

**CONSOLIDATED
FINANCIAL STATEMENTS**

FOR THE FISCAL YEAR ENDED 31 DECEMBER 2019

GEMADEPT CORPORATION

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STATEMENT OF THE BOARD OF DIRECTORS

The Board of Directors of Gemadept Corporation (hereinafter referred to as “the Corporation”) presents this statement together with the Consolidated Financial Statements for the fiscal year ended 31 December 2019 including the Financial Statements of the Corporation and those of its subsidiaries (hereinafter collectively referred to as “the Group”).

Business highlights

Gemadept Corporation has been operating under the Business Registration Certificate No. 0301116791, registered for the 1st time on 01 November 1993 and amended for the 24th time on 04 June 2019, granted by Ho Chi Minh City Department of Planning and Investment.

Head office

- Address : No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam
- Tel. : (84-28) 38 236 236
- Fax : (84-28) 38 235 236

The Corporation has been consistent with its strategy to develop core businesses and to selectively diversify business sectors. The business scopes of the Corporation include port operation, logistics, forestry and real estate.

- Port operation: Operating a port system stretching from the North to the South, in big cities and at major industrial zones: Phuoc Long Port, Nam Hai Port, Nam Hai Dinh Vu Port, Nam Dinh Vu Port, Dung Quat Port, Binh Duong Port, Nam Hai ICD and investing in the projects of Gemalink Cai Mep Deep-sea Container Port;
- Logistics: Distribution centers; container liner services; project cargo transport; multi-modal transport, ship and crew management; shipping agency and freight forwarding services; air-cargo terminal, etc.
- Forestry: Planting, caring, exploiting and processing rubber trees and other industrial crops in Cambodia;
- Real estate: Building and operating commercial centers, hotels, office buildings in big cities of Vietnam and Indochina including Saigon Gem Mixed-use Development project and Gemadept Mixed-use Development project in Vientiane- Laos.

Board of Management and Executive Officers

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

The Board of Management

Full name	Position
Mr. Do Van Nhan	Chairman
Mr. Chu Duc Khang	Vice Chairman
Mr. Phan Thanh Loc	Vice Chairman
Mr. Do Van Minh	Member
Mr. Vu Ninh	Member
Ms. Nguyen Minh Nguyet	Member
Ms. Bui Thi Thu Huong	Member
Mr. Bolat Duisenov	Member
Mr. David Do	Member
Ms. Ha Thu Hien	Member
Ms. Le Thuy Huong	Member (resigned)
Mr. Tsuyoshi Kato	Member (additionally elected)

The Control Board

Full name	Position
Mr. Luu Tuong Giai	Chief of the Board
Ms. Vu Thi Hoang Bac	Member
Mr. Tran Duc Thuan	Member
Ms. Phan Cam Ly	Member
Ms. Tran Hoang Ngoc Uyen	Member



GEMADEPT CORPORATION

STATEMENT OF THE BOARD OF DIRECTORS (cont.)

The Board of Directors

Full name	Position
Mr. Do Van Minh	General Director
Mr. Pham Quoc Long	Deputy General Director
Mr. Nguyen Thanh Binh	Deputy General Director
Mr. Nguyen The Dung	Deputy General Director
Mr. Do Cong Khanh	Deputy General Director
Mr. Chu Duc Khang	Deputy General Director (resigned)

Legal Representative

The Corporation's legal representative during the year and as of the date of this statement is Mr. Do Van Minh – General Director (reappointed on 08 June 2018).

Auditors

A&C Auditing and Consulting Co., Ltd. has been appointed to perform the audit on the Group's Consolidated Financial Statements for the fiscal year ended 31 December 2019.

Responsibilities of the Board of Directors

The Board of Directors of the Corporation is responsible for the preparation of the Consolidated 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 year. In order to prepare these Consolidated 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 Financial Statements;
- prepare the Consolidated 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 Financial Statements are free from material misstatements due to frauds or errors.

The Board of Directors hereby ensures that all the accounting books 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 Financial Statements.

Approval of the Financial Statements

The Board of Directors of the Corporation hereby approves the accompanying Consolidated Financial Statements, which give a true and fair view of the consolidated financial position of the Group as of 31 December 2019, its consolidated financial performance and its consolidated cash flows for the fiscal year then ended in conformity with the Vietnamese Accounting Standards and System and other legal regulations related to the preparation and presentation of the Consolidated Financial Statements.

For and on behalf of the Board of Directors,



Do Van Minh
General Director

Date: 06 April 2020

Head Office	: 02 Trương Sơn St., Tân Bình Dist., Ho Chi Minh City, Vietnam	
	Tel: +84 (028) 3547 2972	Fax: +84 (028) 3547 2970
		kttv@a-c.com.vn
Branch in Ha Noi	: 40 Giang Vo St., Dong Da Dist., Ha Noi City, Vietnam	
	Tel: +84 (024) 3736 7879	Fax: +84 (024) 3736 7869
		kttv.hn@a-c.com.vn
Branch in Nha Trang	: Lot STH06A/01, Le Hong Phong II Urban Area, Phuoc Hai Ward, Nha Trang City, Vietnam	
	Tel: +84 (0258) 246 5151	Fax: +84 (0258) 246 5806
		kttv.nt@a-c.com.vn
Branch in Can Tho	: 15-13 Vo Nguyen Giap St., Cai Rang Dist., Can Tho City, Vietnam	
	Tel: +84 (0292) 376 4995	Fax: +84 (0292) 376 4996
		kttv.ct@a-c.com.vn

No. 1.0943/20/TC-AC

INDEPENDENT AUDITOR'S REPORT**To: THE SHAREHOLDERS, THE BOARD OF MANAGEMENT AND THE BOARD OF DIRECTORS
GEMADEPT CORPORATION**

We have audited the accompanying Consolidated Financial Statements of Gemadept Corporation (hereinafter referred to as "the Corporation") and its subsidiaries (hereinafter collectively called "the Group"), which were prepared on 06 April 2020 (from page 05 to page 55), including the Consolidated Balance Sheet as of 31 December 2019, the Consolidated Income Statement, the Consolidated Cash Flow Statement for the fiscal year then ended and the Notes to the Consolidated Financial Statements.

Responsibility of the Board of Directors

The Corporation's Board of Directors is responsible for the preparation, true and fair presentation of the Consolidated Financial Statements of the Group in accordance with the Vietnamese Accounting Standards and System as well as the legal regulations related to the preparation and presentation of the Consolidated Financial Statements; and responsible for the internal control as the Board of Directors determines necessary to enable the preparation and presentation of the Consolidated Financial Statements to be free from material misstatement due to fraud or error.

Responsibility of Auditors

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

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

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

Opinion of Auditors

In our opinion, the Consolidated Financial Statements referred to above give a true and fair view, in all material respects, of the consolidated financial position as of 31 December 2019, the consolidated financial performance and the consolidated cash flows for the fiscal year then ended of the Group in conformity with the Vietnamese Accounting Standards and System as well as legal regulations related the preparation and presentation of Consolidated Financial Statements.

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


Nguyen Minh Tri - Deputy General Director

Audit Practice Registration Certificate No. 0089-2018-008-1


Hoang Thai Vuong - Auditor

Audit Practice Registration Certificate No. 2129-2018-008-1

Ho Chi Minh City, 06 April 2020

GEMADEPT CORPORATION

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2019

CONSOLIDATED BALANCE SHEET

As of 31 December 2019

Unit: VND

ITEMS	Code	Note	Ending balance	Beginning balance
A - CURRENT ASSETS	100		1.187.770.152.906	1.391.476.968.171
I. Cash and cash equivalents	110	V.1	185.545.788.383	172.567.048.493
1. Cash	111		181.545.788.383	152.567.048.493
2. Cash equivalents	112		4.000.000.000	20.000.000.000
II. Short-term financial investments	120		44.267.969.361	112.264.578.609
1. Trading securities	121	V.2a	83.409.810.665	140.694.265.680
2. Provisions for devaluation of trading securities	122	V.2a	(42.841.841.304)	(61.529.687.071)
3. Held-to-maturity investments	123	V.2b	3.700.000.000	33.100.000.000
III. Short-term receivables	130		787.249.150.460	948.717.189.064
1. Short-term trade receivables	131	V.3	366.913.853.716	415.572.537.439
2. Short-term prepayments to suppliers	132	V.4a	150.628.682.211	313.407.557.232
3. Short-term inter-company receivables	133		-	-
4. Receivable according to the progress of construction contract	134		-	-
5. Receivables for short-term loans	135	V.5	29.890.000.000	25.110.000.000
6. Other short-term receivables	136	V.6a	248.569.466.319	204.403.043.787
7. Allowance for short-term doubtful debts	137	V.7	(8.752.851.786)	(9.775.949.394)
8. Deficit assets for treatment	139		-	-
IV. Inventories	140		78.380.973.226	65.547.974.159
1. Inventories	141	V.8	81.502.181.686	68.666.483.779
2. Allowance for inventories	149	V.8	(3.121.208.460)	(3.118.509.620)
V. Other current assets	150		92.326.271.476	92.380.177.846
1. Short-term prepaid expenses	151	V.9a	10.084.640.619	18.685.914.248
2. Deductible VAT	152		77.345.950.952	67.247.820.601
3. Taxes and other receivables from the State	153	V.18	4.895.679.905	6.446.442.997
4. Trading Government bonds	154		-	-
5. Other current assets	155		-	-

GEMADEPT CORPORATION

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2019

Consolidated Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
B - NON-CURRENT ASSETS	200		8.932.136.744.096	8.592.586.275.948
I. Long-term receivables	210		35.083.378.013	54.548.228.370
1. Long-term trade receivables	211		-	-
2. Long-term prepayments to suppliers	212	V.4b	358.000.000	358.000.000
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	V.6b	34.725.378.013	54.190.228.370
7. Allowance for long-term doubtful debts	219		-	-
II. Fixed assets	220		3.345.274.223.419	3.404.108.820.531
1. Tangible fixed assets	221	V.10	2.916.128.041.718	2.919.498.474.108
- Historical cost	222		4.832.622.857.685	4.493.007.287.938
- Accumulated depreciation	223		(1.916.494.815.967)	(1.573.508.813.830)
2. Financial leased assets	224	V.11	159.869.253.562	203.471.422.418
- Historical cost	225		259.738.889.560	259.292.255.153
- Accumulated depreciation	226		(99.869.635.998)	(55.820.832.735)
3. Intangible fixed assets	227	V.12	269.276.928.139	281.138.924.005
- Initial cost	228		347.724.397.901	346.696.893.881
- Accumulated amortization	229		(78.447.469.762)	(65.557.969.876)
III. Investment property	230		-	-
- Historical costs	231		-	-
- Accumulated depreciation	232		-	-
IV. Long-term assets in process	240		1.799.802.914.004	1.707.554.353.910
1. Long-term work in process	241		-	-
2. Construction-in-progress	242	V.13	1.799.802.914.004	1.707.554.353.910
V. Long-term financial investments	250		2.684.481.348.160	2.631.526.440.205
1. Investments in subsidiaries	251		-	-
2. Investments in joint ventures and associates	252	V.2c	2.481.007.591.207	2.408.854.342.493
3. Investments in other entities	253	V.2d	206.581.032.000	238.333.032.000
4. Provisions for devaluation of long-term financial investments	254	V.2d	(3.107.275.047)	(15.660.934.288)
5. Held-to-maturity investments	255		-	-
VI. Other non-current assets	260		1.067.494.880.500	794.848.432.932
1. Long-term prepaid expenses	261	V.9b	676.460.835.521	709.062.974.706
2. Deferred income tax assets	262	V.14	94.280.850.909	30.485.029.379
3. Long-term components and spare parts	263		-	-
4. Other non-current assets	268		-	-
5. Goodwill	269	V.15	296.753.194.070	55.300.428.847
TOTAL ASSETS	270		10.119.906.897.002	9.984.063.244.119

GEMADEPT CORPORATION

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2019

Consolidated Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
C - LIABILITIES	300		3.552.650.031.380	3.455.080.797.582
I. Current liabilities	310		1.828.483.009.231	1.564.164.959.918
1. Short-term trade payables	311	V.16	422.801.324.306	403.579.649.960
2. Short-term advances from customers	312	V.17	131.371.902.987	4.780.274.288
3. Taxes and other obligations to the State Budget	313	V.18	84.738.031.413	31.037.822.817
4. Payables to employees	314	V.19	54.637.591.528	64.434.393.519
5. Short-term accrued expenses	315	V.20	168.100.913.409	167.617.217.603
6. Short-term inter-company payables	316		-	-
7. Payable according to the progress of construction contracts	317		-	-
8. Short-term unearned revenue	318	V.21a	5.234.940.031	-
9. Other short-term payables	319	V.22a	179.612.613.672	108.740.670.393
10. Short-term borrowings and financial leases	320	V.23a	651.869.390.233	675.007.320.722
11. Provisions for short-term payables	321	V.24	68.156.661.011	66.507.460.107
12. Bonus and welfare funds	322	V.25	61.959.640.641	42.460.150.509
13. Price stabilization fund	323		-	-
14. Trading Government bonds	324		-	-
II. Non-current liabilities	330		1.724.167.022.149	1.890.915.837.664
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	V.21b	223.677.508.700	230.488.858.099
7. Other long-term payables	337	V.22b	74.872.092.260	68.333.658.840
8. Long-term borrowings and financial leases	338	V.23b	1.425.617.421.189	1.591.981.449.040
9. Convertible bonds	339		-	-
10. Preferred shares	340		-	-
11. Deferred income tax liability	341	V.26	-	111.871.685
12. Provisions for long-term payables	342		-	-
13. Science and technology development fund	343		-	-

GEMADEPT CORPORATION

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2019


Consolidated Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
D - OWNER'S EQUITY	400		6.567.256.865.622	6.528.982.446.537
I. Owner's equity	410		6.567.256.865.622	6.528.982.446.537
1. Capital	411	V.27	2.969.249.570.000	2.969.249.570.000
- Ordinary shares carrying voting rights	411a		2.969.249.570.000	2.969.249.570.000
- Preferred shares	411b		-	-
2. Share premiums	412	V.27	1.941.832.197.040	1.941.832.197.040
3. Bond conversion options	413		-	-
4. Other sources of capital	414	V.27	71.797.775.902	71.797.775.902
5. Treasury stocks	415		-	-
6. Differences on asset revaluation	416		-	-
7. Foreign exchange differences	417	V.27	96.692.165.949	88.120.738.511
8. Investment and development fund	418	V.27	152.636.937.352	140.506.685.321
9. Business arrangement supporting fund	419		-	-
10. Other funds	420	V.27	138.163.837.156	127.122.474.017
11. Retained earnings	421	V.27	505.387.726.304	541.644.403.653
- Retained earnings accumulated to the end of the previous period	421a		-	541.644.403.653
- Retained earnings of the current period	421b		505.387.726.304	-
12. Construction investment fund	422		-	-
13. Benefits of non-controlling shareholders	429	V.27	691.496.655.919	648.708.602.093
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		10.119.906.897.002	9.984.063.244.119

Ho Chi Minh City, 06 April 2020


Pham Quang Huy
 Preparer


Nguyen Minh Nguyen
 Chief Accountant


Do Van Minh
 General Director

GEMADEPT CORPORATION

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2019


CONSOLIDATED INCOME STATEMENT

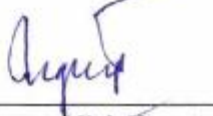
For the fiscal year ended 31 December 2019

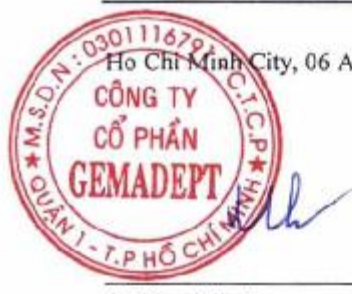
Unit: VND

ITEMS	Code	Note	Current year	Previous year
1. Sales	01	VI.1	2.642.913.926.204	2.707.556.390.735
2. Sales deductions	02		-	-
3. Net sales	10		2.642.913.926.204	2.707.556.390.735
4. Cost of sales	11	VI.2	1.630.141.018.915	1.739.451.058.619
5. Gross profit	20		1.012.772.907.289	968.105.332.116
6. Financial income	21	VI.3	107.487.686.417	1.625.363.701.675
7. Financial expenses	22	VI.4	146.510.028.288	43.698.716.269
In which: Loan interest expenses	23		145.399.814.157	128.796.150.372
8. Gain or loss in joint ventures, associates	24	V.2c	236.158.202.752	132.537.689.049
9. Selling expenses	25	VI.5	137.995.085.033	102.006.248.164
10. General and administration expenses	26	VI.6	330.636.183.944	320.526.194.092
11. Net operating profit	30		741.277.499.193	2.259.775.564.315
12. Other income	31	VI.7	18.959.361.175	29.311.992.257
13. Other expenses	32	VI.8	55.606.456.559	106.947.870.911
14. Other profit/(loss)	40		(36.647.095.384)	(77.635.878.654)
15. Total accounting profit before tax	50		704.630.403.809	2.182.139.685.661
16. Current income tax	51	V.18	154.969.045.025	285.761.875.411
17. Deferred income tax	52	VI.9	(63.907.693.215)	(3.872.615.152)
18. Profit after tax	60		613.569.051.999	1.900.250.425.402
19. Profit after tax of the Parent Company	61		517.028.616.025	1.847.718.123.862
20. Profit after tax of non-controlling shareholders	62		96.540.435.974	52.532.301.540
21. Basic earnings per share	70	VI.10	1.602	6.207
22. Diluted earnings per share	71	VI.10	1.602	6.207

Ho Chi Minh City, 06 April 2020


Pham Quang Huy
Preparer


Nguyen Minh Nguyet
Chief Accountant


Do Van Minh
General Director

GEMADEPT CORPORATION

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2019

CONSOLIDATED CASH FLOW STATEMENT**(Indirect method)****For the fiscal year ended 31 December 2019**

Unit: VND

ITEMS	Code	Note	Current year	Previous year
I. Cash flows from operating activities				
1. Profit before tax	01		704.630.403.809	2.182.139.685.661
2. Adjustments				
- Depreciation of fixed assets and investment properties	02		366.059.069.169	335.232.703.722
- Provisions and allowances	03	V.2; V.7	(22.694.937.043)	(122.892.338.839)
- Exchange gain/(loss) due to revaluation of monetary items in foreign currencies	04	VI.3; VI.4	(1.763.485.602)	17.639.944.462
- Gain/(loss) from investing activities				
	05	V.2c; VI.3; VI.4; VI.7; VI.8	(278.102.500.172)	(1.523.621.758.771)
- Interest expenses	06	VI.4	145.399.814.157	128.796.150.372
- Others	07		-	-
3. Operating profit before changes of working capital	08		913.528.364.318	1.017.294.386.607
- Increase/(decrease) of receivables	09		133.530.475.472	12.097.650.902
- Increase/(decrease) of inventories	10		(12.835.697.907)	15.577.001.482
- Increase/(decrease) of payables	11		211.911.993.712	(16.602.255.057)
- Increase/(decrease) of prepaid expenses	12		30.326.050.313	(48.506.138.875)
- Increase/(decrease) of trading securities	13	V.2a	57.284.455.015	-
- Interests paid	14	V.20; VI.4	(143.807.600.246)	(131.292.119.030)
- Corporate income tax paid	15	V.18	(100.596.252.515)	(273.268.027.773)
- Other cash inflows	16		-	-
- Other cash outflows	17		(31.901.906.146)	(30.015.000.134)
Net cash flows from operating activities	20		1.057.439.882.016	545.285.498.122
II. Cash flows from investing activities				
1. Purchases and construction of fixed assets and other non-current assets	21		(379.341.317.317)	(875.894.805.990)
2. Proceeds from disposals of fixed assets and other non-current assets	22		13.307.005.560	23.738.902.504
3. Cash outflow for lending, buying debt instruments of other entities	23		(21.165.460.000)	(180.657.840.992)
4. Cash recovered from lending, selling debt instruments of other entities	24		14.185.460.000	187.092.840.992
5. Investments in other entities	25		(299.916.547.913)	(238.367.453.817)
6. Withdrawals of investments in other entities	26		151.629.726.540	1.875.037.192.464
7. Interest earned, dividends and profits received	27	V.2c; V.6; VI.3	144.692.516.098	217.066.104.801
Net cash flows from investing activities	30		(376.608.617.032)	1.008.014.939.962

GEMADEPT CORPORATION

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2019

Consolidated Cash Flow Statement (cont.)

ITEMS	Code	Note	Current year	Previous year
III. Cash flows from financing activities				
1. Proceeds from issuing stocks and capital contributions from owners	31	V.27	-	86.480.000.000
2. Repayment for capital contributions and re-purchases of stocks already issued	32		-	-
3. Proceeds from borrowings	33		826.032.123.593	1.245.028.811.235
4. Repayment for loan principal	34		(959.141.196.295)	(618.723.219.047)
5. Payments for financial leased assets	35		(55.979.121.000)	(31.919.524.446)
6. Dividends and profit paid to the owners	36		(478.420.835.105)	(2.840.778.555.486)
<i>Net cash flows from financing activities</i>	40		<u>(667.509.028.807)</u>	<u>(2.159.912.487.744)</u>
Net cash flows during the year	50		13.322.236.177	(606.612.049.660)
Beginning cash and cash equivalents	60	V.1	172.567.048.493	779.802.200.597
Effects of fluctuations in foreign exchange rates	61		(343.496.287)	(623.102.444)
Ending cash and cash equivalents	70	V.1	<u>185.545.788.383</u>	<u>172.567.048.493</u>

Ho Chi Minh City, 06 April 2020



Do Van Minh
General Director

Pham Quang Huy
Preparer

Nguyen Minh Nguyet
Chief Accountant

GEMADEPT CORPORATION

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2019

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2019

I. GENERAL INFORMATION

1. Ownership form

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

2. Operating field

The Corporation operates in many different fields.

3. Principal business activities

The Corporation has been consistent with its strategy to develop core businesses and to selectively diversify business sectors. The Corporation’s business scopes include port operation, logistics, forestry and real estate.

- Port operation: Operating a port system stretching from the North to the South, in big cities and at major industrial zones: Phuoc Long Port, Nam Hai Port, Nam Hai Dinh Vu Port, Nam Dinh Vu Port, Dung Quat Port, Binh Duong Port and Nam Hai ICD Port; investing in the project of Gemalink Cai Mep Deep-sea Container Port;
- Logistics: Distribution centers; container liner services; project cargo transport; multi-modal transport, ship and crew management; shipping agency and freight forwarding services; air-cargo terminal, etc.
- Forestry: Planting, exploiting and processing rubber trees and other industrial crops in Cambodia.
- Real estate: Building and operating commercial centers, hotels, office buildings in big cities of Vietnam and Indochina including Saigon Gem Mixed-use Development project and Gemadept Mixed-use Development project in Vientiane - Laos.

4. Normal operating cycle

The Corporation’s normal operating cycle is within 12 months.

5. Effects of the Corporation’s operation during the year on the Consolidated Financial Statements

The Group paid the dividends of 2018 in cash at the rate of 15%, equivalent to VND 1.500/share.

Profit in the current year decreased against that of the previous year because in the previous year, the Group earned profit from capital transfer in subsidiaries to carry out the Group’s restructuring. However, profits from normal business activities still experienced a growth against the previous year.

During the year, the Group has completed procedures for dissolution of Vi Tin Service Computing Co., Ltd., acquired 80,09% of share capital of Binh Duong Port Corporation and taken control over this corporation since 01 October 2019.

During the year, Vietnam Industry Securities Company has completed its dissolution procedures.

6. Structure of the Group

At the end of the year, the Group includes the Parent Company, 19 subsidiaries under the control of the Parent Company and 17 joint ventures, associates (at the beginning of the year, the Group had 19 subsidiaries and 17 joint ventures and associates). All the subsidiaries are consolidated in these Consolidated Financial Statements.

GEMADEPT CORPORATION

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CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2019

Notes to the Consolidated Financial Statements (cont.)**6a. List of subsidiaries at yearend**

Subsidiaries	Address	Benefit rate		Voting right	
		Ending balance	Beginning balance	Ending balance	Beginning balance
Nam Dinh Vu Port Joint Stock Company	Lot CA1, Nam Dinh Vu Industrial Park, Dong Hai 2 Ward, Hai An District, Hai Phong City, Vietnam	60,00%	60,00%	60,00%	60,00%
Nam Hai Dinh Vu Port J.S.C.	Km No. 6, Dinh Vu Street, Dong Hai 2 Ward, Hai An District, Hai Phong City, Vietnam	84,66%	84,66%	84,66%	84,66%
Nam Hai Port Corporation Joint Stock Company	No. 201, Ngo Quyen Street, May Chai Ward, Ngo Quyen District, Hai Phong City, Vietnam	99,98%	99,98%	99,98%	99,98%
Nam Hai ICD Joint Stock Company	Lot CN3, MP Dinh Vu Industrial Park, Dong Hai 2 Ward, Hai An District, Hai Phong City, Vietnam	65,00%	65,00%	65,00%	65,00%
Gemadept Dung Quat International Port J.S.C.	Port No. 1 – Dung Quat Port, Binh Thuan Commune, Binh Son District, Quang Ngai Province, Vietnam	80,40%	80,40%	80,40%	80,40%
Phuoc Long Port Co., Ltd.	No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	100%	100%	100%	100%
Truong Tho Transportation Services Corporation ⁽ⁱ⁾	Quarter 7, Truong Tho Ward, Thu Duc District, Ho Chi Minh City, Vietnam	46,00%	46,00%	54,00%	54,00%
Pacific Marine Equipment and Service Company Limited	No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	100%	100%	100%	100%
ISS - Gemadept Co., Ltd.	No. 45 Vo Thi Sau Street, Da Kao Ward, District 1, Ho Chi Minh City, Vietnam	51,00%	51,00%	51,00%	51,00%
Pacific Marine Co., Ltd.	No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	100%	100%	100%	100%
Pacific Rubber Industry Co., Ltd.	No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	100%	100%	100%	100%
Pacific Pearl Joint Stock Company Limited	61 Road No. 468, Toul Tumpoung 2 Ward, Chamkarmon District, Phnom Penh City, Cambodia	100%	100%	100%	100%
Pacific Lotus Joint Stock Company Limited	18B Road No. 500, Phsar Deum Thkov Ward, Chamkarmon District, Phnom Penh City, Cambodia	100%	100%	100%	100%
Pacific Pride Joint Stock Company Limited	947 Por Prok Khang Tbong Hamlet, Kar Karb Ward, Po Sen Chey District, Phnom Penh City, Cambodia	100%	100%	100%	100%
V.N.M General Transportation Service Co., Ltd.	No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	100%	100%	100%	100%
Gemadept Construction Infrastructure Investment and Development Corporation	No. 147 Nguyen Thai Binh Street, Ward 3, Tan An City, Long An Province, Vietnam	50,00%	50,00%	50,00%	50,00%

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CONSOLIDATED FINANCIAL STATEMENTS

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Notes to the Consolidated Financial Statements (cont.)

Subsidiaries	Address	Benefit rate		Voting right	
		Ending balance	Beginning balance	Ending balance	Beginning balance
Gemadept – Vung Tau Corporation	No. 1/1A Pham Hong Thai Street, Ward 7, Vung Tau City, Ba Ria – Vung Tau Province, Vietnam	70,00%	70,00%	70,00%	70,00%
Gemadept Nhon Hoi International Port J.S.C.	No. 98 Pham Hung Street, Ly Thuong Kiet Ward, Quy Nhon City, Binh Dinh Province, Vietnam	53,20%	53,20%	53,20%	53,20%
Binh Duong Port Corporation	Land Lot No. 712, Map No. 8.BT.B, Group 5, Quyet Thang Quarter, Binh Thang Ward, Di An City, Binh Duong Province, Vietnam	80,09%	-	80,09%	-

- (i) The Group has taken control over Truong Tho Transportation Services Corporation since it has been authorized by some shareholders to reach the voting right rate of 54% at the General Meetings of Shareholders.

6b. List of joint ventures, associates reflected in the Consolidated Financial Statements in accordance with the equity method

Company	Address	Benefit rate		Voting right	
		Ending balance	Beginning balance	Ending balance	Beginning balance
CJ Gemadept Logistics Holdings Company Limited	No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	49,10%	49,10%	49,10%	49,10%
Gemadept Logistics One Member Company Limited	Lot J1, Road No. 8, Song Than 1 Industrial Zone, Di An Ward, Di An Town, Binh Duong Province, Vietnam	49,10%	49,10%	49,10%	49,10%
Mekong Logistics Company	Song Hau Industrial Park, Dong Phu Commune, Chau Thanh District, Hau Giang Province, Vietnam	25,02%	25,02%	25,02%	25,02%
Gemadept Hai Phong One Member Company Limited	6 th Floor, Lot 20A, TD Plaza Business Center, Le Hong Phong Street, Dong Khe Ward, Ngo Quyen District, Hai Phong City, Vietnam	49,10%	49,10%	49,10%	49,10%
CJ Gemadept Shipping Holdings Company Limited	No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	51,00%	51,00%	50,00%	50,00%
Gemadept Shipping Limited Company	No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	51,00%	51,00%	50,00%	50,00%
Gemadept Shipping Singapore Pte. Ltd.	63 Market Street #05 – 01A Bank of Singapore Centre, Singapore, 048942	51,00%	51,00%	50,00%	50,00%
Gemadept (Malaysia) Sdn. Bhd.	No.68B, Jalan Batai Laut 4, Taman Intan, 41300 Klang, Selangor Darul Ehsan, Malaysia	51,00%	51,00%	50,00%	50,00%

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For the fiscal year ended 31 December 2019

Notes to the Consolidated Financial Statements (cont.)

Company	Address	Benefit rate		Voting right	
		Ending balance	Beginning balance	Ending balance	Beginning balance
Gemadept - Terminal Link Cai Mep Terminal J.S.C. ⁽ⁱ⁾	Tan Loc Hamlet, Phuoc Hoa Ward, Phu My Town, Ba Ria – Vung Tau Province, Vietnam	65,13%	65,13%	50,00%	50,00%
Saigon Cargo Service Corporation (SCSC Corp.)	No. 30, Phan Thuc Duyen Street, Ward 4, Tan Binh District, Ho Chi Minh City, Vietnam	34,97%	36,43%	34,97%	36,43%
“K” Line – Gemadept Logistics Co., Ltd.	No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	50,00%	50,00%	50,00%	50,00%
Golden Globe Co., Ltd.	Sibunhuong Village, Chanthabouly District, Vientiane, Laos	40,00%	40,00%	40,00%	40,00%
Golden Globe Trading Co., Ltd.	No. 117 Le Loi Street, Ben Thanh Ward, District 1, Ho Chi Minh City, Vietnam	45,00%	45,00%	45,00%	45,00%
Foodstuff Combina Torial Joint Stock Company	No. 267 Quang Trung Street, Quang Trung Ward, Ha Dong District, Hanoi City, Vietnam	26,56%	26,56%	26,56%	26,56%
Minh Dam Tourism J.S.C.	Cau Tum, Hai Tan Quarter, Phuoc Hai Town, Dat Do District, Ba Ria-Vung Tau Province, Vietnam	40,00%	40,00%	40,00%	40,00%
Vung Tau Commercial Port J.S.C. (VCP)	No. 973, 30/4 Street, Ward 11, Vung Tau City, Ba Ria – Vung Tau Province, Vietnam	26,78%	26,78%	26,78%	26,78%
OOCL Logistics (Vietnam) Co., Ltd.	13 th Floor, Saigon Trade Center Building, No. 37 Ton Duc Thang Street, District 1, Ho Chi Minh City, Vietnam	49,00%	49,00%	49,00%	49,00%

- ⁽ⁱ⁾ Although the ownership rate of the Group in Gemadept - Terminal Link Cai Mep Terminal J.S.C. is more than 50%, the Resolutions of its General Meeting of Shareholders have to be approved by the shareholders who jointly hold at least 76% of total voting shares as required by the charter of this company. Therefore, this investment is presented in the item “Investments in joint ventures and associates” on the Consolidated Financial Statements.

7. Statement of information comparability on the Consolidated Financial Statements

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

8. Headcount

As at the balance sheet date, the Group companies' headcount is 1.482 (headcount at the beginning of the year: 1.481).

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).

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III. ACCOUNTING STANDARDS AND SYSTEM

1. Accounting System

The Group applies the Vietnamese Accounting Standards and System, which were issued together 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 guiding the preparation and presentation of the Consolidated Financial Statements as well as other Circulars guiding implementation of Vietnamese Accounting Standards of the Ministry of Finance in preparation and presentation of the Consolidated 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 the Accounting Standards of the Ministry of Finance in the preparation and presentation of the Consolidated Financial Statements.

IV. ACCOUNTING POLICIES

1. Accounting convention

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

2. Consolidation bases

The Consolidated Financial Statements include the 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 year, are included in the Consolidated Income Statement from the date of acquisition or until the date of selling investments in those subsidiaries.

The Financial Statements of the Parent Company and those of subsidiaries used for consolidation are prepared in the same fiscal year 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 Financial Statements.

Intra-group balances in the Balance Sheet, 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 subsidiaries, which are not held by the Group and presented in a separate item of the Consolidated Income Statement and Consolidated Balance Sheet (classified under "Owner's equity"). Benefits of non-controlling shareholders include the values of their non-controlling interest at the initial date of the business combination and those arise within the ranges of changes in owner's equity from the date of the business combination. The losses arising in the subsidiary 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.

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CONSOLIDATED FINANCIAL STATEMENTS

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Notes to the Consolidated Financial Statements (cont.)

In case the Group invests to raise its benefit rate held in the subsidiaries, the difference between the additional investment cost and the carrying value of the subsidiaries' net assets additionally purchased as at the acquisition date is directly recorded in item "Retained earnings" on the Consolidated Balance Sheet.

As the Group withdraws a part of its capital from subsidiaries:

- If the Group still holds the control right after its capital withdrawal: the result of capital withdrawal is recorded into item "Retained earnings" on the Consolidated Balance Sheet.
- If the Group loses its control right after its capital withdrawal and subsidiaries turn into its joint ventures, associates: the remaining investment is presented in item "Investments in joint ventures, associates" in the Consolidated Financial Statements in accordance the equity method and the result of capital withdrawal is recorded into Consolidated Income Statement.
- If the Group loses its control right after capital withdrawal and subsidiaries turn into normal investment: the remaining investment is presented at the carrying value in Consolidated Financial Statements and the result of capital withdrawal is recorded into Consolidated Income Statement.

In case where subsidiaries raise capital from the owners, if the additional capital contribution rate of the involved parties is not in correspondence with the current capital ownership rate, the difference between the additional capital contribution rate of the Group and the increase of the ownership share in the subsidiaries' net assets is recorded into item "Retained earnings" on the Consolidated Balance Sheet.

3. Foreign currency transactions

Transactions in foreign currencies are converted at the actual exchange rates ruling as of the transaction dates. The ending balances of monetary items in foreign currencies are converted at the actual exchange rates ruling as of the balance sheet date.

Foreign exchange differences arisen from foreign currency transactions during the year shall be included into financial income or financial expenses. Foreign exchange differences due to the revaluation of ending balances of the monetary items in foreign currencies after offsetting their positive differences against negative differences shall be included into financial income or financial expenses.

The exchange rate used to convert foreign currency transactions is the actual exchange rate ruling as at the time of these transactions. The actual exchange rates applied to foreign currency transactions are as follows:

- For the foreign currency trading contract (including spot contract, forward contract, future contract, option contract, currency swap): the exchange rate stipulated in the contracts of trading foreign currency between the Group and the Bank.
- For capital contribution made or received: the buying rate of the bank where the Group opens its account to receive capital contributed from investors as of the date of capital contribution.
- For receivables: the buying rate of foreign currency ruling as at the time of transaction of the commercial bank where the Group designates the customers to make payments.
- For payables: the selling rate of foreign currency ruling as at the time of transaction of the commercial bank where the Group supposes to make payments.
- For acquisition of assets or immediate payments in foreign currency (not included into payable accounts): the buying rate of the commercial bank where the Group makes payments.

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Notes to the Consolidated Financial Statements (cont.)

The exchange rate used to re-evaluate ending balances of monetary items in foreign currencies is determined in accordance with following principles:

- For foreign currency deposits: the buying rate of the bank where the Group opens its foreign currency account.
- For monetary items in foreign currencies classified as other assets: the buying rate of Orient Commercial Joint Stock Bank (OCB) – Tan Binh Branch where the Group frequently makes transactions.
- For monetary items in foreign currencies classified as liabilities: the selling rate of Orient Commercial Joint Stock Bank (OCB) – Tan Binh Branch where the Group frequently makes transactions.

Exchange rates used when converting the Financial Statements prepared in foreign currency of subsidiaries into the accounting currency of the Parent Company are as follows:

- For assets and goodwill incurred when acquiring a subsidiary overseas, apply the buying rate of the bank as at the balance sheet date.
- For liabilities, apply the selling rate of the bank as at the balance sheet date.
- For net value of assets of subsidiary held by the Parent Company at the acquisition date, apply the carrying exchange rate at the acquisition date.
- For retained earnings incurred after the date of acquiring subsidiary, apply the calculation of the items of income and expenses in the Income Statement.
- For dividends shared, apply the actual exchange rate ruling as at the time of sharing dividends.
- For items in the Income Statement and Cash Flow Statement, apply the actual exchange rate at the time of the transactions. In case the average exchange rates of the accounting period is approximate the actual rate at the time of the transaction (the difference does not exceed 2%), apply the average exchange rate. In case the fluctuation margin of beginning and ending exchange rate exceeds 2%, apply the exchange rate as at the balance sheet date.

Exchange differences arising from the conversion of Financial Statements of the subsidiary are accumulated in the item of "owner's equity" on the Consolidated Balance Sheet under the following convention:

- Exchange differences attributable to the Parent Company are presented in the item "Foreign exchange differences" under the owner's equity item of the Consolidated Balance Sheet.
- Exchange differences attributable to non-controlling shareholders are presented in the item "Benefits of non-controlling shareholders".

The exchange differences arising in relation to the conversion of goodwill not fully allocated as of the balance sheet date are counted for the Parent Company and are recorded in the item "Foreign exchange differences" under the owner's equity item in the Consolidated Balance Sheet.

4. 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.

5. Financial investments

Trading securities

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

Trading securities are recognized at costs. The costs are determined by the fair value of the payments at the time of the transaction plus other costs related to the purchase of trading securities.

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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.

Interest, dividends, and profit of the periods prior to the acquisition of trading securities are recorded as a decrease in the value of such securities. Interest, dividends and profit of the periods after the acquisition of such securities are recorded in the 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 where the stock market is not available for making transaction at the date of exchange, the fair value of shares is the closing price of the preceding transaction section with the date of exchange.
- For unlisted shares traded on UPCOM: the closing price on UPCOM at the date of exchange. In case where the UPCOM is not available for transaction at the exchange date, the fair value of shares is the closing price of the preceding transaction section with the date of exchange.
- 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 original costs. The fair value of the shares is determined as follows:

- For securities listed on the stock market: the closing price at the most recent trading date by the balance sheet date.
- For shares registered for trading on UPCOM: the average reference price in the 30 most preceding trading days prior to the balance sheet date, disclosed by Stock Exchange.
- For shares listed on the stock market or shares registered for trading on Upcom without transactions within 30 days prior to the date of provision, the shares which are delisted, canceled or suspended from trading: provision is made based on the losses of the investee at the rate equal to the difference between the actual capital invested by the owners and owner's equity as of the balance sheet date multiplying by the ownership rate over the total actual charter capital invested.

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

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

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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 (including debentures and promissory note), bonds, preferred shares that the issuer are required to re-purchase at a certain date in the future and held-to-maturity loans for the purpose of receiving periodical interest as well as other held-to-maturity investments.

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 year while the investment value is derecognized.

Loans

Loans are measured at costs less allowance for doubtful debts, which is made on the basis of estimated losses.

Investments in joint ventures and associates

Joint ventures

A joint venture is an entity which is established by a contractual arrangement whereby the Group and the involved parties undertake an economic activity that is subject to joint control. Joint control is the contractually agreed sharing of control over an economic activity, and exists only when the strategic financial and operating decisions relating to the activity require the unanimous consent of the parties sharing control (the venturers).

The Group recognizes its interests in jointly-controlled entities in accordance with the equity method. Accordingly, contributed capital in joint ventures is initially recognized at original cost and then adjusted for the changes in the Group's ownership rate of net assets of jointly-controlled entities. The consolidated Income Statement reflects the Group's ownership in the financial performance of jointly-controlled entities. The Group stops using the equity method from the date it ceases to have the jointly-controlled right or significant influences on jointly-controlled entities.

The Financial Statements of the jointly controlled entity are prepared for the fiscal year that is the same as the Consolidated Financial Statements of the Group. In the case that the accounting policy of a jointly controlled entity is different from the accounting policy applied consistently in the Group, the Financial Statements of that jointly controlled entity will be properly adjusted before being used for the preparation of the Consolidated Financial Statements.

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

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.

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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 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 Financial Statements, except when the Group has obligations to pay on behalf of the associate to satisfy obligations of the associate.

The Financial Statements of the associate are prepared for the accounting period that is the same as the Consolidated 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 Financial Statements of that associate will be properly adjusted before being used for the preparation of the Consolidated 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 Financial Statements.

Investments in equity instruments of other entities

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

Investments in equity instruments of other entities are initially recognized at original costs, including the purchase price plus other directly attributable expenditure. Dividends and profits of the periods prior to the purchase of investments are recorded as a decrease in value of such investments. Dividends and profit of the periods after the purchase of investments are recorded into the sales. Particularly, the dividends paid in the form of shares are not recorded as an increase in values, but the increasing quantity is followed up.

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

- For investments in listed shares or the reliably determined fair value of investments, provisions are made on the basis of the market value of shares.
- For investments of which the fair value is unable to determine at the time of reporting, provisions are made on the basis of the losses of the invested entities at the rate equal to the difference between the actual capital invested by parties and the actual owner's equity multiplying (x) by the Group's rate of capital contribution in comparison with the total actual capital invested by parties.

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

6. 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 to 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 estimated loss.

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

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7. 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.
- Work-in-process: The item reflects the arisen expenses related to unfinished projects.
- 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 when their costs are higher than their net realizable values. For services in progress, allowance is recorded for each type of services with specific prices. Increases/(decreases) in the obligatory allowance for inventories as of the balance sheet date are recorded into "Costs of sales".

8. Prepaid expenses

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

Expenses for land use right transfer

Expenses for land use right transfer represent the rental, consultancy fees and other expenses already prepaid for the land being used by the Group. Expenses for land use right transfer are allocated in line with the land lease period.

Land rental

Prepaid land rental reflects the rental already prepaid for the land being used by the Group. Prepaid land rental is allocated into expenses in accordance with the straight-line method corresponding with the lease term.

Repair expenses

Repair expenses arising once with high value are allocated into expenses in accordance with the straight-line method for the maximum period of 03 years.

Interest expenses for container financial lease

Interest expenses for container financial lease are allocated into expenses in accordance with the straight-line method for the maximum period of 06 years.

9. 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.

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10. 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 expenses during the year.

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 year.

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	05 – 40
Machinery and equipment	05 – 10
Vehicles	06 – 20
Office equipment	03 – 10

11. Financial leased assets

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incident to ownership belonging to the lessee. Financial leased assets are determined by their historical costs less accumulated depreciation. Historical cost is the lower cost of the fair value of the leased asset at commencement of the lease term and the present value of the minimum lease payments. Discount rate used to calculate the present value of the minimum lease payments is the interest rate implicit in the lease or else mentioned in the lease. If the interest rate implicit in the lease cannot be determined, the incremental borrowing rate at commencement of the lease term will be applied.

Financial leased assets are depreciated in accordance with the straight-line method over their estimated useful lives. If there is no reasonable certainty that the Group will obtain ownership at the end of the lease, the fixed asset shall be depreciated over the shorter of the lease term and the estimated useful life of the asset. The maximum depreciation years of vehicles are 06 years.

12. 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 year.

Intangible fixed assets of the Group include:

Land use right

Land use right includes all the actual expenses paid by the Corporation directly related to the land being used such as expenses to obtain the land use right, compensation for house removal, land clearance and ground leveling, registration fees, etc. The land use right is permanent, so it is not amortized.

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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 Corporation until the date the software is put into use. Computer software is amortized in accordance with the straight-line method for the period from 03 to 08 years.

Website design expenses

Website design expenses include all the expenses directly related to the development of the website. These expenses are amortized in accordance with the straight-line method in 03 years.

13. Construction-in-progress

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

Expenses incurred for poorly-grown trees shall be recorded as a decrease in other expenses during the year in the Consolidated Income Statement.

14. 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 Balance Sheet.

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 goodwill is allocated according the straight-line method in 10 years. When there is evidence that goodwill loss is more than the allocated amount, the allocated amount during the year is the loss incurred.

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.

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15. Payables and accrued expenses

Payables and accrued expenses are recorded for the amounts payable in the future associated with the goods and services already 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 the 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 Balance Sheet on the basis of their remaining term as of the balance sheet date.

16. Provisions for payables

Provisions are recorded when the Group has present obligations (legal or constructive) as a result of a past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and a reliable estimate can be made of the amount of the obligation.

If time causes material effects, the provisions will be determined by deducting the amount to be spent in future to settle the liability at the pre-tax discount rate that reflects the assessments of the time value of money and the specific risks from this liability in the current market. The increase in provisions due to the effect of time will be recognized as a financial expense.

Provisions payable of the Group is related to compensation for damages during transport.

17. Owner's equity

Capital

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

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.

Other sources of capital

Other sources of capital are due to the supplementation from business profits, revaluation of assets and net carrying values between the fair values of the assets gifted or granted to the Group after deducting taxes payable (if any) related to these assets.

18. Profit distribution

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

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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.

19. Recognition of sales and income

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 during the period is done on the basis of the volume of work done as of the balance sheet date.

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.

20. Borrowing costs

Borrowing costs are interests and other costs that the Group 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 year, except for particular borrowings serving the purpose of obtaining a specific asset.

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21. 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 the matching principle. In the event that matching principle conflicts with the 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.

22. 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.

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.

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23. 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 the relationship is focused more than its legal form.

24. 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 Financial Statements of the Group.

V. ADDITIONAL INFORMATION ON THE ITEMS OF THE CONSOLIDATED BALANCE SHEET

1. Cash and cash equivalents

	Ending balance	Beginning balance
Cash on hand	22.107.550.095	8.735.160.738
Cash in banks	158.670.683.778	140.433.501.718
Cash in transit	767.554.510	3.398.386.037
Cash equivalents (Bank deposits of which the principal maturity is under 03 months)	4.000.000.000	20.000.000.000
Total	185.545.788.383	172.567.048.493

2. Financial investments

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

2a. Trading securities

	Ending balance			Beginning balance		
	Original costs	Fair values	Provisions	Original costs	Fair values	Provisions
Shares						
National Citizen Bank (NCB) ⁽ⁱ⁾	37.686.574.985	26.100.068.211	(11.586.506.774)	94.971.030.000	62.645.063.159	(32.325.966.841)
Thu Duc Steel J.S.C.	31.488.264.362	14.467.637.700	(17.020.626.662)	31.488.264.362	16.519.218.000	(14.969.046.362)
Manganese Mineral Joint Stock Company	14.234.321.100	-	(14.234.321.100)	14.234.321.100	-	(14.234.321.100)
Other shares	650.218	461.000	(386.768)	650.218	365.900	(352.768)
Total	83.409.810.665	40.568.166.911	(42.841.841.304)	140.694.265.680	79.164.647.059	(61.529.687.071)

(i) During the year, the Group sold 4.220.500 shares of National Citizen Bank (NCB).

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

	Current year	Previous year
Beginning balance	(61.529.687.071)	(74.153.531.152)
Reversal	18.687.845.767	12.623.844.081
Ending balance	(42.841.841.304)	(61.529.687.071)

2b. Held-to-maturity investments

This item reflects bank deposits of which term is from over 03 months to 12 months.

The 12-month deposit at BIDV – Quang Ngai Branch has been mortgaged at this bank to secure the implementation of Fuel Purchase Contract with Branch of PV Oil Mien Trung Joint Stock Company in Quang Nam.

The 6-month deposit at VIB – Saigon Branch has been mortgaged at this bank to secure the implementation of Fuel Purchase Contract with Tay Nam Petrol Logistics Co., Ltd.

2c. Investments in joint-ventures, associates

	Ending balance			Beginning balance		
	Original costs	Profit arising after the investment date	Total	Original costs	Profit arising after the investment date	Total
Gemadept – Terminal Link Cai Mep Terminal J.S.C.	1.477.350.000.000	(141.976.973.075)	1.335.373.026.925	1.477.350.000.000	(123.045.215.437)	1.354.304.784.563
Saigon Cargo Service Corporation (SCSC Corp.)	414.687.317.817	116.076.825.019	530.764.142.836	423.398.893.817	68.814.681.326	492.213.575.143
CJ Gemadept Logistics Holdings Company Limited	131.555.876.205	56.337.943.433	187.893.819.638	131.555.876.205	28.469.974.465	160.025.850.670
"K" Line – Gemadept Logistics Co., Ltd.	108.001.500.000	8.343.082.788	116.344.582.788	108.001.500.000	3.613.274.743	111.614.774.743
CJ Gemadept Shipping Holdings Company Limited	104.620.023.000	(754.392.456)	103.865.630.544	104.620.023.000	(13.122.779.123)	91.497.243.877
Golden Globe Co., Ltd. ⁽ⁱ⁾	103.823.882.496	(1.023.518.708)	102.800.363.788	94.992.157.496	(396.573.410)	94.595.584.086
Golden Globe Trading Co., Ltd.	62.538.064.097	2.531.486.528	65.069.550.625	62.538.064.097	1.474.981.345	64.013.045.442
Foodstuff Combination Joint Stock Company	49.825.280.000	(22.586.547.257)	27.238.732.743	49.825.280.000	(20.376.321.648)	29.448.958.352
Other joint ventures, associates	29.425.608.143	(17.767.866.823)	11.657.741.320	29.425.608.143	(18.285.082.526)	11.140.525.617
Total	2.481.827.551.758	(819.960.551)	2.481.007.591.207	2.481.707.402.758	(72.853.060.265)	2.408.854.342.493

(i) Increase due to additional capital contribution.

Information on the ownership rate of the Group in joint-ventures, associates is presented in the attached Appendix 01.

Operation of joint ventures, associates

The joint ventures and associates have been in their normal operations.

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Notes to the Consolidated Financial Statements (cont.)*Transactions with joint ventures and associates*

Significant transactions between the Group and its joint-ventures and associates are as follows:

	<u>Current year</u>	<u>Previous year</u>
<i>Gemadep - Terminal Link Cai Mep Terminal J.S.C.</i>		
Sales from leasing offices	265.905.802	264.000.000
Loan interest	328.142.924	1.248.590.178
<i>Saigon Cargo Services Corporation</i>		
Dividends shared	137.476.845.500	184.685.117.500
Loan	106.000.000.000	198.000.000.000
Loan interest	3.358.796.784	4.227.963.676
<i>CJ Gemadep Logistics Holdings Company Limited</i>		
Loans given	14.600.000.000	4.000.000.000
Interest on loans given	722.997.261	71.912.329
<i>"K" Line - Gemadep Logistics Co., Ltd.</i>		
Sales from service provision	15.875.633.110	3.783.610.590
Capital contribution	-	36.649.000.000
Loan	-	30.000.000.000
Loan interest	-	345.205.479
<i>CJ Gemadep Shipping Holdings Company Limited</i>		
Loans given	2.785.460.000	-
Interest on loans given	115.719.686	-
<i>Golden Globe Co., Ltd.</i>		
Capital contribution	8.831.725.000	6.969.000.000
<i>Vung Tau Commercial Port J.S.C.</i>		
Dividends shared	674.940.000	1.157.040.000
<i>Minh Dam Tourism J.S.C.</i>		
Loans given	180.000.000	330.000.000
<i>Gemadep Hai Phong One Member Company Limited</i>		
Sales from service provision	63.123.433.370	41.101.992.778
Sales from leasing assets	7.324.161.021	5.924.000.000
Asset acquisition	38.750.000	-
Service charges	35.322.666.322	58.110.550.172
Payment on this company's behalf	31.276.075	70.541.810
<i>Gemadep Logistics One Member Company Limited</i>		
Sales from service provision	18.419.515.221	19.840.718.659
Sales from leasing assets	5.464.319.641	3.451.090.909
Service charges	2.836.595.383	624.498.539
Loans given	-	173.327.840.992
Interest on loans given	-	339.784.931
Loan	-	2.077.159.008
Loan interest	-	6.191.641
Payment on this company's behalf	1.859.755.563	1.245.867.199
Collection on this company's behalf	17.504.214.660	35.934.748.281
Receipt of deposits	-	2.000.000.000

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	<u>Current year</u>	<u>Previous year</u>
<i>Gemadept Shipping Limited Company</i>		
Sales from leasing assets	80.440.387.741	31.516.439.527
Sales from service provision	14.400.979.565	67.243.233.408
Sales from leasing offices	-	1.597.423.800
Service charges	10.543.820.472	4.971.280.500
Payment on this company's behalf	36.832.498.761	2.366.540.432
Collection on this company's behalf	30.259.243.983	47.416.086.960
<i>Mekong Logistics Company</i>		
Sales from service provision	284.509.016	-
Acquisition of fixed assets	1.997.401.815	-
Loans given	-	8.000.000.000
Interest on loans given	282.849.316	176.630.135

Investments into associates used as mortgage

The Group has mortgaged 8.530.000 shares of Saigon Cargo Services Corporation to secure loans from ACB – Saigon Branch (see Note No. V.23b).

2d. Investments in other entities

	<u>Ending balance</u>		<u>Beginning balance</u>	
	<u>Original costs</u>	<u>Provisions</u>	<u>Original costs</u>	<u>Provisions</u>
Maritime Bank	165.581.032.000	-	165.581.032.000	-
Indochina Sun Infrastructure Development Construction Investment Corporation	36.000.000.000	-	36.000.000.000	-
Intellectual Vietnam Asset Management Joint-Stock Company	5.000.000.000	(3.107.275.047)	5.000.000.000	(3.167.288.833)
Vietnam Industry Securities Company ⁽ⁱ⁾	-	-	31.752.000.000	(12.493.645.455)
Total	206.581.032.000	(3.107.275.047)	238.333.032.000	(15.660.934.288)

⁽ⁱ⁾ Vietnam Industry Securities Company has completed dissolution procedures.

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.

Provisions for investments in other entities

Fluctuations in provisions for investments in other entities are as follows:

	<u>Current year</u>	<u>Previous year</u>
Beginning balance	(15.660.934.288)	(126.173.929.683)
Reversal	3.530.799.241	110.512.995.395
Writing off provisions due to business dissolution	9.022.860.000	-
Ending balance	(3.107.275.047)	(15.660.934.288)

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Notes to the Consolidated Financial Statements (cont.)*Investments in other entities used as mortgage*

The Group has mortgaged shares of Maritime Bank to secure the loan from OCB – Tan Binh Branch (see Note No. V.23b).

3. Short-term trade receivables

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Receivables from related parties</i>	<i>31.148.806.056</i>	<i>51.457.623.017</i>
Gemadept Hai Phong One Member Company Limited	15.809.907.826	17.231.228.695
Gemadept Shipping Limited Company	9.036.900.386	28.751.453.446
“K” Line – Gemadept Logistics Co., Ltd.	4.055.524.000	993.762.000
Gemadept Logistics One Member Company Limited	1.969.153.844	4.201.998.876
OOCL Logistics (Vietnam) Co., Ltd.	277.320.000	279.180.000
<i>Receivables from other customers</i>	<i>335.765.047.660</i>	<i>364.114.914.422</i>
Total	366.913.853.716	415.572.537.439

The claim for some receivables has been mortgaged to secure the loans from Vietinbank – Branch 1 in Ho Chi Minh City and VIB – Saigon Branch (see Note No. V.23a).

4. Short-term/long-term prepayments to suppliers**4a. Short-term prepayments to suppliers**

	<u>Ending balance</u>	<u>Beginning balance</u>
Golden Lotus Corporation	55.274.181.296	58.274.181.296
ADE Co., Ltd.	21.736.500.000	-
Sao Do Investment Group Joint Stock Company	20.000.000.000	-
Galaxy Maritime Corporation	10.783.853.004	16.633.824.821
Binh Duong Port Corporation	-	22.435.940.990
Other suppliers	42.834.147.911	216.063.610.125
Total	150.628.682.211	313.407.557.232

4b. Long-term prepayments to suppliers

This item reflects prepayment to Vuong Song Construction Service Trading Co., Ltd.

5. Receivables for short-term loans

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Loans given to related parties</i>	<i>18.890.000.000</i>	<i>14.110.000.000</i>
CJ Gemadept Logistics Holdings Company Limited	16.600.000.000	4.000.000.000
Minh Dam Tourism J.S.C.	2.290.000.000	2.110.000.000
Mekong Logistics Company	-	8.000.000.000
<i>Loans given to other organizations</i>	<i>11.000.000.000</i>	<i>11.000.000.000</i>
Total	29.890.000.000	25.110.000.000

6. Other short-term/long-term receivables**6a. Other short-term receivables**

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Receivables from related parties</i>	<i>34.523.148.215</i>	<i>68.636.960.655</i>
Golden Globe Co., Ltd. – Payment on this company’s behalf	26.059.414.500	26.036.881.500
Gemadept Shipping Limited Company – Profit shared, collection on the Group’s behalf	7.663.152.863	31.478.017.357

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	<u>Ending balance</u>	<u>Beginning balance</u>
Golden Globe Trading Co., Ltd. – Payment on this company's behalf	300.000.000	300.000.000
CJ Gemadept Logistics Holdings Company Limited – Interests on loan given	293.698.630	-
Minh Dam Tourism J.S.C. – Interest on loan given	206.882.222	206.882.222
Gemadept Logistics One Member Company Limited – Payment on this company's behalf	-	327.961.655
Gemadept Hai Phong One Member Company Limited – Payment on this company's behalf, profit shared	-	9.132.443.155
Power Transportation and Service J.S.C. – Dividends	-	1.072.446.000
Mekong Logistics Company – Interest on loan given	-	82.328.766
Receivables from other organizations and individuals	214.046.318.104	135.766.083.132
Advances	100.146.138.917	76.383.333.617
Ocean Investment Consultants Corporation – Receivable for investment cooperation	32.000.000.000	-
Hang River Co., Ltd. – Capital contribution to develop the project of Le Chan General Port	19.000.000.000	19.000.000.000
Payments on other's behalf	13.579.760.293	6.383.871.743
Short-term deposits	1.767.449.075	6.416.987.018
Other short-term receivables	47.552.969.819	27.581.890.754
Total	248.569.466.319	204.403.043.787

6b. Other long-term receivables

	<u>Ending balance</u>	<u>Beginning balance</u>
Indochina Sun Infrastructure Development Construction Investment Corporation – Capital contribution to develop the project of Logistics Service Area	18.000.000.000	18.000.000.000
Long-term deposits	13.987.883.113	9.424.688.070
Other long-term receivables	2.737.494.900	2.765.540.300
Galaxy Maritime Corporation – Capital support	-	24.000.000.000
Total	34.725.378.013	54.190.228.370

7. Doubtful debts

	Outstanding period	Ending balance		Outstanding period	Beginning balance	
		Original costs	Provisions already made		Original costs	Provisions already made
Ms. Nguyen Thi Hong Linh – Receivable for trading securities	Over 03 years	3.000.000.000	(3.000.000.000)	Over 03 years	3.000.000.000	(3.000.000.000)
Penex Container lines Pte. Ltd. – Trade receivables ^(*)		-	-	Over 03 years	2.792.724.771	(2.792.724.771)
Receivables from other organizations and individuals	From 01 year to over 03 years	6.045.260.702	(5.752.851.786)	From 01 year to over 03 years	3.983.224.623	(3.983.224.623)
Total		9.045.260.702	(8.752.851.786)		9.775.949.394	(9.775.949.394)

^(*) During the year, the Group recovered the receivable amount of VND 2.245.919.198 from Penex Container Lines Pte. Ltd. The remaining amount of VND 546.805.573 has been written off.

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Fluctuations in allowances for doubtful debts are as follows:

	<u>Current year</u>	<u>Previous year</u>
Beginning balance	(9.775.949.394)	(13.885.718.489)
Increase due to combination	(80.979.000)	-
(Allowance)/Reversal of allowance	476.292.035	(244.500.637)
Decrease due to capital withdrawal from subsidiaries	-	3.097.397.830
Written-off debts (see Note No. V.28c)	627.784.573	1.256.871.902
Ending balance	(8.752.851.786)	(9.775.949.394)

8. 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	36.852.578.743	-	30.445.778.818	-
Fuel in ships	4.690.132.405	-	1.152.441.000	-
Spare parts	13.984.714.834	-	12.423.586.653	-
Tools	326.526.210	-	352.473.720	-
Work-in-process	16.053.759.635	-	15.448.609.291	-
Merchandises, finished goods	9.594.469.859	(3.121.208.460)	8.843.594.297	(3.118.509.620)
Total	81.502.181.686	(3.121.208.460)	68.666.483.779	(3.118.509.620)

Fluctuations in allowances for inventories are as follows:

	<u>Current year</u>	<u>Previous year</u>
Beginning balance	(3.118.509.620)	(3.057.785.720)
Exchange difference	(2.698.840)	(60.723.900)
Ending balance	(3.121.208.460)	(3.118.509.620)

9. Short-term/long-term prepaid expenses**9a. Short-term prepaid expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
Repair expenses	1.460.314.418	2.198.619.817
Supplies	759.894.626	261.666.669
Insurance premiums	4.183.100.579	2.810.437.695
Expenses on port dredging and maintaining	-	9.360.321.092
Other short-term prepaid expenses	3.681.330.996	4.054.868.975
Total	10.084.640.619	18.685.914.248

9b. Long-term prepaid expenses

	<u>Ending balance</u>	<u>Beginning balance</u>
Expenses on transferring land use right ⁽ⁱ⁾	136.256.889.176	140.397.901.459
Land rental ⁽ⁱⁱ⁾	435.776.048.628	447.067.932.252
Expenses on frontage road investment	19.908.443.329	23.467.404.134
Supplies, spare parts	4.007.090.743	3.859.164.753
Expenses of warehouse, office repair	20.257.228.798	-
Interest expenses for container financial lease	38.589.763.593	49.467.126.156
Other long-term prepaid expenses	21.665.371.254	44.803.445.952
Total	676.460.835.521	709.062.974.706

(i) This is the expenses on transferring the land use right of Nam Hai Dinh Vu Port J.S.C. This land use right has been mortgaged to secure the loan from Techcombank – Hai Phong Branch (see Note No. V.23).

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- (ii) This is the land rental of Nam Hai ICD Joint Stock Company and Nam Dinh Vu Port Joint Stock Company. This land rental has been mortgaged to secure the loans from Indovina Bank Ltd. – Hai Phong Branch and VIB – Saigon Branch (see Note No. V.23b).

10. Tangible fixed assets

	Buildings and structures	Machinery and equipment	Vehicles	Office equipment	Total
Historical costs					
Beginning balance	1.952.413.828.616	1.301.233.553.805	1.211.574.132.018	27.785.773.499	4.493.007.287.938
Acquisition during the year	2.805.035.909	147.272.521.583	23.855.261.179	1.129.179.409	175.061.998.080
Completed constructions	15.233.815.454	-	81.194.022.998	-	96.427.838.452
Increase due to combination	55.912.125.612	47.635.346.974	5.543.765.741	299.555.454	109.390.793.781
Liquidation	(1.676.036.899)	(29.087.615.337)	(5.702.605.592)	(1.423.911.901)	(37.890.169.729)
Decrease due to dissolution	-	(81.180.000)	-	-	(81.180.000)
Other decrease	(1.164.309.090)	-	(2.311.303.497)	(36.463.636)	(3.512.076.223)
Exchange difference	183.694.760	38.281.100	(5.184.254)	1.573.780	218.365.386
Ending balance	2.023.708.154.362	1.467.010.908.125	1.314.148.088.593	27.755.706.605	4.832.622.857.685
<i>In which:</i>					
Assets fully depreciated but still in use	45.550.263.703	175.832.650.731	239.153.578.618	8.429.286.206	468.965.779.258
Assets waiting for liquidation	-	-	-	-	-
Depreciation					
Beginning balance	568.975.610.116	421.771.970.570	569.848.412.040	12.912.821.104	1.573.508.813.830
Depreciation during the year	111.583.098.413	93.447.294.679	88.836.046.251	4.463.391.801	298.329.831.144
Increase due to combination	32.224.941.491	39.732.920.035	5.005.938.120	299.555.454	77.263.355.100
Liquidation	(1.506.771.268)	(23.469.561.496)	(5.638.878.772)	(1.423.911.901)	(32.039.123.437)
Decrease due to dissolution	-	(81.180.000)	-	-	(81.180.000)
Other decrease	(543.583.496)	-	-	(36.463.636)	(580.047.132)
Exchange difference	84.546.200	2.998.778	4.268.510	1.352.974	93.166.462
Ending balance	710.817.841.456	531.404.442.566	658.055.786.149	16.216.745.796	1.916.494.815.967
Net book values					
Beginning balance	1.383.438.218.500	879.461.583.235	641.725.719.978	14.872.952.395	2.919.498.474.108
Ending balance	1.312.890.312.906	935.606.465.560	656.092.302.444	11.538.960.808	2.916.128.041.718
<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 2.519.133.378.905, have been mortgaged to secure the loans from banks (see Note No. V.23).

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Notes to the Consolidated Financial Statements (cont.)**11. Financial leased assets**

	Vehicles
Historical costs	
Beginning balance	259.292.255.153
Financial lease during the year	446.634.407
Ending balance	259.738.889.560
Depreciation	
Beginning balance	55.820.832.735
Depreciation during the year	44.048.803.263
Ending balance	99.869.635.998
Net book values	
Beginning balance	203.471.422.418
Ending balance	159.869.253.562

12. Intangible fixed assets

	Land use right	Computer software	Website design expenses	Total
Initial costs				
Beginning balance	307.313.481.530	39.278.412.351	105.000.000	346.696.893.881
Acquisition during the year	245.384.640	782.000.000	-	1.027.384.640
Exchange difference	-	119.380	-	119.380
Ending balance	307.558.866.170	40.060.531.731	105.000.000	347.724.397.901
<i>In which:</i>				
Assets fully amortized but still in use	-	10.186.806.995	30.000.000	10.216.806.995
Amortization				
Beginning balance	46.254.682.073	19.244.174.900	59.112.903	65.557.969.876
Amortization during the year	6.144.455.020	6.705.578.588	15.000.000	12.865.033.608
Exchange difference	24.346.898	119.380	-	24.466.278
Ending balance	52.423.483.991	25.949.872.868	74.112.903	78.447.469.762
Net book values				
Beginning balance	261.058.799.457	20.034.237.451	45.887.097	281.138.924.005
Ending balance	255.135.382.179	14.110.658.863	30.887.097	269.276.928.139
<i>In which:</i>				
Assets temporarily not in use	-	-	-	-
Assets waiting for liquidation	-	-	-	-

13. Construction-in-progress

Information on increases/(decreases) of construction-in-progress is presented in attached Appendix 02.

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Notes to the Consolidated Financial Statements (cont.)**14. Deferred income tax assets**

This item reflects deferred income tax assets related to temporarily deductible differences. Details of increases/(decreases) during the year are as follows:

	Current year	Previous year
Beginning balance	30.485.029.379	33.016.627.000
Inclusion into operation results during the year	63.696.735.934	(2.531.597.621)
Offsetting against deferred income tax liabilities	99.085.596	-
Ending balance	94.280.850.909	30.485.029.379

The corporate income tax rate used for determining deferred income tax assets is 20%.

15. Goodwill

The goodwill is generated from the investments in Nam Hai Dinh Vu Port J.S.C., Nam Hai Port Corporation and Binh Duong Port Corporation. Details are as follows:

	Initial costs	Amount allocated	Net book values
Beginning balance	282.481.409.458	227.180.980.611	55.300.428.847
Increase due to business combination	276.035.974.126		
Allocation during the year		34.583.208.903	
Ending balance	558.517.383.584	261.764.189.514	296.753.194.070

16. Short-term trade payables

	Ending balance	Beginning balance
<i>Payables to related parties</i>	<i>17.359.467.166</i>	<i>22.323.790.221</i>
Gemadep Shipping Limited Company	13.767.967.441	13.680.978.518
Gemadep Hai Phong One Member Company Limited	2.695.365.948	6.756.869.342
Gemadep Logistics One Member Company Limited	785.889.307	1.885.942.361
Mekong Logistics Company	102.430.000	-
Power Transportation and Service J.S.C. (Potraco)	7.814.470	-
<i>Payables to other suppliers</i>	<i>405.441.857.140</i>	<i>381.255.859.739</i>
Rich Mountain Trading Co., Ltd.	72.209.927.520	67.221.748.900
V.K.S Capital Investment Co., Ltd.	66.909.451.680	72.638.886.600
Other suppliers	266.322.477.940	241.395.224.239
Total	422.801.324.306	403.579.649.960

The Group has no outstanding trade payable.

17. Short-term advances from customers

	Ending balance	Beginning balance
<i>Advances from related parties</i>	<i>122.606.177.166</i>	-
Gemadep – Terminal Link Cai Mep Terminal J.S.C	122.606.177.166	-
<i>Advances from other customers</i>	<i>8.765.725.821</i>	<i>4.780.274.288</i>
Khanh Duy Co., Ltd.	1.558.717.400	2.000.000.000
Petro China International (S) Pte. Ltd	-	489.442.015
Other customers	7.207.008.421	2.290.832.273
Total	131.371.902.987	4.780.274.288

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Notes to the Consolidated Financial Statements (cont.)**18. Taxes and other obligations to the State Budget**

	Beginning balance		Increase during the year		Increase/(Decrease) due to combination	Ending balance	
	Payables	Receivables	Amount payable	Amount already paid		Payables	Receivables
VAT on local sales	3.747.986.304	-	102.901.086.222	(102.167.271.505)	-	4.481.801.051	-
VAT on imports	-	-	2.790.657.482	(2.790.657.482)	-	-	-
Export-import duties	-	-	211.346.698	(211.346.698)	-	-	-
Corporate income tax	24.034.072.457	4.297.173.786	154.969.045.025	(100.596.252.515)	(70.601.765)	77.510.246.926	3.471.157.510
Personal income tax	2.836.629.727	1.334.404.945	38.032.936.957	(38.074.062.043)	154.590.154	2.721.296.230	1.105.606.380
Other taxes	419.134.329	814.864.266	11.463.590.704	(11.481.171.839)	119.082.293	24.687.206	318.916.015
Total	31.037.822.817	6.446.442.997	310.368.663.088	(255.320.762.082)	203.070.682	84.738.031.413	4.895.679.905

Value added tax (VAT)

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

Export-import duties

The Group companies have declared and paid these duties in line with the Customs' notices.

Corporate income tax

The Group companies have to pay corporate income tax on taxable income at the rate of 20%. Particularly, overseas companies are responsible for paying corporate income tax at the rate as stipulated by each country.

Determination of corporate income tax liability of the Group companies is based on prevailing 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 Financial Statements can be changed upon the inspection of tax authorities.

Other taxes

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

19. Payables to employees

This item reflects the salary and others payable to employees.

20. Short-term accrued expenses

	Ending balance	Beginning balance
Payables to related parties	264.861.130	782.782.029
Gemadep Hai Phong One Member Company Limited – Service charges	264.861.130	285.165.697
Gemadep – Terminal Link Cai Mep Terminal J.S.C – Loan interest expenses	-	497.616.332
Payables to other organizations and individuals	167.836.052.279	166.834.435.574
Loan interest expenses	14.932.551.720	12.842.721.477
Expenses on rubber tree cultivation project	73.969.748.100	65.543.237.520
Expenses on repairing and building	-	6.572.991.382
Expenses on goods loading, unloading and transport	7.470.606.680	6.861.219.604
Expenses on port dredging and maintaining	34.716.500.182	41.239.898.651
Other expenses	36.746.645.597	33.774.366.940
Total	168.100.913.409	167.617.217.603

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Notes to the Consolidated Financial Statements (cont.)**21. Short-term/long-term unearned revenues****21a. Short-term unearned revenues**

	<u>Ending balance</u>	<u>Beginning balance</u>
CJ Logistics Corporation – Revenue of consulting service provision received in advance	4.937.359.091	-
Revenue of leasing fixed assets received in advance	297.580.940	-
Total	<u>5.234.940.031</u>	<u>-</u>

21b. Long-term unearned revenues

	<u>Ending balance</u>	<u>Beginning balance</u>
Deferred interest due to revaluation of fixed assets contributed as capital to associates and jointly-controlled entities	221.327.776.240	227.705.328.879
Other long-term unearned revenues	2.349.732.460	2.783.529.220
Total	<u>223.677.508.700</u>	<u>230.488.858.099</u>

22. Other short-term/long-term payables**22a. Other short-term payables**

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Payables to related parties</i>	<i>5.700.381.590</i>	<i>8.550.868.709</i>
Gemadep Logistics One Member Company Limited – Collection on this company's behalf	5.102.301.379	5.117.063.590
Gemadep Hai Phong One Member Company Limited – Collection on this company's behalf and other payables	308.096.880	1.066.094.645
Gemadep Shipping Limited Company – Collection on this company's behalf	217.678.831	2.295.405.974
“K” Line – Gemadep Logistics Co., Ltd. – Receipt of deposits for office lease	72.304.500	72.304.500
<i>Payables to other organizations and individuals</i>	<i>173.912.232.082</i>	<i>100.189.801.684</i>
Land rental (*)	9.250.731.900	7.140.331.540
Trade Union's expenditures, social insurance, health insurance and unemployment insurance premiums	3.502.120.368	1.385.933.964
Receipts of short-term deposits	4.980.897.715	3.887.393.840
Dividends payable	27.220.565.300	866.923.926
Payable for agency service	8.700.384.487	6.666.007.893
Other short-term payables	120.257.532.312	80.243.210.521
Total	<u>179.612.613.672</u>	<u>108.740.670.393</u>

22b. Other long-term payables

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Payables to related parties</i>	<i>2.000.000.000</i>	<i>2.000.000.000</i>
Gemadep Logistics One Member Company Limited – Receipt of deposits for warehouse lease	2.000.000.000	2.000.000.000
<i>Payables to other organizations and individuals</i>	<i>72.872.092.260</i>	<i>66.333.658.840</i>
Land rental (*)	72.872.092.260	66.333.658.840
Total	<u>74.872.092.260</u>	<u>68.333.658.840</u>

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- (*) Land rentals incurred at Pacific Pearl Joint Stock Company Limited, Pacific Lotus Joint Stock Company Limited and Pacific Pride Joint Stock Company Limited have been allocated for the period accumulated from 2011 to 31 December 2019. These expenses will be paid after the 5-year period since the signing date of Land Leasing Contract.

22c. Outstanding debts

The Group has no other outstanding payable.

23. Short-term/long-term borrowings and financial lease**23a. Short-term borrowings and financial lease**

	<u>Ending balance</u>	<u>Beginning balance</u>
Short-term borrowings payable to related parties	56.000.000.000	273.775.223.876
Loan from Saigon Cargo Service Corporation at fixed interest rate as stipulated in the Contract	56.000.000.000	53.454.260.000
Loan from Gemadept – Terminal Link Cai Mep Terminal J.S.C. at fixed interest rate as stipulated in the Contract	-	220.320.963.876
Short-term borrowings payable to other organizations	227.909.755.481	123.051.121.582
Short-term loans from banks	165.535.027.481	123.051.121.582
Loan from Vietinbank – Branch 1 in Ho Chi Minh City ⁽ⁱ⁾	62.096.079.204	44.420.442.152
Loan from LienVietPostBank – Hai Phong Branch ⁽ⁱⁱ⁾	46.285.612.782	-
Loan from Techcombank – Hai Phong Branch ⁽ⁱⁱⁱ⁾	36.155.774.385	78.630.679.430
Loan from VIB – Saigon Branch ⁽ⁱ⁾	16.818.621.666	-
Loan from OCB – Tan Binh Branch ⁽ⁱⁱ⁾	4.178.939.444	-
Short-term loans from other organizations	62.374.728.000	-
Current portions of borrowings and financial lease payable to organizations	367.959.634.752	278.180.975.264
Current portions of long-term loans (see Note No. V.23b)	312.213.953.651	222.276.002.552
Current portions of financial lease (see Note No. V.23b)	55.745.681.101	55.904.972.712
Total	651.869.390.233	675.007.320.722

- (i) The loan from Vietinbank – Branch 1 in Ho Chi Minh City is to supplement the working capital. This loan is secured by mortgaging asset right arising from contracts signed by the Corporation before and after the signing date of credit contracts (see Note No. V.3)
- (ii) The loans from LienVietPostBank – Hai Phong Branch, VIB – Saigon Branch and OCB – Tan Binh Branch are to supplement the working capital. The loan term is 12 months. These loans are secured by mortgaging machinery and equipment and vehicles (see Note V.10).
- (iii) The loan from Techcombank – Hai Phong Branch is to supplement the working capital. The loan term is 12 months. This loan is secured by mortgaging leased land use right, of which the rental is paid annually and benefit thereof, assets on land formed from loan and machinery, equipment formed from loan.

The Group is solvent over short-term loans and financial leases.

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Notes to the Consolidated Financial Statements (cont.)**23b. Long-term borrowings and financial lease**

	Ending balance	Beginning balance
Long-term loans from banks	1.276.364.485.689	1.387.108.882.336
Loan from VIB – Saigon Branch ⁽ⁱ⁾	760.038.333.712	879.771.023.425
Loan from OCB – Tan Binh Branch ⁽ⁱⁱ⁾	187.874.611.427	184.457.549.999
Loan from Indovina Bank Ltd. – Hai Phong Branch ⁽ⁱⁱⁱ⁾	87.045.596.650	155.708.641.250
Loan from Shinhan Vietnam Bank Limited – Hai Phong Branch ^(iv)	84.000.000.000	-
Loan from ACB – Saigon Branch ^(v)	60.000.000.000	80.000.000.000
Loan from Techcombank – Hai Phong Branch ^(vi)	51.342.000.000	23.171.667.662
Loan from BIDV – Quang Ngai Branch ^(vii)	26.000.000.000	64.000.000.000
Loan from Vietcombank – Ho Chi Minh City Branch ^(viii)	20.063.943.900	-
Financial leases	149.252.935.500	204.872.566.704
Financial lease from Trac Container Ltd.	125.409.932.219	159.396.923.957
Financial lease from Intermodal Investment Fund IV LLC	23.843.003.281	45.475.642.747
Total	1.425.617.421.189	1.591.981.449.040

(i) The loans from VIB – Saigon Branch are to supplement the capital for the operations. The loan term is 05 years, starting from the date of first loan disbursement. This loan is also to invest in Nam Dinh Vu Port project and the loan term is 120 months, starting from the date of first loan disbursement. The grace period is 24 months. These loans are secured by mortgaging machinery, equipment and all rights to exploit the project, to use infrastructure on land, construction works, machinery and equipment, etc. and existing assets attached to land as well as assets formed in the future under the project's scope (see Notes No. V.9b and V.10).

(ii) The loan from OCB – Tan Binh Branch is to contribute capital to Phuoc Long Port Co., Ltd. and purchase Green Pacific and Pride Pacific ships. The loan term is within 84 months, starting from the date of first loan disbursement. This loan is secured by assets formed from the loan and shares of Maritime Bank (see Notes No. V.2c and V.10).

(iii) The loan from Indovina Bank Ltd. – Hai Phong Branch is to fund machinery and equipment package of Nam Hai Dinh Vu Port project. The loan term is 08 years, starting from the date of first loan disbursement. This loan is secured by all values of machinery and equipment package of Nam Hai Dinh Vu Port project (see Note No. V.10).

The loan from Indovina Bank Ltd. – Hai Phong Branch is to fund partially Nam Hai Logistics and Industry Center project. This loan is secured by mortgaging asset right arising from the Contract on subleasing land lot CN3 – MP Dinh Vu Industrial Park, assets attached to land and equipment (see Note No. V.9b).

(iv) The loan from Shinhan Bank Vietnam Limited – Hai Phong Branch is to invest in 08 rubber tired gantry cranes (RTG). The loan term is 05 years, starting from the date of first loan disbursement. This loan is secured by assets formed from the loan (see Note No. V.10).

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- (v) The loan from ACB – Saigon Branch is to contribute capital to Phuoc Long Port Co., Ltd. The loan term is 84 months, starting from the date of first loan disbursement. This loan is secured by 8.530.000 shares of Saigon Cargo Service Corporation (see Note No. V.2c).
- (vi) The loan from Techcombank – Hai Phong Branch is to implement the project of Nam Hai Dinh Vu Port. The loan term is 07 years, starting from the date of first loan disbursement. This loan is secured by leased land use right, of which the rental is paid annually and benefits generating from the leased land, assets on the land formed from the loan, machinery and equipment formed from the loan (see Notes No. V.9b and V.10).
- (vii) The loan from BIDV – Quang Ngai Branch is to invest in Wharf No. 1 – Dung Quat General Port. The loan term is 14,5 years, starting from the date of first loan disbursement. This loan is secured by assets formed from investment project of Wharf No. 1 – Dung Quat General Port (see Note No. V.10).
- (viii) The loan from Vietcombank – Ho Chi Minh City Branch is to purchase 04 container forklifts. The loan term is 60 months, starting from the date of first loan disbursement. This loan is secured by assets formed from the loan (see Note No. V.10).

The Group is solvent over long-term loans and financial leases.

Payment schedule of long-term loans and financial lease is as follows:

	Total debts	Under 01 year	From 01 year to 05 years	Over 05 years
Ending balance				
Long-term loans from banks	1.588.578.439.340	312.213.953.651	965.894.603.704	310.469.881.985
Financial lease	204.998.616.601	55.745.681.101	149.233.584.416	19.351.084
<i>Principal</i>	<i>165.181.184.343</i>	<i>44.502.012.636</i>	<i>120.663.515.253</i>	<i>15.656.454</i>
<i>Interest</i>	<i>39.817.432.258</i>	<i>11.243.668.465</i>	<i>28.570.069.163</i>	<i>3.694.630</i>
Total	1.793.577.055.941	367.959.634.752	1.115.128.188.120	310.489.233.069
Beginning balance				
Long-term loans from banks	1.609.384.884.888	222.276.002.552	1.040.315.949.279	346.792.933.057
Financial lease	260.777.539.416	55.904.972.712	181.827.790.554	23.044.776.150
<i>Principal</i>	<i>209.795.319.967</i>	<i>44.717.652.195</i>	<i>146.443.869.938</i>	<i>18.633.797.834</i>
<i>Interest</i>	<i>50.982.219.449</i>	<i>11.187.320.517</i>	<i>35.383.920.616</i>	<i>4.410.978.316</i>
Total	1.870.162.424.304	278.180.975.264	1.222.143.739.833	369.837.709.207

23c. Outstanding borrowings and financial leases

The Group has no outstanding loan and financial lease.

24. Provisions for short-term payables

This item reflects the amounts payable related to compensations for loss during transportation process.

25. Bonus and welfare funds

Bonus and welfare funds of the Corporation include bonus fund, welfare fund and operating fund of the Board of Management.

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Notes to the Consolidated Financial Statements (cont.)**26. Deferred income tax liabilities**

	<u>Current year</u>	<u>Previous year</u>
Beginning balance	111.871.685	6.567.021.758
Inclusion into operation result during the year	(210.957.281)	(6.404.212.773)
Offsetting against deferred income tax assets	99.085.596	-
Decrease due to capital withdrawal from subsidiaries	-	(50.937.300)
Ending balance	-	111.871.685

The corporate income tax rate used for determining value of deferred income tax is 20%.

27. Owner's equity**27a. Statement of fluctuations in owner's equity**

Information on the fluctuations in owner's equity is presented in attached Appendix 03.

27b. Shares

	<u>Ending balance</u>	<u>Beginning balance</u>
Number of shares already sold to the public	296.924.957	296.924.957
- Common shares	296.924.957	296.924.957
- Preferred shares	-	-
Number of shares repurchased	-	-
- Common shares	-	-
- Preferred shares	-	-
Number of outstanding shares	296.924.957	296.924.957
- Common shares	296.924.957	296.924.957
- Preferred shares	-	-

Par value of outstanding shares: VND 10.000.

27c. Exchange differences

Exchange difference arises due to converting the Financial Statements of subsidiaries prepared in USD into those in VND.

28. Off-balance sheet items**28a. External leased assets**

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

	<u>Ending balance</u>	<u>Beginning balance</u>
Under 01 year	17.534.222.715	16.217.659.836
From 01 year to 05 years	11.181.997.858	24.326.489.754
Over 05 years	12.384.442.577	-
Total	41.100.663.150	40.544.149.590

The above-mentioned lease payments include:

- The rental and management fee payable for leasing office of CJ Vietnam Co., Ltd. located at No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.
- Total rental for land at Binh Thang Ward, Di An Town, Binh Duong Province.

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28b. Foreign currencies

	<u>Ending balance</u>	<u>Beginning balance</u>
United States Dollar (USD)	2.294.936,45	1.524.653,01
Euro (EUR)	749,18	760,48

28c. Treated doubtful debts

	<u>Ending balance</u>	<u>Beginning balance</u>	<u>Reason for writing off</u>
Lion Lord Corporation	1.277.515.915	1.277.515.915	This Corporation was dissolved.
Other subjects	3.376.452.193	2.748.667.620	Irrecoverable
Total	4.653.968.108	4.026.183.535	

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

	<u>Current year</u>	<u>Previous year</u>
Sales from port operation	2.338.039.480.007	2.278.542.369.971
Sales from logistics services: transportation services, agent services, leasing assets, etc.	303.409.172.942	426.235.946.792
Sales from leasing offices	1.465.273.255	2.778.073.972
Total	2.642.913.926.204	2.707.556.390.735

1b. Sales to related parties

Apart from sales of goods and service provisions with joint ventures and associates presented in Note No. V.2c, the Group has no sales of goods and service provisions with related parties which are not joint ventures and associates.

2. Costs of sales

	<u>Current year</u>	<u>Previous year</u>
Costs of port operation	1.417.431.035.895	1.415.842.794.895
Costs of logistics services: transportation services, agent services, leasing assets, etc.	212.709.983.020	323.608.263.724
Total	1.630.141.018.915	1.739.451.058.619

3. Financial income

	<u>Current year</u>	<u>Previous year</u>
Bank deposit interest	1.810.463.661	14.681.440.162
Interest on loans given	1.611.155.301	1.393.012.189
Dividends and profit shared	3.330.481.500	15.401.940.999
Proceeds from liquidation of other investments	94.549.434.874	-
Proceeds from transferring a part of capital at subsidiaries, associates	-	1.578.828.485.230
Exchange gain arising	1.878.303.314	13.756.163.760
Exchange gain due to the revaluation of monetary items in foreign currencies	1.763.485.602	305.817.100
Other financial income	2.544.362.165	996.842.235
Total	107.487.686.417	1.625.363.701.675

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Notes to the Consolidated Financial Statements (cont.)**4. Financial expenses**

	Current year	Previous year
Loan interest expenses	145.399.814.157	128.796.150.372
Exchange loss arising	5.024.000.675	4.804.337.813
Exchange loss due to the revaluation of monetary items in foreign currencies	-	17.945.761.562
Loss from liquidation of securities investments	17.157.125.015	-
Reversal of provision for financial investments	(21.218.645.008)	(123.136.839.476)
Other financial expenses	147.733.449	15.289.305.998
Total	146.510.028.288	43.698.716.269

5. Selling expenses

	Current year	Previous year
Commission brokerage expenses	132.041.268.069	92.726.577.742
Other expenses	5.953.816.964	9.279.670.422
Total	137.995.085.033	102.006.248.164

6. General and administration expenses

	Current year	Previous year
Salary for office staff	153.032.285.390	139.161.976.887
Materials and stationery	9.834.750.176	6.568.085.492
Depreciation/(amortization) of fixed assets	19.460.733.184	18.550.951.247
Allowance/(Reversal) of allowance for doubtful debts	(476.292.035)	244.500.637
Allocation of goodwill	34.583.208.903	30.358.340.193
External services rendered	49.968.323.354	54.655.180.142
Other expenses	64.233.174.972	70.987.159.494
Total	330.636.183.944	320.526.194.092

7. Other income

	Current year	Previous year
Proceeds from liquidation of fixed assets	7.445.025.934	14.450.092.501
Unearned revenues to be allocated (*)	6.377.552.639	6.377.552.639
Other income	5.136.782.602	8.484.347.117
Total	18.959.361.175	29.311.992.257

(*) Unearned revenues to be allocated include:

- Revaluation of the land use right contributed as capital to Gemadept – Terminal Link Cai Mep Terminal J.S.C., which generated from 2008 for the amount of VND 283.980.000.000 with the allocation period of 48 years and 10 months.
- Revaluation of the fixed assets contributed as capital to CJ Gemadept Logistics Holdings Company Limited, which generated from 2017 for the amount of VND 5.622.625.365 with the allocation period of 10 years.

8. Other expenses

	Current year	Previous year
Expenses on ineffective investment	49.645.138.835	101.133.212.310
Other expenses	5.961.317.724	5.814.658.601
Total	55.606.456.559	106.947.870.911

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Notes to the Consolidated Financial Statements (cont.)**9. Deferred income tax**

	<u>Current year</u>	<u>Previous year</u>
Deferred income tax arising from temporarily taxable differences	-	402.537.129
Deferred income tax arising from reversal of deferred income tax assets	8.631.402.458	4.849.353.352
Gain from deferred income tax arising from temporarily deductible differences	(72.328.138.392)	(2.317.755.731)
Gain from deferred income tax arising from reversal of deferred income tax payable	(210.957.281)	(6.806.749.902)
Total	<u>(63.907.693.215)</u>	<u>(3.872.615.152)</u>

10. Earnings per share**10a. Basic earnings per share and diluted earnings per share**

	<u>Current year</u>	<u>Previous year</u>
Accounting profit after corporate income tax of shareholders of the Parent Company	517.028.616.025	1.847.718.123.862
Appropriation for bonus and welfare funds, funds of the Board of Management, Executive Officers and Control Board	(41.362.289.282)	(38.593.996.792)
Increases/(decreases) in accounting profit used to determine profit distributed to ordinary equity holders	-	-
Profit used to calculate basic and diluted earnings per share	475.666.326.743	1.809.124.127.070
The average number of ordinary shares outstanding during the year	296.924.957	291.447.994
Basic earnings per share	<u>1.602</u>	<u>6.207</u>
Diluted earnings per share	<u>1.602</u>	<u>6.207</u>

10b. 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 Financial Statements.

11. Operating costs

	<u>Current year</u>	<u>Previous year</u>
Materials and supplies	231.383.369.181	234.583.057.278
Labor	364.057.342.626	339.973.384.321
Depreciation/(amortization) of fixed assets and goodwill allocated	366.059.069.170	335.232.703.722
External services rendered	931.429.858.548	1.106.436.217.864
Other expenses	205.842.648.367	145.758.137.690
Total	<u>2.098.772.287.892</u>	<u>2.161.983.500.875</u>

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Notes to the Consolidated Financial Statements (cont.)

VII. OTHER DISCLOSURES

1. Transactions and balances with related parties

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

1a. Transactions and balances with the key managers and their related individuals

The key managers include members of the Board of Management and the Executive Officers (the Board of Directors and the Chief Accountant). 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 Group has no receivables from and payables to the key managers and their related individuals.

Income of the key managers

	Current year	Previous year
Salary	11.728.016.000	9.993.008.000
Other income	2.568.835.292	2.062.035.292
Total	14.296.851.292	12.055.043.292

1b. Transactions and balances with other related parties

Other related parties of the Group include:

Other related parties	Relationship
Gemadep - Terminal Link Cai Mep Terminal J.S.C.	Jointly-controlled entity
Saigon Cargo Service Corporation	Associate
CJ Gemadep Logistics Holdings Company Limited	Associate
"K" Line - Gemadep Logistics Co., Ltd.	Jointly-controlled entity
CJ Gemadep Shipping Holdings Company Limited	Jointly-controlled entity
Golden Globe Co., Ltd.	Associate
Vung Tau Commercial Port J.S.C. (VCP)	Associate
Golden Globe Trading Co., Ltd.	Associate
Foodstuff Combina Torial Joint Stock Company	Associate
Minh Dam Tourism J.S.C.	Associate
Gemadep Hai Phong One Member Company Limited	Subsidiary of associate
Gemadep Logistics One Member Company Limited	Subsidiary of associate
Mekong Logistics Company	Subsidiary of associate
Gemadep Shipping Limited Company	Subsidiary of Jointly-controlled entity
Gemadep Shipping Singapore Pte. Ltd.	Subsidiary of Jointly-controlled entity
Gemadep (Malaysia) Sdn. Bhd.	Subsidiary of Jointly-controlled entity
OOCL Logistics (Vietnam) Co., Ltd.	Associate
Power Transportation and Service J.S.C. (Potraco)	Secondary associate

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Notes to the Consolidated Financial Statements (cont.)

Transactions with other related parties

Apart from transactions with joint ventures and associates presented in Note No. V.2c, the Group has no transaction 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

Receivables from and payables to other related parties are presented in Notes No.V.3, V.5, V.6, V.16, V.17, V.20, V.22 and V.23.

The receivables from other related parties are unsecured and will be paid in cash. No provision has been made for the receivables from other related parties.

2. Segment information

The primary segment report is for the business segment since the organization and management of business operations of the Group are mainly based on their types of services.

2a. Information on business segment

The Group has major business segments as follows:

- Port operation: including all services related to port operation.
- Logistics: including providing transportation, leasing vehicles, and agency services, etc.;
- Real estate: leasing office and investing in the construction of a mixed-use development in Laos.
- Planting rubber trees: including the activities of planting rubber trees in Cambodia.

The information on financial performance, fixed assets, other non-current assets and remarkable non-cash expenses of the business segments of the Group is presented in attached Appendix 04.

2b. Information on geographical segment

The Group's activities are taken place locally and overseas.

Details of net external sales according to geographical segments based on the locations of customers are as follows:

	Current year	Previous year
Local areas	2.579.409.064.209	2.642.551.549.130
Overseas areas	63.504.861.995	65.004.841.605
Total	2.642.913.926.204	2.707.556.390.735

Details of expenses generated on purchases of fixed assets, other non-current assets and segment assets according to geographical segments, based on the locations of assets are as follows:

	Expenses increased to purchase fixed assets and other non-current assets		Segment assets	
	Current year	Previous year	Ending balance	Beginning balance
Local areas	336.845.778.598	741.825.761.791	8.192.672.164.386	8.135.730.870.794
Overseas areas	62.860.022.235	90.115.684.135	1.627.108.655.201	1.601.231.648.380
Total	399.705.800.833	831.941.445.926	9.819.780.819.587	9.736.962.519.174

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Notes to the Consolidated Financial Statements (cont.)

3. Subsequent events

There is no material subsequent event which is required to adjust figures or disclosures in the Consolidated Financial Statements.

Ho Chi Minh City, 06 April 2020



Pham Quang Huy
Preparer



Nguyen Minh Nguyet
Chief Accountant



Do Van Minh
General Director

GEMADEPT CORPORATION

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Appendix 01: Ownership of the Group in joint-ventures, associates

	Beginning value of the ownership	Capital increase	Decrease due to transfer of capital	Gain or loss during the year	Dividends shared during the year	Appropriation for bonus and welfare funds during the year	Other decrease	Ending value of the ownership
Unit: VND								
Genadept – Terminal Link Cai Mep Terminal J.S.C.	1,354,304,784,563	-	-	(18,931,757,638)	-	-	-	1,335,373,026,925
Saigon Cargo Service Corporation	492,213,575,143	-	(17,432,119,486)	204,060,608,774	(137,476,845,500)	(10,601,076,095)	-	530,764,142,836
CJ Genadept Logistics Holdings Company Limited	160,025,850,670	-	-	29,505,900,121	-	(1,637,931,153)	-	187,893,819,638
Co., Ltd.	111,614,774,743	-	-	4,729,808,045	-	-	-	116,344,582,788
CJ Genadept Shipping Holdings Company Limited	91,497,243,877	-	-	14,346,385,724	-	(1,977,999,057)	-	103,865,630,544
Golden Globe Co., Ltd.	94,595,584,086	8,831,725,000	-	(626,945,298)	-	-	-	102,800,363,788
Golden Globe Trading Co., Ltd.	64,013,045,442	-	-	3,914,738,711	-	-	(2,858,233,528)	65,069,550,625
Foodstuff Combina Torial Joint Stock Company	29,448,958,352	-	-	(2,210,225,609)	-	-	-	27,238,732,743
Other joint-ventures, associates	11,140,525,617	-	-	1,369,689,922	(674,940,000)	(177,534,219)	-	11,657,741,320
Total	2,408,854,342,493	8,831,725,000	(17,432,119,486)	256,158,202,752	(138,151,785,500)	(14,394,540,524)	(2,858,233,528)	2,481,007,591,207

Ho Chi Minh City, 06 April 2020



Nguyen Minh Nguyệt
Chief Accountant

Pham Quang Huy
Preparer

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Appendix 02: Increases/(decreases) of construction-in-progress

Unit: VND

	Beginning balance	Increase due to combination	Increase during the year	Inclusion into fixed assets during the year	Other increase/(decrease)	Ending balance
Acquisition of fixed assets	67.895.408.765	-	64.122.952.618	(81.194.022.998)	-	50.824.338.385
Construction-in-progress	1.639.658.945.145	17.823.894.242	155.075.758.659	(15.233.815.454)	(48.346.206.973)	1.748.978.575.619
Rach Chiec Residential Area	51.165.085.825	-	-	-	-	51.165.085.825
Pacific Pride Rubber Trees	741.938.068.630	-	41.743.975.440	-	(31.318.586.680)	752.363.457.390
Pacific Pearl Rubber Trees	381.155.471.670	-	25.780.657.735	-	277.027.024	407.213.156.429
Pacific Lotus Rubber Trees	465.400.319.020	-	19.103.196.808	-	(17.304.647.317)	467.198.868.511
Nam Hai Dinh Vu Port	-	-	58.526.036.987	-	-	58.526.036.987
Renovation for base and yard of Binh An oil factory	-	17.823.894.242	5.052.728.927	(15.233.815.454)	-	7.642.807.715
Other projects	-	-	4.869.162.762	-	-	4.869.162.762
Total	1.707.554.353.910	17.823.894.242	219.198.711.277	(96.427.838.452)	(48.346.206.973)	1.799.802.914.004

Ho Chi Minh City, 06 April 2020



Pham Quang Huy
Preparer

Nguyen Minh Nguyet
Chief Accountant

Do Van Minh

General Director

GEMADEPT CORPORATION

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

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Appendix 03: Statement of fluctuation in owner's equity

	Capital	Share premiums	Other sources of capital	Exchange difference	Investment and development fund	Other funds	Retained earnings	Benefits of non-controlling shareholders	Total
Beginning balance of the previous year	2,882,759,570,000	1,941,832,197,040	71,797,775,902	65,512,288,857	140,506,685,321	128,055,807,347	1,113,091,207,224	750,971,550,398	7,094,537,082,089
Capital increased during the year	86,480,000,000	-	-	-	-	-	-	-	86,480,000,000
Profit during the year	-	-	-	-	-	-	1,847,718,123,862	52,532,301,540	1,900,250,425,402
Appropriation for funds during the year	-	-	-	-	-	-	(40,962,084,068)	(388,962,045)	(41,351,046,113)
Dividends shared during the year	-	-	-	-	-	-	(2,319,187,656,000)	(48,102,644,561)	(2,367,290,300,561)
Disbursement during the year	-	-	-	-	-	(933,333,330)	-	-	(933,333,330)
Transfer and dissolution of subsidiaries	-	-	-	-	-	-	(39,411,599,353)	(106,303,643,239)	(145,715,242,592)
Other increases/(decreases)	-	-	-	22,608,449,654	-	-	(19,603,588,012)	-	3,004,861,642
Ending balance of the previous year	2,969,249,570,000	1,941,832,197,040	71,797,775,902	88,120,738,511	140,506,685,321	127,122,474,017	541,644,403,653	648,708,602,093	6,528,982,446,537
Beginning balance of the current year	2,969,249,570,000	1,941,832,197,040	71,797,775,902	88,120,738,511	140,506,685,321	127,122,474,017	541,644,403,653	648,708,602,093	6,528,982,446,537
Receipt of contribution capital during the year	-	-	-	-	-	-	-	14,000,000,000	14,000,000,000
Profit during the year	-	-	-	-	-	-	517,078,616,025	96,540,435,974	613,569,051,999
Appropriation for funds belonging to owner's equity	-	-	-	-	-	-	-	-	-
Appropriation for bonus and welfare funds	-	-	-	-	12,130,252,031	12,130,252,031	(24,260,504,062)	-	-
Dividends shared during the year	-	-	-	-	-	-	(55,313,269,900)	(2,614,260,774)	(57,927,530,674)
Disbursement during the year	-	-	-	-	-	-	(445,387,435,500)	(60,078,040,980)	(505,465,476,480)
Decrease due to combination	-	-	-	-	-	(1,088,888,892)	-	-	(1,088,888,892)
Decrease due to dissolution of subsidiaries	-	-	-	-	-	-	(20,338,264,126)	(5,060,080,394)	(25,398,344,520)
Other increases/(decreases)	-	-	-	-	-	-	(1,292,789,450)	-	(1,292,789,450)
Ending balance of the current year	2,969,249,570,000	1,941,832,197,040	71,797,775,902	96,692,165,949	152,636,937,352	138,163,837,156	505,387,263,361	690,096,455,919	6,567,256,865,622

CỘNG HÒA XÃ HỘI CHỦ NGHĨA VIỆT NAM
Độc lập - Tự do - Hạnh phúc
CÔNG TY CỔ PHẦN
GEMADEPT
QUẬN 1 - TP. HỒ CHÍ MINH
Ho Chi Minh City, 06 April 2020

Nguyễn Minh Nguyệt
Nguyễn Minh Nguyệt
Chief Accountant

Phạm Quang Huy
Phạm Quang Huy
Preparer

Do Van Minh
General Director

GEMADEPT CORPORATION

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Appendix 04: Segment information according to the business segments

Unit: VND

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

	Port operation	Logistic services	Trading real estate	Planting rubber trees	Deductions	Total
Current year						
Net external sales	2.338.039.480.007	303.409.172.942	1.465.273.255	-	(420.192.397.917)	2.642.913.926.204
Net inter-segment sales	313.807.116.779	106.385.281.138	-	-	(420.192.397.917)	-
Total net sales	2.651.846.596.786	409.794.454.080	1.465.273.255	-	(420.192.397.917)	2.642.913.926.204
Segment financial performance						
Expenses not attributable to segments	633.023.280.692	(41.704.988.949)	1.465.273.255	(14.154.111.766)	95.393.983	578.724.847.215
Operating profit						(34.583.208.903)
Financial income						544.141.638.312
Financial expenses						107.487.686.417
Other income						(146.510.028.288)
Other expenses						18.959.361.175
Gain or loss in associates and joint ventures						(55.606.456.559)
Current income tax	(18.931.757.638)	251.802.166.977	3.287.793.413	-	-	236.158.202.752
Deferred income tax						(154.969.045.025)
Profit after tax						63.907.693.215
						613.569.051.999
Total expenses on acquisition of fixed assets and other non-current assets	267.780.324.758	69.065.453.840	-	62.860.022.235	-	399.705.800.833
Total depreciation/(amortization) and allocation of long-term prepayments	256.275.798.733	122.941.835.332	-	594.484.854	-	379.812.118.919
Total remarkable non-cash expenses (except for depreciation/(amortization) and allocation of long-term prepayments)	-	-	-	-	-	-



GEMADEPT CORPORATION

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Appendix 04: Segment information according to the business segments (cont.)

	Port operation	Logistic services	Trading real estate	Planting rubber trees	Deductions	Total
Previous year						
Net external sales	2.278.542.369.971	426.235.946.792	2.778.073.972	-	-	2.707.556.390.735
Net inter-segment sales	317.433.578.169	244.811.202.530	-	-	(562.244.780.699)	-
Total net sales	2.595.975.948.140	671.047.149.322	2.778.073.972	-	(562.244.780.699)	2.707.556.390.735
Segment financial performance						
Expenses not attributable to segments	629.757.965.276	(31.334.112.873)	2.778.073.972	(13.883.051.946)	(11.387.644.376)	575.931.230.053
Operating profit						(30.358.340.193)
Financial income						545.572.889.860
Financial expenses						1.625.363.701.675
Other income						(43.698.716.269)
Other expenses						29.311.992.257
Other losses						(106.947.870.911)
Gain or loss in associates and joint ventures						132.537.689.049
Current income tax	(12.820.960.675)	141.951.389.423	3.407.260.301	-	-	(285.761.875.411)
Deferred income tax						3.872.615.152
Profit after tax						1.900.250.425.402
Total expenses on acquisition of fixed assets and other non-current assets	256.706.399.752	489.152.996.461	-	86.082.049.713	-	831.941.445.926
Total depreciation/(amortization) and allocation of long-term prepayments	262.850.649.592	90.044.811.936	-	781.352.054	-	353.676.813.582
Total remarkable non-cash expenses (except depreciation/(amortization) and allocation of long-term prepayments)	-	-	-	-	-	-



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For the fiscal year ended 31 December 2019

Appendix 04: Segment information according to the business segments (cont.)

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

Ending balance	Port operation	Logistic services	Trading real estate	Planting rubber trees	Deductions	Total
Direct assets of segment	4,954,402,181,998	2,240,748,340,482	164,807,887,558	2,459,822,409,549	-	9,819,780,819,587
Unallocated assets						300,126,077,415
Total assets						10,119,906,897,002
Direct liabilities of segment	1,519,241,616,566	1,037,378,177,011	-	963,585,165,353	-	3,520,204,958,930
Unallocated liabilities						32,445,072,450
Total liabilities						3,552,650,031,380
Beginning balance						
Direct assets of segment	4,737,958,643,540	2,348,721,447,578	156,904,086,989	2,493,378,341,067		9,736,962,519,174
Unallocated assets						247,100,724,945
Total assets						9,984,063,244,119
Direct liabilities of segment	1,482,684,176,733	943,792,575,558	-	1,002,576,950,853	-	3,429,053,703,144
Unallocated liabilities						26,027,094,438
Total liabilities						3,455,080,797,582


Pham Quang Huy
Preparer

Do Van Minh
General Director

Nguyen Minh Nguyệt
Chief Accountant

