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
B- NON-CURRENT ASSETS	200		415.743.638.488	431.683.829.547
I. Long-term receivables	210		-	-
1. Long-term trade receivables	211		-	-
2. Long-term prepayments to suppliers	212		-	-
3. Working capital in affiliates	213		-	-
4. Long-term inter-company receivables	214		-	-
5. Receivables for long-term loans	215		-	-
6. Other long-term receivables	216		-	-
7. Allowance for long-term doubtful debts	219		-	-
II. Fixed assets	220		180.919.784.927	193.002.154.137
1. Tangible fixed assets	221	V.9	121.485.682.375	132.682.908.149
- Historical cost	222		252.942.957.962	253.912.481.716
- Accumulated depreciation	223		(131.457.275.587)	(121.229.573.567)
2. Financial leased assets	224		-	-
- Historical cost	225		-	-
- Accumulated depreciation	226		-	-
3. Intangible fixed assets	227	V.10	59.434.102.552	60.319.245.988
- Initial cost	228		101.452.823.261	101.452.823.261
- Accumulated amortization	229		(42.018.720.709)	(41.133.577.273)
III. Investment property	230	V.11	3.980.930.561	4.260.721.169
- Historical costs	231		8.331.392.116	8.331.392.116
- Accumulated depreciation	232		(4.350.461.555)	(4.070.670.947)
IV. Long-term assets in process	240		935.331.809	437.728.137
1. Long-term work in process	241		-	-
2. Construction-in-progress	242	V.12	935.331.809	437.728.137
V. Long-term financial investments	250		164.362.232.793	168.869.920.446
1. Investments in subsidiaries	251		-	-
2. Investments in joint ventures and associates	252	V.2c	132.636.003.481	134.142.447.030
3. Investments in other entities	253	V.2d	22.700.887.800	22.702.131.904
4. Provisions for devaluation of long-term financial investments	254	V.2d	(224.658.488)	(224.658.488)
5. Held-to-maturity investments	255	V.2b	9.250.000.000	12.250.000.000
VI. Other non-current assets	260		65.545.358.398	65.113.305.658
1. Long-term prepaid expenses	261	V.8b	65.545.358.398	65.113.305.658
2. Deferred income tax assets	262		-	-
3. Long-term components and spare parts	263		-	-
4. Other non-current assets	268		-	-
5. Goodwill	269		-	-
TOTAL ASSETS	270		1.012.980.441.159	973.034.696.395

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Consolidated Interim Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
C - LIABILITIES	300		414.599.172.670	389.131.078.397
I. Current liabilities	310		380.871.705.170	350.739.410.897
1. Short-term trade payables	311	V.13	20.878.430.775	23.137.068.136
2. Short-term advances from customers	312	V.14	22.745.892.089	41.294.482.767
3. Taxes and other obligations to the State Budget	313	V.15	1.514.753.459	10.875.989.097
4. Payables to employees	314	V.16	3.030.552.206	8.609.657.829
5. Short-term accrued expenses	315	V.17	36.410.961.660	50.975.707.513
6. Short-term inter-company payables	316		-	-
7. Payable according to the progress of construction contracts	317		-	-
8. Short-term unearned revenue	318		14.545.440	14.545.443
9. Other short-term payables	319	V.18	7.195.897.457	25.819.347.099
10. Short-term borrowings and financial leases	320	V.19a	285.723.252.490	178.910.846.869
11. Provisions for short-term payables	321	V.20	3.286.255.265	3.467.824.145
12. Bonus and welfare funds	322	V.21	71.164.329	7.633.941.999
13. Price stabilization fund	323		-	-
14. Trading Government bonds	324		-	-
II. Non-current liabilities	330		33.727.467.500	38.391.667.500
1. Long-term trade payables	331		-	-
2. Long-term advances from customers	332		-	-
3. Long-term accrued expenses	333		-	-
4. Inter-company payables for working capital	334		-	-
5. Long-term inter-company payables	335		-	-
6. Long-term unearned revenue	336		-	-
7. Other long-term payables	337		-	-
8. Long-term borrowings and financial leases	338	V.19b	33.727.467.500	38.391.667.500
9. Convertible bonds	339		-	-
10. Preferred shares	340		-	-
11. Deferred income tax liability	341		-	-
12. Provisions for long-term payables	342		-	-
13. Science and technology development fund	343		-	-

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Consolidated Interim Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
D - OWNER'S EQUITY	400		598.381.268.489	583.903.617.998
I. Owner's equity	410		598.381.268.489	583.903.617.998
1. Capital	411	V.22	150.301.450.000	150.301.450.000
- Ordinary shares carrying voting rights	411a		150.301.450.000	150.301.450.000
- Preferred shares	411b		-	-
2. Share premiums	412	V.22	2.190.000.000	2.190.000.000
3. Bond conversion options	413		-	-
4. Other sources of capital	414		-	-
5. Treasury stocks	415	V.22	(20.100.000)	-
6. Differences on asset revaluation	416		-	-
7. Foreign exchange differences	417		-	-
8. Investment and development fund	418	V.22	214.632.363.885	214.632.363.885
9. Business arrangement supporting fund	419		-	-
10. Other funds	420		-	-
11. Retained earnings	421	V.22	229.311.967.157	214.814.400.032
- Retained earnings accumulated to the end of the previous period	421a		214.827.905.035	182.091.425.618
- Retained earnings of the current period	421b		14.484.062.122	32.722.974.414
12. Construction investment fund	422		-	-
13. Benefits of non-controlling shareholders	429	V.22	1.965.587.447	1.965.404.081
II. Other sources and funds	430		-	-
1. Sources of expenditure	431		-	-
2. Fund to form fixed assets	432		-	-
TOTAL LIABILITIES AND OWNER'S EQUITY	440		1.012.980.441.159	973.034.696.395


Do Viet Cuong
Preparer

Nguyen Xuan Hieu
Chief Accountant

Binh Duong, 25 August 2022


Vo Van Lan
General Director

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

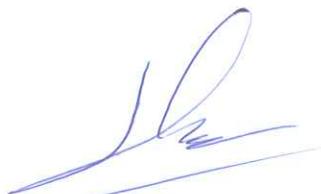
CONSOLIDATED INTERIM INCOME STATEMENT

(Full Form)

For the first 6 months of the fiscal year ending 31 December 2022

Unit: VND

ITEMS	Code	Note	Accumulated from the beginning of the year	
			Current year	Previous year
1. Sales	01	VI.1	280.201.627.374	216.339.856.711
2. Sales deductions	02		6.545.600	-
3. Net sales	10		280.195.081.774	216.339.856.711
4. Cost of sales	11	VI.2	242.658.878.260	183.721.847.521
5. Gross profit	20		37.536.203.514	32.618.009.190
6. Financial income	21	VI.3	3.691.927.748	9.726.828.128
7. Financial expenses	22	VI.4	8.714.546.125	6.660.874.772
In which: Loan interest expenses	23		6.152.374.846	6.660.874.772
8. Gain or loss in joint ventures, associates	24	V.2c	933.161.451	6.733.942.429
9. Selling expenses	25	VI.5	10.770.130.665	14.193.521.369
10. General and administration expenses	26	VI.6	7.362.403.407	8.899.144.443
11. Net operating profit	30		15.314.212.516	19.325.239.163
12. Other income	31	VI.7	3.592.732.756	2.666.132.503
13. Other expenses	32	VI.8	990.981.497	113.986.039
14. Other profit	40		2.601.751.259	2.552.146.464
15. Total accounting profit before tax	50		17.915.963.775	21.877.385.627
16. Current income tax	51	V.15	3.431.718.287	1.655.469.455
17. Deferred income tax	52		-	-
18. Profit after tax	60		14.484.245.488	20.221.916.172
19. Profit after tax of the Parent Company	61		14.484.062.122	20.222.585.287
20. Profit/(loss) after tax of non-controlling shareholders	62		183.366	(669.115)
21. Basic earnings per share	70	VI.9	857	1.253
22. Diluted earnings per share	71	VI.9	857	1.253


Do Viet Cuong
Preparer

Nguyen Xuan Hieu
Chief Accountant

Binh Duong, 25 August 2022

Vo Van Lanh
General Director

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

CONSOLIDATED INTERIM CASH FLOW STATEMENT

(Full form)

(Indirect method)

For the first 6 months of the fiscal year ending 31 December 2022

Unit: VND

ITEMS	Code	Note	Accumulated from the beginning of the year	
			Current year	Previous year
I. Cash flows from operating activities				
1. Profit before tax	01		17.915.963.775	21.877.385.627
2. Adjustments				
- Depreciation of fixed assets and investment properties	02	V.9, V.10, V.11	12.457.369.818	12.309.776.594
- Provisions and allowances	03	V.2, V.6, V.7, V.20	1.968.732.354	(826.698.275)
- Exchange gain/(loss) due to revaluation of monetary items in foreign currencies	04		-	-
- Gain/(loss) from investing activities	05	V.2c, VI.3, VI.7	(4.817.943.649)	(18.411.489.906)
- Interest expenses	06	VI.4	6.152.374.846	6.660.874.772
- Others	07		-	-
3. Operating profit before changes of working capital	08		33.676.497.144	21.609.848.812
- Increase/(decrease) of receivables	09		6.408.880.730	(26.409.688.652)
- Increase/(decrease) of inventories	10		(29.482.758.230)	(20.907.015.374)
- Increase/(decrease) of payables	11		(44.128.614.355)	(22.260.660.219)
- Increase/(decrease) of prepaid expenses	12		(491.056.095)	2.013.595.660
- Increase/(decrease) of trading securities	13		(34.495.401.040)	(1.796.936.368)
- Interests paid	14	V.18, VI.4	(6.117.628.862)	(6.765.161.731)
- Corporate income tax paid	15	V.15	(8.927.563.782)	(4.784.993.394)
- Other cash inflows	16	V.21	304.000.000	960.000.000
- Other cash outflows	17	V.18, V.21	(8.624.500.079)	(2.581.593.000)
Net cash flows from operating activities	20		(91.878.144.569)	(60.922.604.266)
II. Cash flows from investing activities				
1. Purchases and construction of fixed assets and other non-current assets	21	V.9, V.12, VII	(1.132.813.672)	(18.947.143.946)
2. Proceeds from disposals of fixed assets and other non-current assets	22	V.9, VI.7	420.982.727	2.842.768.432
3. Cash outflow for lending, buying debt instruments of other entities	23	V.2b	(2.510.798.788)	(3.354.252.069)
4. Cash recovered from lending, selling debt instruments of other entities	24	V.2b	3.000.000.000	67.020.658.588
5. Investments in other entities	25		-	(5.625.000.000)
6. Withdrawals of investments in other entities	26	V.2, VI.3	2.442.069.500	3.224.481.672
7. Interest earned, dividends and profits received	27	V.5, VI.3	3.892.570.230	12.777.254.598
Net cash flows from investing activities	30		6.112.009.997	57.938.767.275

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

For the first 6 months of the fiscal year ending 31 December 2022

Consolidated Interim Cash Flow Statement (cont.)

ITEMS	Code	Note	Accumulated from the beginning of the year	
			Current year	Previous year
III. Cash flows from financing activities				
1. Proceeds from issuing stocks and capital contributions from owners	31		-	-
2. Repayment for capital contributions and re-purchases of stocks already issued	32	V.22	(20.100.000)	-
3. Proceeds from borrowings	33	V.19	337.507.612.583	217.440.672.617
4. Repayment for loan principal	34	V.19	(235.359.406.962)	(267.435.909.957)
5. Payments for financial leased assets	35		-	-
6. Dividends and profit paid to the owners	36	V.18, V.22	(18.034.823.520)	(5.915.460)
<i>Net cash flows from financing activities</i>	40		84.093.282.101	(50.001.152.800)
Net cash flows during the period	50		(1.672.852.471)	(52.984.989.791)
Beginning cash and cash equivalents	60	V.1	113.761.289.692	90.427.262.563
Effects of fluctuations in foreign exchange rates	61		-	-
Ending cash and cash equivalents	70	V.1	112.088.437.221	37.442.272.772


 Do Viet Cuong
 Preparer


 Nguyen Xuan Hieu
 Chief Accountant

Binh Duong, 25 August 2022


 Vo Van Lan
 General Director

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CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

I. GENERAL INFORMATION

1. Ownership form

CIC39 Corporation (hereinafter referred to as “the Corporation” or “the Parent Company”) is a joint stock company.

2. Operating field

The Corporation’s operating fields are manufacturing, constructing, trading, real estate trading and servicing.

3. Principal business activities

Principal business activities of the Corporation are manufacturing stone, concrete and bricks; constructing works; trading construction materials; trading real estate; leasing cars, construction tools.

4. Normal operating cycle

Normal operating cycle of the Corporation is within 12 months.

5. Structure of the Group

The Group includes the Parent Company and 01 subsidiary under the control of the Parent Company. The subsidiary is consolidated in these Consolidated Interim Financial Statements.

5a. Subsidiary

The Group only invested in Tien Phuoc Construction Mineral Joint Stock Company – a subsidiary, located at Nam Dong Phu Industrial Park, Tan Lap Commune, Dong Phu District, Binh Phuoc Province. Principal business activities of this subsidiary are exploiting and processing stone. As of the balance sheet date, the Parent Company’s capital contribution rate at this subsidiary is 80%, the voting rate and benefit rate are 83,38% (including the direct ownership rate of 80% and the indirect ownership rate of 3,38%).

5b. List of associates reflected in Consolidated Interim Financial Statements at the owner’s equity method

Companies	Address	Principal business activities	Ownership rate		Voting rate	
			Ending balance	Beginning balance	Ending balance	Beginning balance
Mien Dong Joint-Stock Company	Road No. 1, Bien Hoa 1 Industrial Park, An Binh Ward, Bien Hoa City, Dong Nai Province.	Manufacturing, quarrying stone, trading real estate and construction and installation activities.	33,76 %	33,76%	33,76 %	33,76%
Thu Duc - Long An Centrifugal Concrete Joint Stock Company	Hamlet 3, An Thanh Commune, Ben Luc District, Long An Province.	Trading construction materials.	42,38 %	42,38%	42,38 %	42,38%

6. Statement of information comparability on the Consolidated Interim Financial Statements

The figures in the current period can be comparable with corresponding figures in the previous period.

7. Headcount

As of the balance sheet date, the Group’s headcount is 226 (headcount at the beginning of the year: 220).

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CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Notes to the Consolidated Interim Financial Statements (cont.)

II. FISCAL YEAR AND ACCOUNTING CURRENCY

1. Fiscal year

The fiscal year of the Group is from 01 January to 31 December annually.

2. Accounting currency unit

The accounting currency unit is Vietnamese Dong (VND) because the Group's transactions are primarily made in VND.

III. ACCOUNTING STANDARDS AND SYSTEM

1. Accounting System

The Group applies the Vietnamese Accounting Standards and System issued in accordance with the Circular No. 200/2014/TT-BTC dated 22 December 2014 guiding the Vietnamese Accounting System, the Circular No. 202/2014/TT-BTC dated 22 December 2014 giving guidance on the preparation and presentation of Consolidated Financial Statements and other Circulars guiding the implementation of Vietnamese Accounting Standards of the Ministry of Finance in preparation and presentation of the Consolidated Interim Financial Statements.

2. Statement of the compliance with the Accounting Standards and System

The Board of Directors ensures to follow all the requirements of the Vietnamese Accounting Standards and System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014, the Circular No. 202/2014/TT-BTC dated 22 December 2014 as well as other Circulars guiding the implementation of Vietnamese Accounting Standards of the Ministry of Finance in preparation and presentation of the Consolidated Interim Financial Statements.

IV. ACCOUNTING POLICIES

1. Accounting convention

All the Consolidated Interim Financial Statements are prepared on the accrual basis (except for the information related to cash flows).

2. Consolidation bases

The Consolidated Interim Financial Statements include the Interim Financial Statements of the Parent Company and those of its subsidiaries. A subsidiary is an enterprise that is controlled by the Parent Company. The control exists when the Parent Company has the power to directly or indirectly govern the financial and operating policies of the subsidiary to obtain economic benefits from its activities. In determining the control power, the potential voting right arising from options or debt and capital instruments that can be converted into common shares as of the balance sheet date should also be taken into consideration.

The financial performance of subsidiaries, which is bought or sold during the period, are included in the Consolidated Interim Income Statement from the date of acquisition or until the date of selling investments in those subsidiaries.

The Interim Financial Statements of the Parent Company and those of subsidiaries used for consolidation are prepared in the same accounting period and apply consistently accounting policies to the same types of transactions and events in similar circumstances. In the case that the accounting policy of a subsidiary is different from the accounting policy applied consistently in the Group, the Financial Statements of that subsidiary will be properly adjusted before being used for the preparation of the Consolidated Interim Financial Statements.

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CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Notes to the Consolidated Interim Financial Statements (cont.)

Intra-group balances in the Balance Sheet and intra-group transactions and unrealized profits resulting from these transactions must be completely eliminated. Unrealized losses resulting from intra-group transactions are also eliminated unless costs cannot be recovered.

Benefits of non-controlling shareholders reflect profit or loss and net assets of subsidiary, which are not held by the Group and presented in a separate item of the Consolidated Interim Income Statement and Consolidated Interim Balance Sheet (classified under "Owner's equity"). Benefits of non-controlling shareholders include the values of their non-controlling benefits at the initial date of business combination and those arise within the ranges of changes in owner's equity from the date of business combination. The losses arising in the subsidiaries are attributed equally to the ownership rate of non-controlling shareholders, even if such losses are higher than the interest owned by these shareholders in net assets of the subsidiaries.

3. Cash and cash equivalents

Cash includes cash on hand and demand deposits in banks. Cash equivalents are short-term investments of which the due dates cannot exceed 03 months from the dates of the investments and the convertibility into cash is easy, and which do not have a lot of risks in the conversion into cash as of the balance sheet date.

4. Financial investments

Trading securities

Investments classified as trading securities are those held by the Group for the trading purpose with the aim of making profit.

Trading securities are recognized at costs which include fair value of the payments made at the time of the transaction plus other costs attributable to transaction costs.

The time of recognizing trading securities is when the Group acquires the ownership, as follows:

- For listed securities: recognized at the time of order-matching (T+0).
- For unlisted securities: recognized at the time of acquiring official ownership as stipulated by law.

Dividends of the periods prior to the acquisition of trading securities are recorded as a decrease in the value of such securities. Dividends of the periods after the acquisition of such securities are recorded in the Group's revenues. Particularly, the dividends paid in form of shares are not recorded as an increase in values, but the increasing quantity is followed up.

Convertible shares are determined on the basis of the fair value at the date of exchange. The fair value of the shares is determined as follows:

- For shares of listed companies: the closing price listed on the stock market at the date of exchange. In case at the date of exchange, the stock market is not traded, the fair value of shares is the closing price of the preceding trading with the date of exchange.
- For unlisted shares traded on UPCOM: the closing price on UPCOM at the date of exchange. In case at the date of exchange, the UPCOM is not traded, the fair value of shares is the closing price of the preceding trading with the date of exchange.

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CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Notes to the Consolidated Interim Financial Statements (cont.)

- For other unlisted shares: the price agreed by the parties under the contracts or the carrying value at the time of exchange.

Provisions for devaluation of trading securities are made for each particular type of securities in the market of which the fair value is lower than costs. The fair value of trading securities which are securities listed on the stock market is the closing price at the most recent trading date by the balance sheet date.

Increases/(decreases) in the provisions for devaluation of trading securities as of the balance sheet date are recorded into "Financial expenses".

Gain or loss from transfer of trading securities is recognized into financial income or financial expenses. The costs are determined in accordance with the mobile weighted average method.

Held-to-maturity investments

Investments are classified as held-to-maturity investments that the Group intends and is able to hold to maturity. Held-to-maturity investments include term deposits and held-to-maturity bonds for the purpose of receiving periodical interest.

Held-to-maturity investments are initially recognized at cost including the purchase cost and other transaction costs. After initial recognition, these investments are recorded at recoverable value. Interest from these held-to-maturity investments after acquisition date is recognized in the profit or loss on the basis of the interest income to be received. Interests arising prior to the Group's acquisition of held-to-maturity investments are recorded as a decrease in the costs as at the acquisition time.

When there are reliable evidences proving that a part or the whole investment cannot be recovered and the loss are reliably determined, the loss is recognized as financial expenses during the period while the investment value is derecognized.

Investments in associates

An associate is an entity which the Group has significant influence but not the control to govern the financial and operating policies. Significant influence is the right to participate in making the associate's financial and operating policies but not control those policies.

Investments in associates are recorded as in the owner's equity method. Accordingly, the investment into associate is initially recorded at costs on the Consolidated Interim Financial Statements and then adjusted for the post acquisition change in the Group's share of net assets of the associate. If the Group's share of loss of an associate exceeds or equals the carrying amount of an investment, the investment is then reported at nil (0) value on the Consolidated Interim Financial Statements, except when the Group has obligations to pay on behalf of the associate to satisfy obligations of the associate.

The Interim Financial Statements of the associate are prepared for the accounting period that is the same with the Consolidated Interim Financial Statements of the Group. In the case that the accounting policy of an associate is different from the accounting policy applied consistently in the Group, the Interim Financial Statements of that associate will be properly adjusted before being used for the preparation of the Consolidated Interim Financial Statements.

Unrealized profits/(losses) arising from transactions with associates are eliminated in proportion to the amount under the Group's ownership in the preparation of the Consolidated Interim Financial Statements.

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CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Notes to the Consolidated Interim Financial Statements (cont.)

Investments in equity instruments of other entities

Investments in equity instruments of other entities include such investments in equity instruments that do not enable the Group to have the control, joint control or significant influence on these entities.

Investments in equity instruments of other entities are initially recognized at costs, including cost of purchase plus other directly attributable transaction costs. Values of these investments are derecognized for dividends and profits arising in the periods prior to the acquisition of such investments. Dividends and profit arising in the periods after the acquisition of investments are recorded into the Group's revenue. Particularly, the dividends paid in form of shares are not recorded as an increase in values, but the increasing quantity of shares is followed up.

Provisions for impairment of investments in equity instruments of other entities are made as follows:

- For investments in listed shares or fair value of investments which is reliably measured, provisions are made on the basis of the market value of shares.
- For investments of which the fair value cannot be measured at the time of reporting, provisions are made on the basis of the losses suffered by investees, at the rate equal to the difference between the actual capital invested by owners and the owner's equity as of the balance sheet date multiplying (x) by the Group's rate of charter capital over the total actual charter capital invested in these investees.

Increases/(decreases) in the provisions for impairment of investments in equity instruments of other entities as of the balance sheet date are recorded into "Financial expenses".

5. Receivables

Receivables are recognized at the carrying amounts less allowances for doubtful debts.

The classification of receivables as trade receivables and other receivables is made according the following principles:

- Trade receivables reflect receivables concerning the commercial nature arising from purchase and sale transactions between the Group and customers who are independent to the Group.
- Other receivables reflect receivables not concerning the commercial nature and irrelevant to purchase and sale transactions.

Allowance is made for each doubtful debt on the basis of the ages of debts after offsetting against liabilities (if any) or estimated loss as follows:

- As for overdue debts:
 - 30% of the value of debts overdue between 06 months and less than 01 year.
 - 50% of the value of debts overdue between 01 year and less than 02 years.
 - 70% of the value of debts overdue between 02 years and less than 03 years.
 - 100% of the value of debts overdue more than 03 years.
- As for doubtful debts: Allowance is made on the basis of the estimated loss.

Increases/(decreases) in the obligatory allowance for doubtful debts as of the balance sheet date are recorded into "General and administration expenses".

6. Inventories

Inventories are recognized at the lower of cost or net realizable value.

Cost of inventories is determined as follows:

- For materials and merchandises: Costs comprise costs of purchases and other directly relevant costs incurred in bringing the inventories to their present location and conditions.

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CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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Notes to the Consolidated Interim Financial Statements (cont.)

- Work-in-process: Costs comprise costs of main materials, labor and other directly relevant costs.
- For finished goods: Costs comprise costs of materials, direct labor and directly relevant general manufacturing expenses allocated on the basis of normal operations.

Stock-out costs are determined in accordance with the weighted average method and recorded in line with the perpetual method.

Net realizable value is the estimated selling price of inventories in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Allowance for inventories is recognized for each type of inventories when their costs are higher than their net realizable values. For services in progress, allowance is recognized for each type of services at their own specific prices. Increases/(decreases) in the obligatory allowance for inventories as of the balance sheet date are recorded into "Costs of sales".

7. Prepaid expenses

Prepaid expenses comprise actual expenses arising and relevant to financial performance in several accounting periods. Prepaid expenses of the Group mainly include expenses of tools, land use right, land rental and repair expenses. These prepaid expenses are allocated over the prepayment period or period of corresponding economic benefits generated from these expenses.

Tools

Expenses of tools being put into use are allocated into expenses in accordance with the straight-line method for the maximum period of 03 years.

Land use rights

Expenses of impermanent land use rights reflects the amount paid for the transfer and prepaid rental for land being used by the Group. Expenses of impermanent land use rights are allocated over the term regulated in Certificates of land use rights.

Land rental

Prepaid land rental reflects the rental prepaid for the land being used by the Group and is allocated into expenses over the lease term as regulated in the land lease.

Repair expenses

Expenses of fixed asset repairs arising once with high value are allocated into expenses in accordance with the straight-line method in 03 years.

8. Operating leased assets

A lease is classified as an operating lease if it transfers substantially all the risks and rewards incident to ownership belonging to the lessor. The lease expenses are allocated in the Group's operation costs in accordance with the straight-line method over the lease term and do not depend on the method of lease payment.

9. Tangible fixed assets

Tangible fixed assets are determined by their historical costs less accumulated depreciation. Historical costs of tangible fixed assets include all the expenses paid by the Group to bring the asset to its working condition for its intended use. Other expenses arising subsequent to initial recognition are included into historical costs of fixed assets only if it can be clearly demonstrated that the expenditure has resulted in future economic benefits expected to be obtained from the use of these assets. Those which do not meet the above conditions will be recorded into operation costs during the period.

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CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Notes to the Consolidated Interim Financial Statements (cont.)

When a tangible fixed asset is sold or disposed, its historical cost and accumulated depreciation are written off, then any gain or loss arising from such disposal is included in the income or the expenses during the period.

Tangible fixed assets are depreciated in accordance with the straight-line method over their estimated useful lives. The depreciation years applied are as follows:

<u>Fixed assets</u>	<u>Years</u>
Buildings and structures	06 – 25
Machinery and equipment	06 – 12
Vehicles	05 – 10
Office equipment	03 – 08

10. Intangible fixed assets

Intangible fixed assets are determined by their initial costs less accumulated amortization.

Initial costs of intangible fixed assets include all the costs paid by the Group to bring the asset to its working condition for its intended use. Other costs relevant to intangible fixed assets arising subsequent to initial recognition are included into operation costs during the period only if these costs are associated with a specific intangible fixed asset and result in future economic benefits expected to be obtained from the use of these assets.

When an intangible fixed asset is sold or disposed, its initial costs and accumulated amortization are written off, then any gain or loss arising from such disposal is included in the income or the expenses during the period.

The Group's intangible fixed assets include:

Land use right

Land use right includes all the actual expenses paid by the Group directly related to the land being used such as expenses to obtain the land use right, expenses for house removal, land clearance and ground leveling, registration fees, etc.

The land use right of the Group is amortized as follows:

- Land use right assigned by the State with collection of land use fees is amortized in accordance with the straight-line method over the land assigned period (50 years); if the land use right is permanent, it is not amortized.
- Land use right legally transferred is amortized in accordance with the straight-line method over the term of land use right (42 – 50 years), if the land use right is permanent, it is not amortized.

Computer software

Expenses attributable to computer software, which is not a part associated with the relevant hardware, will be capitalized. Costs of computer software include all the expenses paid by the Group until the date the software is put into use. Computer software is amortized in accordance with the straight-line method in 03-08 years.

11. Investment properties

Investment property is property which is a building or part of a building, infrastructure held by the Group or by the lessee under a finance lease to earn rentals or for capital appreciation. Investment properties for lease are measured at their historical costs less accumulated depreciation. Historical cost includes all the expenses paid by the Group or the fair value of other considerations given to acquire the assets up to the date of its acquisition or construction.

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Notes to the Consolidated Interim Financial Statements (cont.)

Expenses related to investment property arising subsequent to initial recognition should be added to the historical cost of the investment property when it is probable that future economic benefits, in excess of the originally assessed standard of performance of the existing investment property, will flow to the Group.

When the investment property is sold or disposed, its historical cost and accumulated depreciation are written off, then any gain or loss arising from such disposals is included in the income or the expenses during the period.

The transfer from owner-occupied property or inventories into investment property shall be made when, and only when, there is a change in use evidenced by the end of owner-occupation and the commencement of an operating lease to another party or the end of construction. The transfer from investment property to owner-occupied property or inventories shall be made when, and only when, there is a change in use evidenced by the commencement of owner-occupation or the commencement of development with a view to sale. The transfer from investment property to owner-occupied property or inventories does not change the historical cost or net book value of investment property at the date of transfer.

Investment property is depreciated in accordance with the straight-line method over their estimated useful lives. The depreciation years of the investment property are as follows:

<u>Fixed assets</u>	<u>Years</u>
Houses	25
Infrastructure	06 - 15

12. Construction-in-progress

Construction-in-progress reflects the expenses (including relevant loan interest expenses following the accounting policies of the Group) directly attributable to assets under construction, machinery and equipment under installation for purposes of production, leasing and management as well as the repair of fixed assets in progress. These assets are recorded at historical costs and not depreciated.

13. Business combination and goodwill

The business combination is accounted by applying acquisition method. The costs of business combination include the fair values as at the acquisition date of the exchanged assets, the incurred or assumed liabilities as well as the equity instruments issued by the Group in exchange for control of the acquiree, plus any cost directly attributable to the business combination. The acquired assets, the identifiable and contingent liabilities assumed from the business combination are recognized at their fair values as at the acquisition date.

If the business combination covers some accounting periods, the cost of business combination equals the total investment made at the date of obtaining the control of subsidiaries plus the amount of previous investments which are re-evaluated at fair value as at the date of obtaining the control of subsidiaries. The difference between the re-evaluated amount and the cost of investment shall be recorded in the financial performance provided that the Group does not have any significant influence on subsidiaries prior the date of obtaining the control and the investment in subsidiaries is presented in line with the cost method. In case where the Group has significant influence on the subsidiaries prior the date of obtaining the control the investment in subsidiaries is presented in line with the equity method, the difference between the re-evaluated amount and the cost of investment determined in line with the equity method shall be recorded in the financial performance; and the difference between the investment determined in line with the equity method and the cost of investment shall be directly recorded in "Retained earnings" of the Consolidated Interim Balance Sheet.

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Notes to the Consolidated Interim Financial Statements (cont.)

The excess of the cost of business combination over the ownership share of the Group in the net fair value of the assets, the identifiable and contingent liabilities of acquiree which are recognized at the date obtaining the control of subsidiaries is recognized as goodwill. If the ownership share of the Group in the net fair value of the assets, the identifiable and contingent liabilities of acquiree which are recognized at the date of obtaining the control of subsidiaries exceeds the cost of business combination, the difference will be included in the financial performance.

The benefit of non-controlling shareholders as at the date of business combination is initially measured on the basis of the ownership share of non-controlling shareholders in the fair values of the assets, the liabilities and the inherent liabilities recognized.

14. Payables and accrued expenses

Payables and accrued expenses are recorded for the amounts payable in the future associated with the goods and services received. Accrued expenses are recorded based on reasonable estimates for the amounts payable.

The classification of payables as trade payables, accrued expenses, and other payables is made on the basis of following principles:

- Trade payables reflect payables of commercial nature arising from the purchase of goods, services, or assets, of which the seller is an independent entity with the Group.
- Accrued expenses reflect expenses for goods, services received from suppliers or supplied to customers but have not been paid, invoiced or lack of accounting records and supporting documents; pay on leave payable to employees; and accrual of operation expenses.
- Other payables reflect payables of non-commercial nature and irrelevant to purchase, sales of goods or provisions of services.

The payables and accrued expenses are classified as short-term and long-term items in the Consolidated Interim Balance Sheet on the basis of their remaining term as of the balance sheet date.

15. Provisions for warranty of construction works

Provisions for warranty expenses are made for each type of construction works under the commitment of warranty.

The extraction of provisions for warranty of is 0,19% on total value of warranty works for civil works, and 0,45% on total value of infrastructure works. This rate is estimated on the basis of the warranty expenses in the previous years and weighted rate of all the possible bad results with corresponding probability. Upon expiry of the warranty period, provisions for warranty of construction works which are not used or not used up are recorded in other income.

16. Owner's equity

Capital

Capital is recorded according to the actual amounts invested by shareholders of the Parent Company.

Share premiums

Share premiums are recorded in accordance with the difference between the issuance price and face value upon the IPO, additional issue or the difference between the re-issuance price and carrying value of treasury shares and the equity component of convertible bonds upon maturity date. Expenses directly related to the additional issue of shares and the re-issuance of treasury shares are recorded as a decrease in share premiums.

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Treasury shares

When a share capital in the owner's equity is re-purchased, the amount payable including the expenses related to the transaction is recorded as treasury shares and a corresponding decrease in owner's equity then is recognized. When this share capital is re-issued, the difference between the re-issuance price and carrying value of treasury shares is recorded in "share premiums".

17. Profit distribution

Profit after tax is distributed to the shareholders after appropriation for funds under the Charter of the Group as well as legal regulations and approved by the General Meeting of Shareholders.

The distribution of profits to the shareholders is made with consideration toward non-cash items in the retained earnings that may affect cash flows and payment of dividends such as profit due to revaluation of assets contributed as investment capital, profit due to revaluation of monetary items, financial instruments and other non-cash items.

Dividends are recorded as payables upon approval of the General Meeting of Shareholders and notice on dividend payment of the Board of Management.

18. Recognition of sales and income

Sales of merchandises, finished goods

Sales of merchandises, finished goods shall be recognized when all of the following conditions are satisfied:

- The Group transfers most of risks and benefits incident to the ownership of products or goods to customers.
- The Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods, products sold.
- The amount of sales can be measured reliably. When the contracts stipulate that buyers have the right to return products, goods purchased under specific conditions, sales are recorded only when those specific conditions are no longer exist and buyers retains no right to return products, goods (except for the case that such returns are in exchange for other goods or services).
- The Group received or shall probably receive the economic benefits associated with sale transactions.
- The cost incurred or to be incurred in respect of the sale transaction can be measured reliably.

Sales of service provision

Sales of service provision shall be recognized when all of the following conditions are satisfied:

- The amount of sales can be measured reliably. When the contract stipulates that the buyer is entitled to return the services provided under specific conditions, sales is recognized only when these specific conditions are no longer existed and the buyer is not entitled to return the services provided.
- The Group received or shall probably receive the economic benefits associated with the provision of services.
- The stage of completion of the transaction at the end of reporting period can be measured reliably.
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

In the case that the services are provided in several accounting periods, the determination of sales is done on the basis of the volume of work done as of the balance sheet date.

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Notes to the Consolidated Interim Financial Statements (cont.)

Sales of real estates

Sales of real estates that invested by the Group shall be recognized when all of the following conditions are satisfied:

- real estates are fully completed and handed over to the buyers, and the Group transfers most of risks and benefits incident to the ownership of real estate to the buyer.
- the Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the real estates sold.
- the amount of sales can be measured reliably.
- the Group received or shall probably receive the economic benefits associated with the transaction.
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

In case the customer has the right to complete the interior of the real estate and the Group completes the interiors according to the designs, models as requested by customer under a separate contract on interior completion, revenues are recognized upon the completion and handover of the main construction works to customers.

Income from leasing operating assets

Income from leasing operating assets is recognized in accordance with the straight-line method during the lease term. Rentals received in advance for several periods are allocated to revenues in consistence with the lease term.

Interest

Interest is recorded, based on the term and the actual interest rate applied in each particular period.

Dividends and profit shared

Dividends and profit shared are recognized when the Group has the right to receive dividends or profit from the capital contribution. Particularly, the dividends paid in form of shares are not recorded as an increase in value, but the increasing quantity is followed up.

19. Construction contracts

Construction contract is a contract agreed for acquisition of an asset or combined assets closely relevant or mutually dependent on their design, technology, function or basic using purpose.

When the outcome of the construction contracts is estimated reliably:

- For the construction contracts stipulating that the contractors are paid according to the planned progress, revenue and costs related to these contracts are recognized in proportion to the stage of completion of contract activity as determined by the Group itself.
- For the construction contracts stipulating that the contractors are paid according to the work actually performed, revenue and costs related to these contracts are recognized in proportion to the stage of completion of contract activity as confirmed in the invoices made by the customers.

Increases/(decreases) in revenue of the works done, compensation receivable and other receivables are only recognized upon the agreement with customers.

When the results of the contract implementation cannot be estimated reliably:

- Contract revenue is recognized only to the extent that contract costs incurred are expected to be reliably recoverable.
- Contract costs are only recognized as actually incurred.

The difference between the accumulated revenue from the construction contract recognized and the accumulated amount in the invoices according to the planned progress of contract is recognized as an amount receivable or an amount payable according to the planned progress of implementation of the construction contracts.

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20. Sales deductions

Sales deductions include trade discounts, sales allowances, sales returns incurred in the same period of providing goods, merchandises, services, in which revenues are derecognized.

In case of goods, merchandises, services provided in the previous periods but trade discounts, sales allowances, sales returns incurred in the current period, revenues are derecognized as follows:

- If sales allowances, trade discounts, sales returns incur prior to the release of the Consolidated Interim Financial Statements, revenues are derecognized on the Consolidated Interim Financial Statements of the current period.
- If sales allowances, trade discounts, sales returns incur after the release of the Consolidated Interim Financial Statements, revenues are derecognized on the Consolidated Interim Financial Statements of the following period.

21. Borrowing costs

Borrowing costs are interests and other costs that the Corporation directly incurs in connection with the borrowing.

Borrowing costs are recorded as an expense when it is incurred. In case the borrowing costs are directly attributable to the construction or the production of an asset in progress, which takes a substantial period of time (over 12 months) to get ready for intended use or sales of the asset, these costs will be included in the cost of that asset. To the extent that the borrowings are especially for the purpose of construction of fixed assets and investment properties, the borrowing cost is eligible for capitalization even if construction period is under 12 months. Incomes arisen from provisional investments as loans are recognized as a decrease in the costs of relevant assets.

In the event that general borrowings are partly used for the acquisition, construction or production of an asset in progress, the costs eligible for capitalization will be determined by applying the capitalization rate to average accumulated expenditure on construction or production of that asset. The capitalization rate is computed at the weighted average interest rate of the borrowings not yet paid during the period, except for particular borrowings serving the purpose of obtaining a specific asset.

22. Expenses

Expenses are those that result in outflows of the economic benefits and are recorded at the time of transactions or when incurrence of the transaction is reliable regardless of whether payment for expenses is made or not.

Expenses and their corresponding revenues are simultaneously recognized in accordance with matching principle. In the event that matching principle conflicts with prudence principle, expenses are recognized based on the nature and regulations of accounting standards in order to guarantee that transactions can be fairly and truly reflected.

23. Corporate income tax

Corporate income tax includes current income tax and deferred income tax.

Current income tax

Current income tax is the tax amount computed based on the taxable income. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures, non-deductible expenses as well as those of non-taxable income and losses brought forward.

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Deferred income tax

Deferred income tax is the amount of corporate income tax payable or refundable due to temporary differences between book values of assets and liabilities serving the preparation of the Financial Statements and the values for tax purposes. Deferred income tax liabilities are recognized for all the temporary taxable differences. Deferred income tax assets are recorded only when there is an assurance on the availability of taxable income in the future against which the temporarily deductible differences can be used.

Carrying values of deferred corporate income tax assets are considered as of the balance sheet date and will be reduced to the rate that ensures enough taxable income against which the benefits from part of or all of the deferred income tax can be used. Deferred corporate income tax assets, which have not been recorded before, are considered as of the balance sheet date and are recorded when there is certainly enough taxable income to use these unrecognized deferred corporate income tax assets.

Deferred income tax assets and deferred income tax liabilities are determined at the estimated rate to be applied in the year when the assets are recovered or the liabilities are settled based on the effective tax rates as of the balance sheet date. Deferred income tax is recognized in the Income Statement. In the case that deferred income tax is related to the items of the owner's equity, corporate income tax will be included in the owner's equity.

The Group shall offset deferred tax assets and deferred tax liabilities if:

- The Group has the legal right to offset current income tax assets against current income tax liabilities; and
- Deferred income tax assets and deferred income tax liabilities are relevant to corporate income tax which is under the management of one tax authority either:
 - Of the same subject to corporate income tax; or
 - The Group has intention to pay current income tax liabilities and current income tax assets on a net basis or recover tax assets and settle tax liability simultaneously in each future period to the extent that the majority of deferred income tax liabilities or deferred income tax assets are paid or recovered.

24. Related parties

A party is considered a related party of the Group in case that party is able to control the Group or to cause material effects on the financial decisions as well as the operations of the Group. A party is also considered a related party of the Group in case that party is under the same control or is subject to the same material effects.

Considering the relationship of related parties, the nature of relationship is focused more than its legal form.

25. Segment reporting

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

A geographical segment is a distinguishable component of the Group 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.

The segment information is prepared and presented in conformity with the accounting policies applicable to the preparation and presentation of the Consolidated Interim Financial Statements of the Group.

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V. ADDITIONAL INFORMATION ON THE ITEMS OF THE CONSOLIDATED INTERIM BALANCE SHEET**1. Cash and cash equivalents**

	<u>Ending balance</u>	<u>Beginning balance</u>
Cash on hand	1.518.807.835	497.277.307
Banks deposits	25.183.793.739	47.501.123.758
Cash equivalents (Deposits of which the principal maturity is within 03 months)	<u>85.385.835.647</u>	<u>65.762.888.627</u>
Total	<u>112.088.437.221</u>	<u>113.761.289.692</u>

2. Financial investments

The financial investments of the Group include trading securities, held-to-maturity investments, investments in associates and investments in other entities. The Group's financial investments are as follows:

2a. Trading securities

	Ending balance			Beginning balance		
	<u>Original costs</u>	<u>Fair values</u>	<u>Provisions</u>	<u>Original costs</u>	<u>Fair values</u>	<u>Provisions</u>
Petrolimex Gas Corporation JSC	3.585.800.260	2.772.100.000	(813.700.260)	8.289.589.350	7.504.140.000	(785.449.350)
Cat Lai Port Joint Stock Company	8.296.102.814	7.388.835.000	(907.267.814)	-	-	-
Vingal-Vnsteel Industries Joint Stock Company	8.826.584.834	9.194.300.000	-	-	-	-
Tan Cang Warehousing Joint Stock Company	10.481.740.930	9.667.300.000	(814.440.930)	-	-	-
Can Don Hydro Power Joint Stock Company	13.962.898.437	13.016.263.341	(946.635.096)	2.368.136.885	2.221.440.000	(146.696.885)
Total	<u>45.153.127.275</u>	<u>42.038.798.341</u>	<u>(3.482.044.100)</u>	<u>10.657.726.235</u>	<u>9.725.580.000</u>	<u>(932.146.235)</u>

Fluctuations in provisions for impairments of trading securities are as follows:

	<u>Current period</u>	<u>Previous period</u>
Beginning balance	932.146.235	-
Provisions made	2.549.897.865	-
Ending balance	<u>3.482.044.100</u>	<u>-</u>

2b. Held-to-maturity investments

	Ending balance		Beginning balance	
	<u>Original costs</u>	<u>Carrying value</u>	<u>Original costs</u>	<u>Carrying value</u>
Short-term				
Term deposits (*)	91.541.468.562	91.541.468.562	89.030.669.774	89.030.669.774
Long-term				
Bonds (**)	9.250.000.000	9.250.000.000	12.250.000.000	12.250.000.000
Total	<u>100.791.468.562</u>	<u>100.791.468.562</u>	<u>101.280.669.774</u>	<u>101.280.669.774</u>

(*) This item reflects 12-month deposit. This deposit has been mortgaged to secure the overdraft loans from BIDV – Southern Binh Duong Branch (see Note No. V.19).

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(**) This item reflects bonds issued by BIDV and VietinBank. Details are as follows:

Issuers	Year of issuance	Term (years)	Ending balance	Beginning balance
BIDV	2018	10 years	1.980.000.000	1.980.000.000
BIDV	2019	10 years	1.270.000.000	1.270.000.000
BIDV	2020	7 years	-	3.000.000.000
VietinBank	2020	10 years	6.000.000.000	6.000.000.000
Total			9.250.000.000	12.250.000.000

All of these bonds have been mortgaged to secure the overdraft loans from BIDV – Southern Binh Duong Branch and VietinBank – Binh Duong Branch (see Note No. V.19).

2c. Investments in associates

	Ending balance			Beginning balance		
	Original costs	Profit generated after the investment date	Total	Original costs	Profit generated after the investment date	Total
Thu Duc - Long An Centrifugal Concrete Joint Stock Company	75.509.310.343	4.242.162.466	79.751.472.809	75.509.310.343	5.663.048.660	81.172.359.003
Mien Dong Joint-Stock Company	42.218.832.208	10.665.698.464	52.884.530.672	42.218.832.208	10.751.255.819	52.970.088.027
Total	117.728.142.551	14.907.860.930	132.636.003.481	117.728.142.551	16.414.304.479	134.142.447.030

The ownership of the Group at the associates is as follows:

	Beginning ownership value	Gain or loss during the period	Dividends, profits shared during the period	Ending ownership value
	Thu Duc - Long An Centrifugal Concrete Joint Stock Company	81.172.359.003	(1.420.886.194)	-
Mien Dong Joint-Stock Company	52.970.088.027	2.354.047.645	(2.439.605.000)	52.884.530.672
Total	134.142.447.030	933.161.451	(2.439.605.000)	132.636.003.481

Operation of associates

The associates have been in the normal operation and have not experienced any significant change compared to that of the previous year.

Transactions with associates

Transactions between the Group and its associates are as follows:

	Accumulated from the beginning of the year	
	Current period	Previous period
Thu Duc - Long An Centrifugal Concrete Joint Stock Company		
Dividend distribution	3.470.564.394	10.035.333.820
Sales of merchandises	-	350.000.000
Acquisition of fixed assets	-	6.121.309.200

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	<u>Accumulated from the beginning of the year</u>	
	<u>Current period</u>	<u>Previous period</u>
<i>Mien Dong Joint-Stock Company</i>		
Sales of merchandises	6.390.705.262	2.818.231.485
Sales of finished goods	443.470.556	1.073.413.509
Sales of construction contracts	-	-
Purchases of materials	23.551.948.973	711.198.884
Purchases of services	676.554.217	437.778.158
Dividend distribution	-	-
Sales of fixed assets	-	529.999.999

2d. Investments in other entities

	<u>Ending balance</u>			<u>Beginning balance</u>		
	<u>Original costs</u>	<u>Provisions</u>	<u>Fair value</u>	<u>Original costs</u>	<u>Provisions</u>	<u>Fair value</u>
Binh Duong General Construction and Consultation Joint Stock Company ^(a)	200.887.800	(200.887.800)	-	200.887.800	(200.887.800)	-
Hoa An Joint-Stock Company	-	-	-	1.244.104	-	2.800.000
Dong Phu - Binh Duong Highway Building Operation Transfer Joint Stock Company ^(b)	22.500.000.000	(23.770.688)	-	22.500.000.000	(23.770.688)	-
Total	22.700.887.800	(224.658.488)	-	22.702.131.904	(224.658.488)	-

(a) As of the balance sheet date, the Group held 18.098 shares, equivalent to 3,52% of charter capital of Binh Duong General Construction and Consultation Joint Stock Company.

(b) The Group registered to purchase 3.375.000 shares at the purchasing price of VND 33.750.000.000 (accounting for 15% of charter capital of Dong Phu - Binh Duong Highway Building Operation Transfer Joint Stock Company). As of the balance sheet date, the Group held 2.250.000 shares at the value of VND 22.500.000.000. The charter capital to be invested is VND 11.250.000.000.

Fair value

Fair value of investments with listed price is determined at the listed price as of the balance sheet date. The Group has not determined the fair value of the investments without listed price because there is no specific instruction on determination of fair value.

3. Short-term trade receivables

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Receivables from related parties</i>		
Mien Dong Joint-Stock Company	50.505.289.274	62.569.764.853
Thu Duc - Long An Centrifugal Concrete Joint Stock Company	1.842.862.059	634.234.504
<i>Receivables from other customers</i>		
Management Board of Di An City Construction Investment Project	7.238.584.000	2.615.985.193
Management Board of Dau Tieng District Construction Investment Project	170.604.000	9.516.006.000
Management Board of Thuan An City Construction Investment Project	106.045.000	3.731.728.767
Phuc Tai Cooperative	2.593.328.791	2.097.822.824
Other customers	31.591.698.612	47.980.130.014
Total	94.048.411.736	129.145.672.155

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4. Short-term prepayments to suppliers

	<u>Ending balance</u>	<u>Beginning balance</u>
Phuc Tai Cooperative	-	439.323.151
Phu Dong Phat Design Construction Trade Company Limited	25.188.503.480	10.704.440.127
Mr. Pham Van Danh	6.000.000.000	6.000.000.000
Other suppliers	3.097.145.700	1.508.738.296
Total	<u>34.285.649.180</u>	<u>19.398.037.574</u>

5. Other short-term receivables

	<u>Ending balance</u>		<u>Beginning balance</u>	
	<u>Value</u>	<u>Allowance</u>	<u>Value</u>	<u>Allowance</u>
<i>Receivables from related parties</i>	<i>11.398.888.961</i>	-	<i>11.448.888.961</i>	-
Mr. Tran Van Binh - Advance	5.380.540.000	-	5.430.540.000	-
Thu Duc - Long An Centrifugal Concrete Joint Stock Company – Receivable for cancelation of share capital	3.468.253.461	-	3.468.253.461	-
Thu Duc - Long An Centrifugal Concrete Joint Stock Company – Dividends receivable	2.550.095.500	-	2.550.095.500	-
<i>Receivables from other organizations and individuals</i>	<i>110.923.700.196</i>	-	<i>100.790.251.405</i>	-
Interest to be received	1.584.599.849	-	2.014.591.004	-
Short-term deposits and mortgages	5.226.654.045	-	5.226.146.924	-
Advances	103.866.944.043	-	93.493.151.160	-
Other short-term receivables	245.502.259	-	56.362.317	-
Total	<u>122.322.589.157</u>	-	<u>112.239.140.366</u>	-

6. Doubtful debts

	<u>Overdue period</u>	<u>Ending balance</u>		<u>Overdue period</u>	<u>Beginning balance</u>	
		<u>Original costs</u>	<u>Recoverable amount</u>		<u>Original costs</u>	<u>Recoverable amount</u>
<i>Construction Investment Joint Stock Company No. 14</i>						
Trade receivables	More than 03 years	2.087.609.955	-	More than 03 years	2.087.609.955	-
<i>Thien Bao Thanh Construction Co., Ltd.</i>						
Trade receivables	From 01 to 02 years	1.408.429.946	704.214.973	From 01 to 02 years	1.408.429.946	704.214.973
<i>Quang Phuoc Co., Ltd.</i>						
Trade receivables	More than 03 years	264.782.117	-	More than 03 years	264.782.117	-
<i>Xuan Loan Pte.</i>						
Trade receivables	More than 03 years	200.366.498	-	More than 03 years	200.366.498	-
<i>Receivables from other organizations and individuals</i>						
Trade receivables	More than 03 years	480.690.702	-	More than 03 years	480.690.702	-
	From 02 to 03 years	496.420.127	148.926.038	From 02 to 03 years	63.517.094	19.055.128
	From 01 to 02 years	256.053.113	128.026.557	From 01 to 02 years	1.575.813.209	787.906.604
	Less than 01 year	113.710.497	79.597.347	Less than 01 year	193.659.376	135.561.562
Total		<u>5.308.062.955</u>	<u>1.060.764.915</u>		<u>6.274.868.897</u>	<u>1.646.738.267</u>

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Fluctuations in allowances for doubtful debts are as follows:

	<u>Current period</u>	<u>Previous period</u>
Beginning balance	4.628.130.630	958.127.600
Allowance made/(Reversal of) allowance	(380.832.590)	360.489.310
Ending balance	<u>4.247.298.040</u>	<u>1.318.616.910</u>

7. Inventories

	<u>Ending balance</u>		<u>Beginning balance</u>	
	<u>Original costs</u>	<u>Allowance</u>	<u>Original costs</u>	<u>Allowance</u>
Materials and supplies	20.583.353.988	(10.671.302)	17.064.719.048	(10.671.302)
Tools	717.035.163	-	536.579.272	-
Work-in-process	14.577.222.078	-	6.161.776.442	-
Finished goods	61.143.404.994	(730.229.156)	48.982.744.912	(748.993.197)
Merchandises	5.534.307.835	-	326.746.154	-
Total	<u>102.555.324.058</u>	<u>(740.900.458)</u>	<u>73.072.565.828</u>	<u>(759.664.499)</u>

Ending balance of finished goods which are real estates with the carrying value of VND 23.703.088.188 (Beginning balance: VND 23.702.839.188) has been mortgaged to secure the loans from BIDV – Southern Binh Duong Branch (see Note No. V.19).

Fluctuations in allowances for inventories are as follows:

	<u>Current period</u>	<u>Previous period</u>
Beginning balance	759.664.499	85.416.523
Extraction for/(Reversal of) allowances	(18.764.041)	19.973.171
Ending balance	<u>740.900.458</u>	<u>105.389.694</u>

8. Prepaid expenses**8a. Short-term prepaid expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
Expenses of tools	164.279.454	98.786.738
Expenses of asset repairs	81.589.698	88.079.059
Total	<u>245.869.152</u>	<u>186.865.797</u>

8b. Long-term prepaid expenses

	<u>Ending balance</u>	<u>Beginning balance</u>
Expenses of tools	5.438.696.870	4.432.726.180
Land use right (*)	45.052.695.121	45.565.629.031
+ Expenses of land use right transfer	39.556.327.681	40.006.684.351
+ Land rental	5.496.367.440	5.558.944.680
Land rental (*)	13.785.286.524	13.953.363.768
Expenses of repairs	560.610.100	704.499.938
Other long-term prepaid expenses	708.069.783	457.086.741
Total	<u>65.545.358.398</u>	<u>65.113.305.658</u>

(*) Land use rights and land rental, of which the net book values are VND 56.842.124.028 (Beginning balance: VND 57.495.133.110) have been mortgaged to secure loans from BIDV - Southern Binh Duong Branch, VietinBank - Binh Duong Branch (see Note No. V.19).

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	Buildings and structures	Machinery and equipment	Vehicles	Office equipment	Total
Historical costs					
Beginning balance	75.599.856.015	134.665.092.110	42.285.457.775	1.362.075.816	253.912.481.716
Acquisition during the period	-	-	-	95.210.000	95.210.000
Liquidation and disposal	-	(213.310.095)	(851.423.659)	-	(1.064.733.754)
Ending balance	<u>75.599.856.015</u>	<u>134.451.782.015</u>	<u>41.434.034.116</u>	<u>1.457.285.816</u>	<u>252.942.957.962</u>
<i>In which:</i>					
Assets fully depreciated but still in use	7.807.725.626	19.311.960.343	10.687.346.098	1.362.075.816	39.169.107.883
Assets waiting for liquidation	-	-	-	-	-
Depreciation					
Beginning balance	32.200.186.420	59.202.445.103	28.464.866.228	1.362.075.816	121.229.573.567
Depreciation during the period	3.437.073.210	6.430.759.964	1.423.081.884	1.520.716	11.292.435.774
Liquidation and disposal	-	(213.310.095)	(851.423.659)	-	(1.064.733.754)
Ending balance	<u>35.637.259.630</u>	<u>65.419.894.972</u>	<u>29.036.524.453</u>	<u>1.363.596.532</u>	<u>131.457.275.587</u>
Net book values					
Beginning balance	43.399.669.595	75.462.647.007	13.820.591.547	-	132.682.908.149
Ending balance	<u>39.962.596.385</u>	<u>69.031.887.043</u>	<u>12.397.509.663</u>	<u>93.689.284</u>	<u>121.485.682.375</u>
<i>In which:</i>					
Assets temporarily not in use	-	-	-	-	-
Assets waiting for liquidation	-	-	-	-	-

Some tangible fixed assets, of which the net book values are VND 11.761.955.593 (Beginning balance: VND 12.771.086.882), have been mortgaged to secure the loans from BIDV - Southern Binh Duong Branch and VietinBank - Binh Duong Branch (see Note No. V.19).

10. Intangible fixed assets

	Land use right	Computer software	Total
Initial costs			
Beginning balance	100.504.903.261	947.920.000	101.452.823.261
Ending balance	<u>100.504.903.261</u>	<u>947.920.000</u>	<u>101.452.823.261</u>
<i>In which:</i>			
Assets fully amortized but still in use	24.867.893.735	832.920.000	25.700.813.735
Amortization			
Beginning balance	40.281.422.151	852.155.122	41.133.577.273
Amortization during the period	873.643.434	11.500.002	885.143.436
Ending balance	<u>41.155.065.585</u>	<u>863.655.124</u>	<u>42.018.720.709</u>
Net book values			
Beginning balance	60.223.481.110	95.764.878	60.319.245.988
Ending balance	<u>59.349.837.676</u>	<u>84.264.876</u>	<u>59.434.102.552</u>
<i>In which:</i>			
Assets temporarily not in use	-	-	-
Assets waiting for liquidation	-	-	-

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Some intangible fixed assets, i.e. land use right, of which the net book values are VND 28.804.234.366 (Beginning balance: VND 29.280.094.324) have been mortgaged to secure the loans from BIDV - Southern Binh Duong Branch and VietinBank - Binh Duong Branch (see Note No. V.19).

11. Investment property for lease

	Houses	Infrastructure	Total
Historical costs			
Beginning balance	7.374.299.499	957.092.617	8.331.392.116
Ending balance	7.374.299.499	957.092.617	8.331.392.116
<i>In which:</i>			
Assets fully depreciated but still leasing	-	-	-
Depreciation			
Beginning balance	3.298.165.319	772.505.628	4.070.670.947
Depreciation during the period	200.032.890	79.757.718	279.790.608
Ending balance	3.498.198.209	852.263.346	4.350.461.555
Net book values			
Beginning balance	4.076.134.180	184.586.989	4.260.721.169
Ending balance	3.876.101.290	104.829.271	3.980.930.561

Investment properties for lease, of which the net book values are VND 11.476.509.790 (Beginning balance: VND 1.543.190.880) have been mortgaged to secure the loans from BIDV - Southern Binh Duong Branch (see Note No. V.19).

List of investment properties as at the balance sheet date is as follows:

	Historical costs	Accumulated depreciation	Net book values
Nguyen Van Tiet Showroom	3.373.745.556	1.897.235.766	1.476.509.790
Kindergarten	4.000.553.943	1.600.962.443	2.399.591.500
Kios (Kt: 15.2*6.6) at Nguyen Van Tiet Residential Area	206.917.348	192.548.084	14.369.264
Kios (Kt: 6.8*3) at Nguyen Van Tiet Residential Area	238.837.166	222.251.261	16.585.905
Kios (Kt: 7.5*23.7) at Nguyen Van Tiet Residential Area	377.525.175	340.821.325	36.703.850
Kiosk at Road D4 - at Nguyen Van Tiet Residential Area	133.812.928	96.642.676	37.170.252
Total	8.331.392.116	4.350.461.555	3.980.930.561

12. Construction-in-progress

	Beginning balance	Increase during the period	Inclusion into fixed assets during the period	Ending balance
Thanh Phuoc concrete workshop - Phase 2	347.728.137	545.815.765	(80.265.263)	813.278.639
Thuan Giao brick plant	-	32.053.170		32.053.170
Other constructions	90.000.000	-	-	90.000.000
Total	437.728.137	577.868.935	(80.265.263)	935.331.809

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13. Short-term trade payables

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Payables to related party</i>	<i>493.406.964</i>	<i>233.010.461</i>
Mien Dong Joint-Stock Company	493.406.964	233.010.461
<i>Payables to other suppliers</i>	<i>20.385.023.811</i>	<i>22.904.057.675</i>
Thu Thanh Phat Company Limited	4.389.839.959	3.158.783.830
Dai Loc Phat Construction Trading Services Joint Stock Company	2.460.261.420	2.727.950.000
Hop Nhan Trading Transport and Mechanical Construction Joint Stock Company	2.664.706.831	2.370.550.760
Phuc Tai Cooperative	1.275.353.763	-
Hoang Phuong Dong Co., Ltd.	572.386.365	492.568.759
Hung Ngoc Duong Construction and Trading Co., Ltd.	428.210.092	432.037.330
Other suppliers	8.594.265.381	13.722.166.996
Total	<u>20.878.430.775</u>	<u>23.137.068.136</u>

The Group has no overdue trade payables.

14. Short-term advances from customers

	<u>Ending balance</u>	<u>Beginning balance</u>
Management Board of Thuan An City Construction Investment Project	11.451.983.136	31.129.443.700
Management Board of Dau Tieng District Construction Investment Project	-	4.035.265.000
Other customers	11.293.908.953	6.129.774.067
Total	<u>22.745.892.089</u>	<u>41.294.482.767</u>

15. Taxes and other obligations to the State Budget

	<u>Beginning balance</u>		<u>Increase during the period</u>		<u>Ending balance</u>	
	<u>Payables</u>	<u>Receivables</u>	<u>Amount payable</u>	<u>Amount paid</u>	<u>Payables</u>	<u>Receivables</u>
VAT on local sales	3.465.498.032	-	1.790.646.894	(7.703.799.023)	-	2.447.654.097
Corporate income tax	7.010.598.954	-	3.431.718.287	(8.927.563.782)	1.514.753.459	-
Personal income tax	-	169.274.852	1.533.410.604	(2.077.066.427)	-	712.930.675
Natural resource tax	300.670.760	-	1.259.672.100	(1.782.695.860)	-	222.353.000
Other taxes	-	-	8.000.000	(8.000.000)	-	-
Fees, legal fees and other duties	99.221.351	-	415.691.773	(588.289.614)	-	73.376.490
Total	<u>10.875.989.097</u>	<u>169.274.852</u>	<u>8.439.139.658</u>	<u>(21.087.414.706)</u>	<u>1.514.753.459</u>	<u>3.456.314.262</u>

Value added tax (VAT)

The Group companies have to pay VAT in accordance with the deduction method at the rate of 10%.

Corporate income tax

The Group companies have to pay corporate income tax on taxable income at the rate of 20%.

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Details of corporate income tax payable are as follows:

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Corporate income tax on income subject to tax of the current year	3.431.718.287	1.655.469.455
Adjustments of corporate income tax of the previous years	-	-
Corporate income tax to be paid	<u>3.431.718.287</u>	<u>1.655.469.455</u>

Determination of corporate income tax liability of the Group companies is based on currently applicable regulations on tax. Nonetheless, these tax regulations may change from time to time and tax regulations applicable to variety of transactions can be interpreted differently. Hence, the tax amounts presented in the Consolidated Interim Financial Statements can be changed upon the inspection of tax authorities.

Natural resource tax

The Group companies have to pay natural resource tax imposed on quarrying at the rate of 10% over the taxable value.

Land rental

Land rental is paid according to the notices of the tax authority.

Other taxes

The Group companies have declared and paid these taxes in line with the prevailing regulations.

16. Payables to employees

This item reflects the salary to be paid to employees.

17. Short-term accrued expenses

	<u>Ending balance</u>	<u>Beginning balance</u>
Temporarily accrued costs of construction and installation	33.499.589.475	47.796.202.613
Expenses for rehabilitation of quarry environment	363.058.390	363.058.390
Appropriation of local support expenses at Tan Dong Hiep quarry	1.639.949.999	1.639.949.999
Other short-term accrued expenses	908.363.796	1.176.496.511
Total	<u>36.410.961.660</u>	<u>50.975.707.513</u>

18. Other short-term payables

	<u>Ending balance</u>	<u>Beginning balance</u>
Trade Union's expenditure	78.508.880	70.664.580
Dividends payable	26.613.395	18.061.436.915
Payables for temporarily works warranty of construction teams, subcontractors	6.521.608.254	6.210.097.528
Remuneration to the Board of Management	-	771.227.412
Loan interest payable	207.872.638	173.126.654
Other short-term payables	361.294.290	532.794.010
Total	<u>7.195.897.457</u>	<u>25.819.347.099</u>

The Group has no other overdue payables.

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19. Borrowings

19a. Short-term borrowings

	<u>Ending balance</u>	<u>Beginning balance</u>
Short-term loans from banks	276.474.852.490	169.802.446.869
Loan from BIDV – Southern Binh Duong Branch ⁽ⁱ⁾	276.474.852.490	153.976.953.566
Loan from VietinBank – Binh Duong Branch ⁽ⁱⁱ⁾	-	15.825.493.303
Current portions of long-term loans (see Note No. V.19b)	9.248.400.000	9.108.400.000
Total	<u>285.723.252.490</u>	<u>178.910.846.869</u>

⁽ⁱ⁾ Loan from BIDV – Southern Binh Duong Branch is to supplement the working capital with credit line of VND 400.000.000.000 at the interest rate defined for each loan acknowledgement. The maximum loan term for each loan is 12 months. This loan is secured by mortgaging 12-month deposit balance, some other assets, i.e. finished real estate, prepaid expenses which are land use right, tangible fixed assets, intangible fixed assets and investment property (see Notes No. V.2b, V.7, V.8, V.9, V.10 and V.11).

The Group is solvent over short-term loans.

Details of increases/(decreases) of short-term borrowings during the period are as follows:

	<u>Beginning balance</u>	<u>Increase during the period</u>	<u>Transfer from long-term borrowings</u>	<u>Amount paid during the period</u>	<u>Ending balance</u>
Short-term loans from banks	169.802.446.869	337.507.612.583	-	(230.835.206.962)	276.474.852.490
Current portions of long-term loans	9.108.400.000	-	4.664.200.000	(4.524.200.000)	9.248.400.000
Ending balance	<u>178.910.846.869</u>	<u>337.507.612.583</u>	<u>4.664.200.000</u>	<u>(235.359.406.962)</u>	<u>285.723.252.490</u>

19b. Long-term borrowings

	<u>Ending balance</u>	<u>Beginning balance</u>
Loan from BIDV – Southern Binh Duong Branch ⁽ⁱ⁾	6.720.000.000	8.080.000.000
Loan from VietinBank – Binh Duong Branch ⁽ⁱⁱ⁾	27.007.467.500	30.311.667.500
Total	<u>33.727.467.500</u>	<u>38.391.667.500</u>

⁽ⁱ⁾ Loan from BIDV – Southern Binh Duong Branch is to refund investment in machinery and equipment for the production of unburnt bricks and purchase of vehicles at the floating interest rate. The loan term is 60 months, starting from the first disbursement date. This loan is secured by mortgaging some tangible fixed assets (see Note No. V.9).

⁽ⁱⁱ⁾ The medium and long-term loans from VietinBank – Binh Duong Branch are to acquire fixed assets and invest in Thanh Phuoc Plant at the floating interest rate. The loan terms are 5 years and 10 years respectively, starting from the first disbursement date. These loans are secured by mortgaging some assets, i.e. bonds, prepaid expenses which are land use right, tangible fixed assets and intangible fixed assets (see Notes No. V.2b, V.8, V.9 and V.10).

The Group is solvent over long-term loans.

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Payment schedule of long-term borrowings is as follows:

	<u>Ending balance</u>	<u>Beginning balance</u>
01 year or less	9.248.400.000	9.108.400.000
More than 01 year to 05 years	33.153.600.000	34.513.600.000
More than 05 years	573.867.500	3.878.067.500
Total	<u>42.975.867.500</u>	<u>47.500.067.500</u>

Details of increase/(decrease) of long-term borrowings are as follows:

	<u>Current period</u>	<u>Previous period</u>
Beginning balance	38.391.667.500	42.630.067.500
Increase	-	3.860.000.000
Transfer to short-term borrowings	(4.664.200.000)	(4.894.200.000)
Ending balance	<u>33.727.467.500</u>	<u>41.595.867.500</u>

19c. Overdue borrowings

The Group has no overdue loan.

20. Provisions for short-term payables

This item reflects provisions for warranty of construction works. Details are as follows:

	<u>Current period</u>	<u>Previous period</u>
Beginning balance	3.467.824.145	4.280.600.880
Increase due to extraction	(181.568.880)	(850.187.419)
Reversal	-	(356.973.337)
Ending balance	<u>3.286.255.265</u>	<u>3.073.440.124</u>

21. Bonus and welfare funds

	<u>Beginning balance</u>	<u>Increase due to other receivable</u>	<u>Disbursement during the period</u>	<u>Decrease due to excessive extraction</u>	<u>Ending balance</u>
Bonus fund	2.985.459.130	-	(2.914.294.801)	-	71.164.329
Welfare fund	3.288.945.866	304.000.000	(3.592.945.866)	-	-
Bonus fund for the Executive Officers	1.359.537.003	-	(1.346.032.000)	(13.505.003)	-
Total	<u>7.633.941.999</u>	<u>304.000.000</u>	<u>(7.853.272.667)</u>	<u>(13.505.003)</u>	<u>71.164.329</u>

22. Owner's equity**22a. Statement of fluctuations in owner's equity**

Information on the fluctuations in owner's equity is presented in the attached Appendix 01.

22b. Details of capital contribution of the owners

	<u>Ending balance</u>	<u>Beginning balance</u>
Local individuals	137.302.350.000	137.981.870.000
Foreign individuals	377.390.000	401.390.000
Local organizations	6.820.660.000	5.901.740.000
Foreign organizations	5.791.050.000	6.016.450.000
Treasury shares	10.000.000	-
Total	<u>150.301.450.000</u>	<u>150.301.450.000</u>

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	<u>Ending balance</u>	<u>Beginning balance</u>
Number of shares registered to be issued	15.030.145	15.030.145
Number of shares sold to the public	15.030.145	15.030.145
- Common shares	15.030.145	15.030.145
- Preferred shares	-	-
Number of shares repurchased	1.000	-
- Common shares	1.000	-
- Preferred shares	-	-
Number of outstanding shares	15.029.145	15.030.145
- Common shares	15.029.145	15.030.145
- Preferred shares	-	-

Face value of outstanding shares: VND 10.000.

22d. Profit distribution

The Resolution No. 01/NQ-ĐHĐCĐ dated 21 April 2022 of 2022 Annual General Meeting of Shareholders has decided to distribute profits as follows:

	<u>Amount distributed</u>	<u>Amount appropriated in the previous year</u>	<u>Amount appropriated in the current period</u>
• Dividends distributed to shareholders	36.072.348.000	18.036.174.000	-
• Appropriation for investment and development fund	18.657.499.541	18.657.499.541	-
• Appropriation for bonus and welfare funds	3.455.092.508	3.455.092.508	-
• Appropriation for bonus fund to the Executive Officers	1.382.037.003	1.382.037.003	-
• Appropriation for remuneration of the Board of Management	1.036.527.752	1.036.527.752	-

The remaining dividend payable at the rate of 12%/face value, equivalent to an amount of VND 18.036.174.000, has not been recognized in the Consolidated Interim Financial Statements because there has not official notice on dividend payment of the Board of Management of the Parent Company.

23. Off-Consolidated interim balance sheet items**23a. External leased assets**

The total minimum lease payment in the future for irrevocable leasing contracts will be settled as follows:

	<u>Ending balance</u>	<u>Beginning balance</u>
01 year or less	480.000.000	480.000.000
More than 01 year to 05 years	165.333.333	406.666.667
Total	645.333.333	886.666.667

23b. Treated doubtful debts

	<u>Ending balance</u>	<u>Beginning balance</u>	<u>Reasons for writing off</u>
Van Hai Construction Company Limited	484.735.894	484.735.894	Irrecoverable
Tien Phat Iron and Steel Construction Company Limited	660.504.913	660.504.913	Irrecoverable
Other subjects	1.149.413.384	1.149.413.384	Irrecoverable
Total	2.294.654.191	2.294.654.191	

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VI. ADDITIONAL INFORMATION ON THE ITEMS OF THE CONSOLIDATED INTERIM INCOME STATEMENT**1. Sales****1a. Gross sales**

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Sales of merchandises	83.676.718.770	61.716.982.791
Sales of finished goods	119.091.326.690	104.352.391.439
Sales of service provisions	5.684.395.925	3.677.526.686
Sales of real estate trading	1.011.818.190	596.818.186
Sales of construction contracts	70.737.367.799	45.996.137.609
Total	<u>280.201.627.374</u>	<u>216.339.856.711</u>

1b. Sales to related parties

Apart from sales of goods and service provisions to associates presented in Note No. V.2c, the Group has no sales of goods and service provisions to other related parties.

2. Costs of sales

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Costs of merchandises sold	65.271.710.980	52.943.737.056
Costs of finished goods sold	105.881.103.144	83.205.109.015
Costs of services provided	5.399.505.451	3.856.032.939
Costs of real estate trading	288.063.972	285.306.184
Costs of construction activities	65.837.258.754	43.411.689.156
Allowance/(Reversal of allowance) for inventories	(18.764.041)	19.973.171
Total	<u>242.658.878.260</u>	<u>183.721.847.521</u>

3. Financial income

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Demand deposit interests	17.290.187	14.215.731
Term deposit interests	3.048.483.075	2.078.029.397
Dividends and profit received	250.000	6.973.185.000
Interest on bonds	413.846.000	661.398.000
Interest on trading securities	210.838.090	-
Proceeds from liquidation of other short-term and long-term investments	1.220.396	-
Total	<u>3.691.927.748</u>	<u>9.726.828.128</u>

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	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Loan interest expenses	6.152.374.846	6.660.874.772
Expenses on sales of securities	7.348.652	-
Provisions for impairment of investments and investment loss	2.549.897.865	-
Other expenses	4.924.762	-
Total	<u>8.714.546.125</u>	<u>6.660.874.772</u>

5. Selling expenses

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Expenses for employees	174.544.538	397.890.089
Depreciation/(amortization) of fixed assets	93.676.548	130.771.766
Transport expenses	10.031.900.422	12.674.966.854
Other expenses	470.009.157	989.892.660
Total	<u>10.770.130.665</u>	<u>14.193.521.369</u>

6. General and administration expenses

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Employees	4.694.674.788	4.207.365.689
Office supplies	91.505.472	48.538.801
Depreciation/(amortization) of fixed assets	855.828.178	874.886.662
Taxes, fees and legal fees	8.000.000	8.020.000
Allowance/(Reversal of allowance) for doubtful debts	(380.832.590)	360.489.310
External services rendered	594.379.599	826.085.557
Other cash expenses	1.498.847.960	2.573.758.424
Total	<u>7.362.403.407</u>	<u>8.899.144.443</u>

7. Other income

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Proceeds from liquidation, disposal of fixed assets	420.982.727	1.964.935.080
Income from liquidation of tools	-	158.989.545
Recovery of spilled rock from the mine	1.170.059.364	-
Fines for violation of the contract	-	8.165.940
Reversal of provision for constructions under warranty	5.568.000	356.973.337
Other income	1.996.122.665	177.068.601
Total	<u>3.592.732.756</u>	<u>2.666.132.503</u>

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	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Fines for administrative violations	79.369.273	14.330.000
Other expenses	911.612.224	99.656.039
Total	<u>990.981.497</u>	<u>113.986.039</u>

9. Earnings per share**9a. Basic/diluted earnings per share**

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Accounting profit after corporate income tax	14.484.062.122	20.222.585.287
Appropriation for bonus and welfare funds	(1.199.218.932)	(1.147.217.906)
Appropriation for remuneration of the Board of Management	(399.739.644)	(245.832.408)
Profit used to calculate basic/diluted earnings per share	12.885.103.547	18.829.534.972
The average number of ordinary shares outstanding during the period	15.029.145	15.030.145
Basic/diluted earnings per share	<u>857</u>	<u>1.253</u>

9b. Other information

There is no transaction over the common share or potential common share from the balance sheet date until the date of these Consolidated Interim Financial Statements.

10. Operating costs

	Accumulated from the beginning of the year	
	<u>Current period</u>	<u>Previous year</u>
Materials and supplies	128.381.926.152	86.746.278.360
Labor costs	19.354.670.779	19.030.551.535
Depreciation/(amortization) of fixed assets	12.457.369.818	12.309.776.594
External services rendered	48.072.141.709	43.193.861.647
Other expenses	7.852.975.643	8.112.376.607
Total	<u>216.119.084.101</u>	<u>169.392.844.743</u>

VII. ADDITIONAL INFORMATION ON THE ITEMS OF THE CONSOLIDATED INTERIM CASH FLOW STATEMENT

As of the balance sheet date, the Group has no balances related to acquisition and construction of fixed assets (Beginning balance: VND 540.000.000).

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VIII. OTHER DISCLOSURES

1. Operating leased assets

As at the balance sheet date, the total minimum rental to be collected in the future from irrevocable operating leases is as follows:

	<u>Ending balance</u>	<u>Beginning balance</u>
01 year or less	2.410.509.091	2.752.945.455
More than 01 year to 05 years	5.072.710.606	6.113.110.606
More than 05 years	4.239.972.727	4.239.972.727
Total	<u>11.723.192.424</u>	<u>13.106.028.788</u>

2. Transactions and balances with related parties

The Group's related parties include the key managers, their related individuals and other related parties.

2a. Transactions and balances with the key managers and their related individuals

The key managers include the Board of Management and the Executive Officers (the Board of Directors and the Chief Accountant) of the Parent Company. The key managers' related individuals are their close family members.

Transactions with the key managers and their related individuals

The Group has no sales of goods and service provisions and no other transactions with the key managers and their related individuals.

Receivables from and payables to the key managers and their related individuals

The receivables from and payables to the key managers and their related individuals are presented in Note No. V.5.

Income of the key managers

	<u>Position</u>	<u>Salary</u>	<u>Bonus</u>	<u>Remuneration</u>	<u>Total</u>
Current period					
<i>Board of Management</i>					
Mr. Nguyen Le Van	Chairman	-	-	269.165.000	269.165.000
Mr. Vo Van Lanh	Member	-	-	147.472.000	147.472.000
Mr. Tran Van Binh	Member	-	-	135.666.000	135.666.000
Mr. Nguyen Huu Nghia	Member	-	-	166.465.000	166.465.000
Mr. Trinh Tien Bay	Member	-	-	166.505.000	166.505.000
Mr. Bui Tien Duc	Member	-	-	21.000.000	21.000.000
<i>Executive Officers</i>					
Mr. Vo Van Lanh	General Director	470.544.000	561.377.000	-	1.031.921.000
Mr. Tran Van Binh	Deputy General Director	345.207.000	393.519.000	-	738.726.000
<i>Other managers</i>					
Mr. Nguyen Xuan Hieu	Chief Accountant	343.279.000	432.686.000	-	775.965.000
Mr. Lu Minh Quan	Corporate Administrator	-	-	100.251.000	100.251.000
Total		<u>1.159.030.000</u>	<u>1.387.582.000</u>	<u>906.273.000</u>	<u>3.553.136.000</u>

CIC39 CORPORATION

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CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Notes to the Consolidated Interim Financial Statements (cont.)

	<u>Position</u>	<u>Salary</u>	<u>Bonus</u>	<u>Remuneration</u>	<u>Total</u>
Previous period					
Board of Management					
Mr. Nguyen Le Van	Chairman	-	-	238.438.000	238.438.000
Mr. Vo Van Lanh	Member	-	-	249.671.000	249.671.000
Mr. Tran Van Binh	Member	-	-	142.580.000	142.580.000
Mr. Nguyen Huu Nghia	Member	-	-	198.107.000	198.107.000
Mr. Trinh Tien Bay	Member	-	-	142.580.000	142.580.000
Executive Officers					
Mr. Vo Van Lanh	General Director	286.242.000	659.116.000	-	945.358.000
Mr. Tran Van Binh	Deputy General Director	211.247.000	455.982.000	-	667.229.000
Other managers					
Mr. Nguyen Xuan Hieu	Chief Accountant	170.719.000	455.982.000	-	626.701.000
Mr. Lu Minh Quan	Corporate Administrator	-	-	110.434.000	110.434.000
Total		668.208.000	1.571.080.000	1.081.810.000	3.321.098.000

2b. Transactions and balances with other related parties

Other related parties of the Group include:

<u>Other related parties</u>	<u>Relationship</u>
Mien Dong Joint - Stock Company	Associate
Thu Duc - Long An Centrifugal Concrete Joint Stock Company	Associate

Transactions with other related parties

Apart from transactions with associates presented in Note No. V.2c and sales of goods and service provisions to other related parties which are not its associates presented in Note No. VI.1b, the Group has no transactions with other related parties

The prices of merchandises and services supplied to other related parties are mutually agreed prices. The purchases of merchandises and services from other related parties are done at the agreed prices.

Receivables from and payables to other related parties

The receivables from and payables to other related parties are presented in Notes No. V.3, V.5 and V.13.

3. Segment information

The primary reporting format is the business segment since the Group's operations are organized and managed based on the natures of products and services provided.

3a. Information on business segment

The Group has the following main business segments:

- Segment 01: Manufacture of sewer, bricks and stones.
- Segment 02: Construction.
- Segment 03: Construction materials.
- Segment 04: Others.

Segment information on business segment of the Group is presented in the attached Appendix 02.

3b. Information on geographical segment

All operations of the Group take place only in Vietnamese territory.

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CONSOLIDATED INTERIM FINANCIAL STATEMENTS

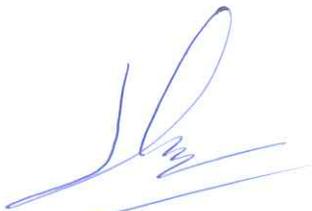
For the first 6 months of the fiscal year ending 31 December 2022

Notes to the Consolidated Interim Financial Statements (cont.)

4. Subsequent events

There is no material subsequent event which is required adjustments or disclosures in the Consolidated Interim Financial Statements.

Binh Duong, 25 August 2022



Do Viet Cuong
Preparer



Nguyen Xuan Hieu
Chief Accountant



Vo Van Lanh
General Director

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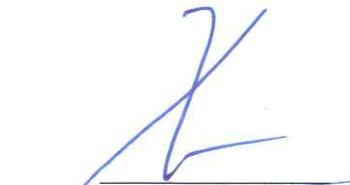
CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Appendix 01: Statement of fluctuations in owner's equity

Unit: VND

	Capital	Share premiums	Treasury shares	Investment and development fund	Retained earnings	Benefits of non-controlling shareholders	Total
Beginning balance of the previous year	150.301.450.000	2.190.000.000	-	195.974.864.344	199.832.909.327	1.966.126.009	550.265.349.680
Profit/(loss) in the previous period	-	-	-	-	20.222.585.287	(669.115)	20.221.916.172
Extraction for funds in the previous period	-	-	-	18.657.499.541	-	-	18.657.499.541
Dividend and profit distribution in the previous period	-	-	-	-	(18.036.174.000)	-	(18.036.174.000)
Ending balance of the previous period	150.301.450.000	2.190.000.000	-	214.632.363.885	202.019.320.614	1.965.456.894	571.108.591.393
Beginning balance of the current year	150.301.450.000	2.190.000.000	-	214.632.363.885	214.814.400.032	1.965.404.081	583.903.617.998
Repurchase of issued shares	-	-	(20.100.000)	-	-	-	(20.100.000)
Profit in the current period	-	-	-	-	14.484.062.122	183.366	14.484.245.488
Proceeds from the fund due to excessive extraction	-	-	-	-	13.505.003	-	13.505.003
Ending balance of the current period	150.301.450.000	2.190.000.000	(20.100.000)	214.632.363.885	229.311.967.157	1.965.587.447	598.381.268.489


Do Viet Cuong
Preparer

Nguyen Xuan Hieu
Chief Accountant

Binh Duong, 25 August 2022



**CÔNG TY
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CIC39**

Vo Van Lanh



General Director



CIC39 CORPORATION

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CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Appendix 02: Segment information according to business segments

Unit: VND

The information on financial performance, fixed assets, other non-current assets and remarkable non-cash expenses according to business segments of the Group is as follows:

	Construction	Manufacture	Construction materials	Others	Total
Current period					
Net external sales	70.737.367.799	119.084.781.090	83.676.718.770	6.696.214.115	280.195.081.774
Net inter-segment sales	-	-	-	-	-
Total net sales	70.737.367.799	119.084.781.090	83.676.718.770	6.696.214.115	280.195.081.774
Current income tax	4.900.109.045	13.222.441.987	18.405.007.790	1.008.644.692	37.536.203.514
Expenses not attributable to segments					(18.132.534.072)
Operating profit					19.403.669.442
Financial income					3.691.927.748
Financial expenses					(8.714.546.125)
Gain or loss in joint ventures and associates					933.161.451
Other income					3.592.732.756
Other expenses					(990.981.497)
Current income tax					(3.431.718.287)
Deffered income tax					-
Profit after tax					14.484.245.488
Total expenses on acquisition of fixed assets and other non-current assets	440.956.684	1.189.876.413	1.656.251.143	90.767.086	3.377.851.326
Total depreciation/(amortization) and allocation of long-term prepayments	1.923.748.671	5.191.038.602	7.225.677.828	395.986.879	14.736.451.980
Total remarkable non-cash expenses (except for depreciation/(amortization) and allocation of long-term prepayments)	49.715.236	134.151.469	186.732.438	10.233.449	380.832.592



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CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Appendix 02: Segment information according to business segments (cont.)

	Construction	Manufacture	Construction materials	Others	Total
Previous period					
Net external sales	45.996.137.609	104.352.391.439	61.716.982.791	4.274.344.872	216.339.856.711
Net inter-segment sales	-	-	-	-	-
Total net sales	45.996.137.609	104.352.391.439	61.716.982.791	4.274.344.872	216.339.856.711
Segment financial performance	2.584.448.453	21.127.309.253	8.773.245.735	133.005.749	32.618.009.190
Expenses not attributable to segments					(23.092.665.812)
Operating profit					9.525.343.378
Financial income					9.726.828.128
Financial expenses					(6.660.874.772)
Gain or loss in joint ventures and associates					6.733.942.429
Other income					2.666.132.503
Other expenses					(113.986.039)
Current income tax					(1.655.469.455)
Deffered income tax					-
Profit after tax					20.221.916.172
Total expenses on acquisition of fixed assets and other non-current assets	713.451.419	5.832.311.628	2.421.903.447	36.716.979	9.004.383.473
Total depreciation/(amortization) and allocation of long-term prepayments	1.171.792.716	9.579.152.976	3.977.802.473	60.305.002	14.789.053.167
Total remarkable non-cash expenses (except for depreciation/(amortization) and allocation of long-term prepayments)	28.562.934	233.495.830	96.960.586	1.469.960	360.489.310

CIC39 CORPORATION

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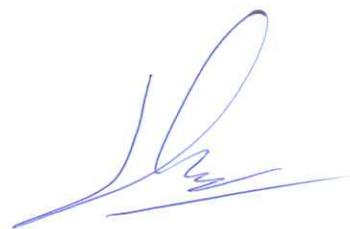
CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2022

Appendix 02: Segment information according to business segments (cont.)

The Group's assets and liabilities according to business segments are as follows:

	Construction	Manufacture	Construction materials	Others	Total
Ending balance					
Allocated assets	170.765.505.478	287.479.920.024	202.002.104.717	16.165.181.484	676.412.711.703
Unallocated assets					336.567.729.456
Total assets					1.012.980.441.159
Allocated liabilities	104.650.731.210	176.177.172.049	123.793.548.968	9.906.556.114	414.528.008.341
Unallocated liabilities					71.164.329
Total liabilities					414.599.172.670
Beginning balance					
Allocated assets	235.956.298.754	259.453.396.394	145.408.257.350	25.598.732.034	666.416.684.532
Unallocated assets					306.618.011.863
Total assets					973.034.696.395
Allocated liabilities	135.075.628.175	148.526.785.194	83.240.463.625	14.654.259.404	381.497.136.398
Unallocated liabilities					7.633.941.999
Total liabilities					389.131.078.397


Do Viet Cuong
Preparer

Nguyen Xuan Hieu
Chief Accountant

Binh Duong, 25 August 2022

Vo Van Lanh
General Director