

**Vincom Retail Joint Stock Company**

INTERIM SEPARATE FINANCIAL STATEMENTS

Quarter II 2023



# Vincom Retail Joint Stock Company

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# Vincom Retail Joint Stock Company

## GENERAL INFORMATION

### THE COMPANY

Vincom Retail Joint Stock Company ("the Company"), previously known as Vincom Retail Company Limited, is established in accordance with the Business Registration Certificate No. 0105850244 issued by the Hanoi Department of Planning and Investment on 11 April 2012. In accordance with the 2<sup>nd</sup> amended Business Registration Certificate dated 14 May 2013, the Company changed its legal form to a joint stock company and also changed its name to Vincom Retail Joint Stock Company. Subsequently, the Company obtained amended Enterprise Registration Certificates with the latest is the 23<sup>rd</sup> amended Enterprise Registration Certificate being granted on 22 February 2023.

The Company's shares were officially listed on the Ho Chi Minh Stock Exchange (HOSE) on 6 November 2017.

The current principal activities of the Company are to invest in and develop shopping centers for lease and inventory properties for sale.

The Company's head office is located at No. 7, Bang Lang 1 Street, Vinhomes Riverside, Viet Hung ward, Long Bien district, Hanoi, Vietnam.

Vingroup JSC is the Company's ultimate parent company. Vingroup JSC and its subsidiaries are hereby referred as the Group.

### BOARD OF DIRECTORS

Members of the Board of Directors during the period and at the date of this report are:

Ms. Thai Thi Thanh Hai	Chairwoman
Ms. Tran Mai Hoa	Member
Mr. Nguyen The Anh	Member
Ms. Le Mai Lan	Member
Mr. Sanjay Vinayak	Independent member
Mr. Fong Ming Huang Ernest	Independent member

### MANAGEMENT

Members of the management during the period and at the date of this report are:

Ms. Tran Mai Hoa	General Director
Ms. Pham Thi Thu Hien	Deputy General Director
Mr. Nguyen Duy Khanh	Deputy General Director
Ms. Pham Thi Ngoc Ha	Chief Financial Officer

### SUPERVISORY BOARD

Members of the Supervisory Board during the period and at the date of this report are:

Mr. Chu Anh Dung	Head
Ms. Nguyen Thu Phuong	Member
Ms. Tran Thanh Tam	Member

### LEGAL REPRESENTATIVE

The legal representatives of the Company during the period and up to the date of this report are Ms. Thai Thi Thanh Hai, Ms. Tran Mai Hoa and Mr. Nguyen Anh Dung.

Ms. Pham Thi Ngoc Ha is authorised by the legal representative of the Company to sign the Company's financial statements in accordance with the Authorisation Letter No. 43/2022/GUQ-VCR dated 22 October 2022.

# Vincom Retail Joint Stock Company

## REPORT OF MANAGEMENT

Management of Vincom Retail Joint Stock Company (“the Company”) presents this report and the interim separate financial statements of the Company for Quarter II 2023.

### MANAGEMENT’S RESPONSIBILITY IN RESPECT OF THE INTERIM SEPARATE FINANCIAL STATEMENTS

Management is responsible for the interim separate financial statements of each reporting period which give a true and fair view of the interim separate financial position of the Company, and of the interim separate results of its operations and its interim separate cash flows for the period. In preparing those interim separate financial statements, management is required to:

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgements and estimates that are reasonable and prudent;
- ▶ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the interim separate financial statements; and
- ▶ prepare the interim separate financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue its business.

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

Management confirmed that it has complied with the above requirements in preparing the accompanying interim separate financial statements.

### STATEMENT BY MANAGEMENT

Management does hereby state that, in its opinion, the accompanying interim separate financial statements give a true and fair view of the interim separate financial position of the Company as at 30 June 2023, and of the interim separate results of its operations and its interim separate cash flows for the period then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of interim separate financial statements.

The Company has subsidiaries as disclosed in the interim separate financial statements. The Company prepared these interim separate financial statements to meet the prevailing requirements in relation to disclosure of information, specifically the Circular 96/2020/TT-BTC on disclosure of information on the securities market. In addition, as required by these regulations, the Company has also prepared the interim consolidated financial statements of the Company and its subsidiaries for Quarter II 2023 (“the interim consolidated financial statement”) dated 27 July 2023.

Users of the accompanying interim separate financial statements should read these interim separate financial statements together with the interim consolidated financial statements of the Company and its subsidiaries in order to obtain full information on the interim consolidated financial position, interim consolidated results of operations and interim consolidated cash flows of the Company and its subsidiaries.

For and on behalf of management: ✓



Pham Thi Ngoc Ha  
Chief Financial Officer

Hanoi, Vietnam

27 July 2023

INTERIM SEPARATE BALANCE SHEET  
as at 30 June 2023

Currency: VND million

Code	ASSETS	Notes	As at 30/06/2023	As at 31/12/2022
<b>100</b>	<b>A. CURRENT ASSETS</b>		<b>3,189,456</b>	<b>2,702,513</b>
<b>110</b>	<b>I. Cash</b>	<b>4</b>	<b>2,787,428</b>	<b>1,580,276</b>
111	1. Cash		1,555,112	89,753
112	2. Cash equivalents		1,232,316	1,490,523
<b>120</b>	<b>II. Short-term investments</b>		<b>20,846</b>	<b>20,135</b>
123	1. Held-to-maturity investments	5	20,846	20,135
<b>130</b>	<b>III. Current accounts receivable</b>		<b>343,386</b>	<b>355,386</b>
131	1. Short-term trade receivables	6	311,101	378,086
132	2. Short-term advances to suppliers		2,029	6,009
136	3. Other short-term receivables	7	97,243	35,112
137	4. Provision for doubtful short-term receivables	6	(66,987)	(63,821)
<b>140</b>	<b>IV. Inventories</b>	<b>8</b>	<b>20,115</b>	<b>39,581</b>
141	1. Inventories		20,115	39,581
<b>150</b>	<b>V. Other current assets</b>		<b>17,681</b>	<b>707,135</b>
151	1. Short-term prepaid expenses	9	10,863	18,726
152	2. Value-added tax deductible		6,682	30,666
153	3. Tax and other receivables from the State		136	323
155	4. Other current assets	10	-	657,420
<b>200</b>	<b>B. NON-CURRENT ASSETS</b>		<b>26,550,014</b>	<b>27,699,698</b>
<b>210</b>	<b>I. Long-term receivables</b>		<b>561</b>	<b>561</b>
216	1. Other long-term receivables		561	561
<b>220</b>	<b>II. Fixed assets</b>		<b>20,378</b>	<b>19,184</b>
221	1. Tangible fixed assets	11	7,994	9,833
222	Cost		22,200	22,186
223	Accumulated depreciation		(14,206)	(12,353)
227	2. Intangible assets	12	12,384	9,351
228	Cost		62,652	57,261
229	Accumulated amortisation		(50,268)	(47,910)
<b>230</b>	<b>III. Investment properties</b>	<b>13</b>	<b>5,336,659</b>	<b>5,341,202</b>
231	1. Cost		6,543,115	6,417,453
232	2. Accumulated depreciation		(1,206,456)	(1,076,251)
<b>240</b>	<b>IV. Long-term assets in progress</b>		<b>19,432</b>	<b>33,776</b>
242	1. Construction in progress	14	19,432	33,776
<b>250</b>	<b>V. Long-term investments</b>		<b>17,837,615</b>	<b>18,394,706</b>
251	1. Investments in subsidiaries	15	13,959,118	13,959,118
253	2. Investments in other entities	16	3,878,497	4,435,588
<b>260</b>	<b>VI. Other long-term assets</b>		<b>3,335,369</b>	<b>3,910,269</b>
261	1. Long-term prepaid expenses	9	105,470	107,478
262	2. Deferred tax assets		21,317	17,441
268	3. Other long-term assets	10	3,208,582	3,785,350
<b>270</b>	<b>TOTAL ASSETS</b>		<b>29,739,470</b>	<b>30,402,211</b>

INTERIM SEPARATE BALANCE SHEET (continued)  
as at 30 July 2023

Currency: VND million

Code	EQUITY	Notes	As at 30/06/2023	As at 31/12/2022
<b>300</b>	<b>C. LIABILITIES</b>		<b>3,360,564</b>	<b>4,429,965</b>
<b>310</b>	<b>I. Current liabilities</b>		<b>989,269</b>	<b>2,069,836</b>
311	1. Short-term trade payables	17.1	378,900	401,112
312	2. Short-term advances from customers	17.2	35,140	31,771
313	3. Statutory obligations	18	211,910	131,007
315	4. Short-term accrued expenses	19	164,694	243,332
318	5. Short-term unearned revenue		19,175	22,816
319	6. Other short-term payables	20	179,027	193,900
320	7. Short-term loan and debts	21.1	-	1,045,484
321	8. Short-term provisions		423	414
<b>330</b>	<b>II. Non-current liabilities</b>		<b>2,371,295</b>	<b>2,360,129</b>
336	1. Long-term unearned revenue		170,237	176,166
337	2. Other long-term liabilities	20	240,180	235,123
338	3. Long-term loans and debts	21.2	1,960,878	1,948,840
<b>400</b>	<b>D. OWNERS' EQUITY</b>		<b>26,378,906</b>	<b>25,972,246</b>
<b>410</b>	<b>I. Capital</b>	<b>22</b>	<b>26,378,906</b>	<b>25,972,246</b>
411	1. Issued share capital		23,288,184	23,288,184
411a	- Shares with voting rights		23,288,184	23,288,184
412	2. Share premium		46,983	46,983
415	3. Treasury shares		(1,954,258)	(1,954,258)
420	4. Other funds belonging to owners' equity		5,000	5,000
421	5. Undistributed earnings		4,992,997	4,586,337
421a	- Undistributed earnings by the end of prior year		4,586,337	4,082,490
421b	- Undistributed earnings of current period		406,660	503,847
<b>440</b>	<b>TOTAL EQUITY</b>		<b>29,739,470</b>	<b>30,402,211</b>



Nguyen Thi Yen Nhung  
Preparer



Nguyen Thi Lan Huong  
Chief Accountant



Phạm Thị Ngọc Hà  
Chief Financial Officer

27 July 2023

# Vincom Retail Joint Stock Company

B02a-DN

## INTERIM SEPARATE INCOME STATEMENT Quarter II 2023

Currency: VND million

Code	ITEMS	Notes	Quarter II 2023	Quarter II 2022	For the 6-month period ended 30 June 2023	For the 6-month period ended 30 June 2022
01	1. Revenue from sale of goods and rendering of services	23.1	519,771	570,868	1,035,379	982,513
02	2. Deductions	23.1	-	-	-	-
10	3. Net revenue from sale of goods and rendering of services	23.1	519,771	570,868	1,035,379	982,513
11	4. Cost of goods sold and services rendered	24	(303,897)	(357,679)	(538,875)	(617,002)
20	5. Gross profit from sale of goods and rendering of services		215,874	213,189	496,504	365,511
21	6. Finance income	23.2	115,034	75,998	215,690	169,570
22	7. Finance expenses	25	(72,516)	(81,115)	(166,456)	(163,022)
23	<i>In which: Interest expenses</i>		(72,516)	(81,115)	(166,456)	(163,008)
25	8. Selling expenses	26	(12,275)	(10,342)	(23,635)	(22,109)
26	9. General and administrative expenses	26	(7,482)	(19,379)	(25,376)	(37,035)
30	10. Operating profit		238,635	178,351	496,727	312,915



# Vincom Retail Joint Stock Company

B02a-DN

## INTERIM SEPARATE INCOME STATEMENT (continued) Quarter II 2023

Currency: VND million

Code	ITEMS	Notes	Quarter II 2023	Quarter II 2022	For the 6-month period ended 30 June 2023	For the 6-month period ended 30 June 2022
31	11. Other income		3,102	(12)	8,772	2,187
32	12. Other expenses		(3,867)	(32)	(6,340)	(32)
40	13. Other profit		(765)	(44)	2,432	2,155
50	14. Accounting profit before tax		237,870	178,307	499,159	315,070
51	15. Current corporate income tax expenses	27	(47,278)	(35,085)	(96,375)	(66,172)
52	16. Deferred tax income	27	(5,296)	-	3,876	-
60	17. Net profit after tax		185,296	143,222	406,660	248,898



Nguyen Thi Yen Nhung  
Preparer

27 July 2023



Phạm Thị Ngọc Hà  
Chief Financial Officer



Nguyen Thi Lan Huong  
Chief Accountant



INTERIM SEPARATE CASH FLOW STATEMENT  
Quarter II 2023

Currency: VND million

Code	ITEMS	For the 6-month period ended 30/06/2023	For the 6-month period ended 30/06/2022
	<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
01	<b>Profit before tax</b>	<b>499,159</b>	<b>315,070</b>
	<i>Adjustments for:</i>		
02	Depreciation of tangible fixed assets and investment properties and amortisation of intangible assets	134,480	114,726
03	Provisions	3,175	5,263
05	Profits from investing activities	(215,853)	(169,570)
06	Interest expenses and bond issue costs	166,456	163,008
08	<b>Operating profit before changes in working capital</b>	<b>587,417</b>	<b>428,497</b>
09	Changes in receivables	111,945	(73,054)
10	Changes in inventories	19,466	26,844
11	Changes in payables (other than interests, corporate income tax)	(755)	(9,395)
12	Changes in prepaid expenses	9,871	13,088
14	Interests paid	(170,766)	(149,291)
15	Corporate income tax paid	(40,189)	(57,949)
20	<b>Net cash flows from operating activities</b>	<b>516,989</b>	<b>178,740</b>
	<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
21	Purchase, construction of fixed assets and other long-term assets	(38,601)	(11,281)
21	Collection on investment deposits	1,642,564	-
22	Proceeds from disposals of fixed assets	164	-
23	Loans to other entities and payments for purchase of debt instruments of other entities	-	(659)
24	Collections from borrowers and proceeds from sale of debt instruments of other entities	-	295,000
27	Interests and dividends received	136,036	178,087
30	<b>Net cash flows from/(used in) investing activities</b>	<b>1,740,163</b>	<b>461,147</b>
	<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
34	Repayment of borrowings and bonds	(1,050,000)	-
40	<b>Net cash flows used in financing activities</b>	<b>(1,050,000)</b>	<b>-</b>
50	<b>Net increase in cash and cash equivalents for the period</b>	<b>1,207,152</b>	<b>639,887</b>
60	<b>Cash and cash equivalents at the beginning of the period</b>	<b>1,580,276</b>	<b>2,288,471</b>
70	<b>Cash and cash equivalents at the end of the period</b>	<b>2,787,428</b>	<b>2,928,358</b>



Nguyen Thi Yen Nhung  
Preparer

Nguyen Thi Lan Huong  
Chief Accountant



Pham Thi Ngoc Ha  
Chief Financial Officer

27 July 2023

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS  
Quarter II 2023

**1. CORPORATE INFORMATION**

Vincom Retail Joint Stock Company ("the Company"), previously known as Vincom Retail Company Limited, is established in accordance with the Business Registration Certificate No. 0105850244 issued by the Hanoi Department of Planning and Investment on 11 April 2012. In accordance with the 2<sup>nd</sup> amended Business Registration Certificate dated 14 May 2013, the Company changed its legal form to a joint stock company and also changed its name to Vincom Retail Joint Stock Company. Subsequently, the Company obtained amended Enterprise Registration Certificates with the latest is the 23<sup>rd</sup> amended Enterprise Registration Certificate being granted on 22 February 2023.

The Company's shares were officially listed on Ho Chi Minh Stock Exchange (HOSE) since 6 November 2017.

The current principal activities of the Company are to invest in and develop shopping centers for lease and inventory properties for sale.

The Company's normal course of business cycle of real estate business starts at the time of application for investment certificate, commencement of site clearance, construction, and ends at the time of completion, thus, the normal course of real estate business is from 12 months to 36 months. The Company's normal course of business cycle of other business activities is 12 months.

The Company's head office is located at No. 7, Bang Lang 1 street, Vinhomes Riverside, Viet Hung ward, Long Bien district, Hanoi, Vietnam.

The number of the Company's employees as at 30 June 2023 is 577 (31 December 2022: 802).

Vingroup JSC is the Company's ultimate parent company. Vingroup JSC and its subsidiaries are hereby referred as the Group.

**Corporate structure**

The Company has 04 following subsidiaries as at 30 June 2023:

<i>No.</i>	<i>Name</i>	<i>Voting right (%)</i>	<i>Equity interest (%)</i>	<i>Registered office's address</i>	<i>Principal activities</i>
1	Vincom Retail Operation Co., Ltd	100.00	100.00	Symphony Tower, Chu Huy Man street, Phuc Loi ward, Long Bien district, Hanoi	Leasing and trading real estate property
2	Suoi Hoa Urban Development and Investment JSC	99.90	99.90	Km1 + 200, Tran Hung Dao street, Suoi Hoa ward, Bac Ninh city, Bac Ninh province	Leasing and trading real estate property
3	Vincom Retail Investment JSC	99.90	99.90	Symphony Tower, Chu Huy Man street, Phuc Loi ward, Long Bien district, Hanoi	Leasing and trading real estate property
4	Vincom Retail Landmark 81 Co., Ltd	100.00	100.00	Floor 20A, Vincom Center Dong Khoi Building, 72 Le Thanh Ton, Ben Nghe Ward, District 1, Ho Chi Minh City	Leasing and trading real estate property

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023**2. BASIS OF PREPARATION****2.1 Purpose of preparing the interim separate financial statements**

The Company has subsidiaries as disclosed in Note 1 and Note 14. The Company prepared these interim separate financial statements to meet the prevailing requirements in relation to disclosure of information, specifically the Circular 96/2020/TT-BTC on disclosure of information on the securities market. In addition, as required by these regulations, the Company has also prepared the interim consolidated financial statements of the Company and its subsidiaries for Quarter II 2023 ("the interim consolidated financial statements") dated 27 July 2023.

Users of the accompanying interim separate financial statements should read these interim separate financial statements together with the interim consolidated financial statements of the Company and its subsidiaries in order to obtain full information on the interim consolidated financial position, interim consolidated results of operations and interim consolidated cash flows of the Company and its subsidiaries.

**2.2 Accounting standards and system**

The interim separate financial statements of the Company, which are expressed in Vietnam dong ("VND"), are prepared in accordance with Vietnamese Enterprise Accounting System and Vietnamese Accounting Standards issued by the Ministry of Finance as per:

- ▶ Decision No. 149/2001/QĐ-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 1);
- ▶ Decision No. 165/2002/QĐ-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 2);
- ▶ Decision No. 234/2003/QĐ-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 3);
- ▶ Decision No. 12/2005/QĐ-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 4); and
- ▶ Decision No. 100/2005/QĐ-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 5).

Accordingly, the accompanying interim separate financial statements, including their utilisation are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the separate financial position and separate results of operations and separate cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

**2.3 Applied accounting documentation system**

The Company's applied accounting documentation system is the General Journal.

**2.4 Fiscal year**

The Company's fiscal year applicable for the preparation of its separate financial statements starts on 01 January and ends on 31 December.

**2.5 Accounting currency**

The Company's accounting currency is VND.

The currency used when preparing and presenting the interim separate financial statements is million VND.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****3.1 Cash and cash equivalents**

Cash and cash equivalents comprise cash in banks, cash in transit and short-term, highly liquid investments with an original maturity of less than three months that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value.

**3.2 Inventories***Inventory properties*

Properties being constructed for sale in the ordinary course of business, rather than to be held for rental or capital appreciation, is held as inventory properties and is measured at the lower of cost incurred in bringing the inventories to their present location and condition, and net realisable value.

Cost includes:

- ▶ Freehold, leasehold rights for land and land development costs;
- ▶ Construction costs payable to contractors; and
- ▶ Borrowing costs, consultancy and design costs, costs of site preparation, professional fees for legal services, properties transfer taxes, construction overheads and other related costs.

Net realisable value is the estimated selling price in the ordinary course of the business, based on market prices at the reporting date, less estimated costs to completion and the estimated costs of sale.

The cost of inventory properties recognised in the interim separate income statement on disposal is determined with reference to the specific costs incurred on the properties sold and an allocation of any non-specific costs based on an appropriate basis.

**3.3 Receivables**

Receivables are presented in the interim separate financial statements at the carrying amounts due from customers and other debtors, after provision for doubtful debts.

The provision for doubtful debts represents amounts of outstanding receivables at the balance sheet date which are doubtful of being recovered.

**3.4 Tangible fixed assets**

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises its purchase price and any directly attributable costs of bringing the tangible fixed asset to working condition for its intended use.

Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and expenditures for maintenance and repairs are charged to the interim separate income statement as incurred.

When tangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the interim separate income statement.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****3.5 Leased assets**

The determination of whether an arrangement is, or contains a lease is based on the substance of the arrangement at inception date and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset.

A lease is classified as a finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership of the asset to the lessee. All other leases are classified as operating leases.

*Where the Company is the lessee*

Rentals under operating leases are charged to the interim separate income statement on a straight-line basis over the lease term.

*Where the Company is the lessor*

Assets subject to operating leases are included as the Company's investment properties in the interim separate balance sheet.

Lease income is recognised in the interim separate income statement on a straight-line basis over the lease term.

**3.6 Intangible assets**

Intangible assets are stated at cost less accumulated amortisation.

The cost of an intangible assets comprises of its purchase price and any directly attributable costs of preparing the intangible fixed asset for its intended use. Expenditures for additions, improvements are added to the carrying amount of the assets and other expenditures are charged to the interim separate income statement as incurred.

When intangible assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the interim separate income statement.

**3.7 Depreciation and amortisation**

Depreciation of tangible fixed assets and amortisation of intangible assets are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Office equipment	3 - 5 years
Computer software	3 - 8 years

**3.8 Investment properties**

Investment properties are stated at cost including transaction costs less accumulated depreciation.

Subsequent expenditure relating to an investment properties that has already been recognised is added to the net book value of the investment properties when it is probable that future economic benefits, in excess of the originally assessed standard of performance of the existing investment properties, will flow to the Company.

Land use rights presented as investment properties include definite land use rights granted to the Company for the development of its investment properties, and this land use rights are depreciated during authorised period.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****3.8 *Investment properties* (continued)**

Depreciation of investment properties are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Land use rights, buildings and structures	5 - 50 years
Machinery, equipment	5 - 25 years

Investment properties are derecognised in the interim separate financial statement when either they have been disposed of or when the investment properties are permanently withdrawn from use and no future economic benefit is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the assets is recognised in the interim separate income statement in the period of retirement or disposal.

Transfers are made to investment properties when, and only when, there is a change in use, evidenced by ending of owner-occupation, commencement of an operating lease to another party or ending of construction or development. Transfers are made from investment properties when, and only when, there is change in use, evidenced by commencement of owner-occupation or commencement of development with a view to sale. The transfer from investment properties to owner-occupied properties or inventories does not change the cost or the carrying value of the properties for subsequent accounting at the date of change in use.

**3.9 *Borrowing costs***

Borrowing costs consist of interests and other costs that an entity incurs in connection with the borrowing of funds.

Borrowing costs are recorded as expense during the period in which they are incurred, except to the borrowing costs that are directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset.

**3.10 *Prepaid expenses***

Prepaid expenses are reported as short-term or long-term prepaid expenses on the interim separate balance sheet and amortised over the period for which the amounts are paid or the period in which economic benefits are generated in relation to these expenses.

Long-term prepaid expenses include long-term prepaid land rental in accordance with Circular No. 45/2013/TT-BTC and other long-term prepaid expenses that bring future economic benefits for more than one period.

**3.11 *Investments******Investments in subsidiaries***

Investments in subsidiaries over which the Company has control are accounted for under the cost method of accounting in the interim separate balance sheet.

Distributions from accumulated net profits of the subsidiaries arising subsequent to the date of acquisition are recognised in the interim separate income statement. Distributions from sources other than from such profits are considered a recovery of investment and are deducted to the cost of the investment.



NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****3.11 Investments (continued)***Investments in other entities*

The Company has made capital contribution under business cooperation contracts for shopping malls in which the Company has the right to control, manage and operate the shopping malls when these malls are ready for commercial operations, and to share a portion of profit before tax from the operations of the shopping malls to the counterparties (who are the developers of real estate projects comprising the mall components). In this case, the capital contribution by the Company is recognised as the investment in other entities in the interim separate balance sheet at the date when these shopping malls are handed over to the Company for commercial operations until such time as all legal procedures to transfer the malls are completed.

*Provision for diminution in value of investments in capital of other entities*

Provision is made for any diminution in value of the investments in capital of other entities at the balance sheet date in accordance with the guidance under Circular No. 228/2009/TT-BTC dated 7 December 2009 and Circular No. 89/2013/TT-BTC dated 28 June 2013 issued by the Ministry of Finance. Increases or decreases to the provision balance are recorded as finance expense in the interim separate income statement.

*Held-to-maturity investments*

Held-to-maturity investments are stated at their acquisition costs. After initial recognition, these investments are measured at recoverable amount. Any impairment loss incurred is recognised as finance expense in the interim separate financial statements and deducted against the value of such investments.

**3.12 Payables and accruals**

Payables and accruals are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Company.

Payables to contractors are recorded based on interim work certificates between two parties, regardless of whether or not billed to the Company.

**3.13 Provisions**

Provisions are recognised when the Company has a present obligation (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 the effect of the time value of money is material, provisions are discounted using a current pre tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance expense.

Expenses relating to provisions are recognised in the interim separate income statement.

*Provision for warranty expenses for apartments and shop-houses*

The Company estimates this warranty provision based on revenue and currently available information about repairing expenses of apartments and shop-houses sold in the past.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****3.14 Foreign currency transactions**

Transactions in currencies other than the Company's reporting currency (VND) are recorded at the actual transaction exchange rates at transaction dates which are determined as follows:

- ▶ Transactions resulting in liabilities are recorded at the selling exchange rates of the commercial banks designated for payment; and
- ▶ Capital contributions or capital received are recorded at the buying exchange rates of the commercial banks designated for capital contribution.

At the end of the reporting period, monetary balances denominated in foreign currencies are translated at the actual exchange rates at the balance sheet dates which are determined as follows:

- ▶ Monetary assets are translated at buying exchange rate of the commercial bank where the Company conducts transactions regularly; and
- ▶ Monetary liabilities are translated at selling exchange rate of the commercial bank where the Company conducts transactions regularly.

All foreign exchange differences incurred during the period and arising from the revaluation of monetary accounts denominated in foreign currency at period-end are taken to the interim separate income statement.

**3.15 Advances from customers**

Payments received from customers as deposits for the purchase of residential properties in the future that do not meet the conditions for revenue recognition, are recognised and presented as "Advances from customers" in the interim separate balance sheet.

**3.16 Appropriation of net profits**

Net profit after tax (excluding negative goodwill arising from a bargain purchase) is available for appropriation to shareholders after approval in the annual general meeting, and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

**3.17 Revenue recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, excluding trade discount, rebate and sales return. The following specific recognition criteria must also be met before revenue is recognised.

*Revenue from sale of inventory properties*

Revenue from sale of inventory properties is recognised when the significant risks and rewards of ownership of the properties have passed to the buyer.

Revenue from sale of inventory properties also includes long-term lease of real estate properties qualified for recognition of outright sales. If the lease-term is greater than 90% of the asset's useful life, the Company will recognise the revenue for the entire prepaid lease payment if all of the following conditions are met:

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****3.17 Revenue recognition (continued)***Revenue from sale of inventory properties (continued)*

- ▶ Lessee is not allowed to cancel the lease contract during the lease term, and the lessor is not responsible for reimbursing the prepaid lease payments under any circumstances;
- ▶ The prepaid lease payment is not less than 90% of the total estimated lease payment collected under contract over the lease period and lessee must pay all rental within 12 months from the commencement of the lease;
- ▶ Almost all risks and rewards associated with the ownership of leased assets are transferred to the lessee; and
- ▶ Lessor must estimate the full cost of leasing activity.

*Revenue from leasing of investment properties*

Rental income arising from operating lease of properties is recognised in the interim separate income statement on a straight line basis over the lease terms.

*Rendering of services*

Revenue from rendering of services is recorded when the services are rendered.

*Gains from securities trading, capital transfer*

Gains from securities and capital transfer are determined as the excess of selling prices against the cost of investments sold. Such gains are recognised on the date of completion.

*Interests*

Revenue is recognised as the interests accrued (taking into account the effective yield on the asset) unless collectability is in doubt.

*Dividends*

Income is recognised when the Company's entitlement as investors to receive the dividend is established.

**3.18 Taxation***Current income tax*

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted as at the balance sheet date.

Current income tax is charged or credited to the interim separate income statement, except when it relates to items recognised directly to equity, in which case the current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Company to set off current tax assets against current tax liabilities and when the Company intends to settle its current tax assets and liabilities on a net basis.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023

## 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.18 *Taxation* (continued)*Deferred tax*

Deferred tax is provided using the liability method on temporary differences at the balance sheet date between the tax base of assets and liabilities and their carrying amount for separate financial reporting purposes.

Deferred tax liabilities are recognised for all taxable temporary differences, except for:

- ▶ where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the related transaction affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of taxable temporarily differences associated with investments in subsidiaries and associates, and interests in joint ventures where timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profit will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be utilised, except:

- ▶ where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of deductible temporarily differences associated with investments in subsidiaries, associates, and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Previously unrecognised deferred tax assets are re-assessed at the balance sheet date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled based on tax rates and tax laws that have been enacted at the balance sheet date.

Deferred tax is charged or credited to the interim separate income statement, except when it relates to items recognised directly to equity, in which case the deferred tax is also dealt with in the equity account.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****3.18 Taxation (continued)***Deferred tax*

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Company to off-set current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority on:

- ▶ either the same taxable entity; or
- ▶ when the Company intends either settle current tax liabilities and assets on a net basis or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

**3.19 Related parties**

Parties are considered to be related parties of the group if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions, or when the group and other party are under common control or under common significant influence. Related parties can be enterprise or individual, including close members of the family of any such individual.

**4. CASH AND CASH EQUIVALENTS***Currency: VND million*

	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
Cash in banks	1,555,100	89,720
Cash in transit	12	33
Cash equivalents	1,232,316	1,490,523
<b>TOTAL</b>	<b><u>2,787,428</u></b>	<b><u>1,580,276</u></b>

Cash equivalents as at 30 June 2023 comprised investments in VND with maturity terms from less than 3 months and earning interest at the rates of 8.5% per annum (as at 31 December 2022: investments in VND with maturity terms from 1 to 3 months and earning interest at the rates ranging from 6.0% to 8.5% per annum).

**5. HELD-TO-MATURITY INVESTMENTS***Currency: VND million*

	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
Short-term held-to-maturity investments	20,846	20,135
<b>TOTAL</b>	<b><u>20,846</u></b>	<b><u>20,135</u></b>

Ending balance of short-term held-to-maturity investments comprised short-term bank deposits in VND with maturity terms ranging in 6 months and earning interest at the rate ranging from 5.7% to 8.5% per annum (31 December 2022: maturity terms ranging from 6 months to 12 months and earning interest at the rate ranging from 3.9% to 9.5% per annum).

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023

## 6. SHORT-TERM TRADE RECEIVABLES

Currency: VND million

	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
Receivables from leasing activities and rendering related services	255,581	254,868
Receivables from rendering management services	33,563	86,471
Receivables from sale of inventory properties	21,957	36,747
<b>TOTAL</b>	<b><u>311,101</u></b>	<b><u>378,086</u></b>
<i>In which:</i>		
Trade receivables from customers	249,408	241,050
Trade receivables from related parties (Note 28)	61,693	137,036
Provision for doubtful short-term receivables	(66,987)	(63,821)

## 7. OTHER SHORT-TERM RECEIVABLES

Currency: VND million

	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
Interests on deposits	94,075	14,421
Receivable for payment on behalf	2,942	18,688
Others	226	2,003
<b>TOTAL</b>	<b><u>97,243</u></b>	<b><u>35,112</u></b>
<i>In which:</i>		
Other receivables	814	15,545
Other receivables from related parties (Note 28)	96,429	19,567

## 8. INVENTORIES

Currency: VND million

	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
Materials	2,439	10,610
Inventory properties under construction (i)	-	9,521
Completed inventory properties	17,676	19,450
<b>TOTAL</b>	<b><u>20,115</u></b>	<b><u>39,581</u></b>

- (i) The balance mainly comprises of construction and development costs of shop-houses for sale which are parts of the Company's real estate projects.



NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023

## 9. PREPAID EXPENSES

	<i>Currency: VND million</i>	
	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
<b>Short-term:</b>		
Selling expenses related to sale of inventory properties not yet handed over	2,726	2,107
Others	8,137	16,619
<b>TOTAL</b>	<b><u>10,863</u></b>	<b><u>18,726</u></b>
<b>Long-term:</b>		
Prepaid renting premises	69,452	70,312
Overhaul expenditures	23,679	26,447
Tools and supplies	4,786	5,023
Prepaid land rental	908	1,449
Others	6,645	4,247
<b>TOTAL</b>	<b><u>105,470</u></b>	<b><u>107,478</u></b>

## 10. OTHER ASSETS

	<i>Currency: VND million</i>	
	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
<b>Short-term:</b>		
Deposits to related parties for investment purposes (Note 28) (i)	-	657,420
<b>TOTAL</b>	<b><u>-</u></b>	<b><u>657,420</u></b>
<b>Long-term:</b>		
Deposits to related parties for investment purposes (Note 28) (i)	3,208,582	3,785,350
<b>TOTAL</b>	<b><u>3,208,582</u></b>	<b><u>3,785,350</u></b>

- (i) Ending balance are deposits to Vingroup JSC, parent company, and some companies within the Group (hereby referred to as "the counterparties") for the co-investment and co-operations of shopping mall component of a number of real estate projects under business co-investment and co-operation contracts. In accordance with these contracts, the counterparties have committed to transferring shopping mall component to the Company and its subsidiaries, or to granting the Company and its subsidiaries with right to purchase the shopping malls, at the price sufficient to cover all relevant capital expenditures incurred. In case the counterparties have not completed all procedures to hand over the shopping malls to the Company and its subsidiaries when the assets are completed and ready for commercial operations, two parties will sign business cooperation contracts, giving the Company and its subsidiaries the right to control, manage and operate the shopping malls, and a portion of profit before tax from the operations of the shopping malls will be shared to the counterparties.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
 Quarter II 2023

11. TANGIBLE FIXED ASSETS

*Currency: VND million*

	<i>Building and structures</i>	<i>Machineries and equipment</i>	<i>Office equipment</i>	<i>Total</i>
<b>Cost:</b>				
Beginning balance	226	16,252	5,708	22,186
Increases	-	78	-	78
Sold, disposal	-	(64)	-	(64)
Ending balance	226	16,266	5,708	22,200
<b>Accumulated depreciation:</b>				
Beginning balance	226	9,923	2,204	12,353
Depreciation for the period	-	1,264	653	1,917
Sold, disposal	-	(64)	-	(64)
Ending balance	226	11,123	2,857	14,206
<b>Net carrying amount:</b>				
Beginning balance	-	6,329	3,504	9,833
Ending balance	-	5,143	2,851	7,994

12. INTANGIBLE ASSETS

*Currency: VND million*

	<i>Computer software</i>
<b>Cost:</b>	
Beginning balance	57,261
Increases	5,391
Ending balance	62,652
<b>Accumulated amortisation:</b>	
Beginning balance	47,910
Amortisation for the period	2,358
Ending balance	50,268
<b>Net carrying amount:</b>	
Beginning balance	9,351
Ending balance	12,384

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
 Quarter II 2023

**13. INVESTMENT PROPERTIES***Currency: VND million*

	<i>Building and structures</i>	<i>Machineries and equipment</i>	<i>Total</i>
<b>Cost:</b>			
Beginning balance	5,015,185	1,402,268	6,417,453
Newly purchased	94,956	28,595	123,551
Transferred from completed construction in progress	2,111	-	2,111
Ending balance	5,112,252	1,430,863	6,543,115
<b>Accumulated depreciation:</b>			
Beginning balance	629,020	447,231	1,076,251
Depreciation for the period	69,428	60,777	130,205
Ending balance	698,448	508,008	1,206,456
<b>Net carrying amount:</b>			
Beginning balance	<u>4,386,165</u>	<u>955,037</u>	<u>5,341,202</u>
Ending balance	<u>4,413,804</u>	<u>922,855</u>	<u>5,336,659</u>

Investment properties mainly include the shopping malls of the Company.

Revenue and operating expenses related to investment properties are disclosed in Note 23.3.

**14. CONSTRUCTION IN PROGRESS***Currency: VND million*

	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
Construction in progress	<u>19,432</u>	<u>33,776</u>
<b>TOTAL</b>	<u><b>19,432</b></u>	<u><b>33,776</b></u>

# Vincom Retail Joint Stock Company

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## NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued) Quarter II 2023

### 15. INVESTMENTS IN SUBSIDIARIES

No.	Company	As at 30/06/2023			As at 31/12/2022		
		Number of shares	Carrying value (VND million)	Ownership (%)	Number of shares	Carrying value (VND million)	Ownership (%)
1	Vincom Retail Operation Company Limited	(*)	12,168,956	100.00	(*)	12,168,956	100.00
2	Suoi Hoa Urban Development and Investment JSC	34,240,000	562,009	97.27	34,240,000	562,009	97.27
3	Vincom Retail Landmark 81 Company Limited	(*)	1,228,153	100.00	(*)	1,228,153	100.00
<b>TOTAL</b>			<b>13,959,118</b>			<b>13,959,118</b>	

(\*) These are limited liability companies; hence there is no share issued.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023**16. INVESTMENTS IN OTHER ENTITIES**

	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
Investments in business cooperation contracts (i)	3,878,497	4,435,588
<b>TOTAL</b>	<b><u>3,878,497</u></b>	<b><u>4,435,588</u></b>

- (i) Ending balance comprises deposits to Vingroup JSC, the ultimate parent company, and some companies within the Group, for the investment and operation of shopping mall component of a number of real estate projects under business cooperation contracts (the "BCC"). These shopping malls had been completed and ready for commercial operations. As a result, the parties signed the BCC giving the Company the right to control, manage and operate the shopping malls, and a portion of profit before tax from the operation of the shopping malls will be shared to the counterparty.

**17. TRADE PAYABLES AND ADVANCES FROM CUSTOMERS****17.1 Short-term trade payables**

Currency: VND million

	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
Trade payables to suppliers	41,493	89,975
Trade payables to related parties (Note 28)	337,407	311,137
<b>TOTAL</b>	<b><u>378,900</u></b>	<b><u>401,112</u></b>

**17.2 Short-term advances from customers**

Currency: VND million

	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
Downpayment from customers under sale and purchase of real estate agreements	21,345	25,297
Others	13,795	6,474
<b>TOTAL</b>	<b><u>35,140</u></b>	<b><u>31,771</u></b>
<i>In which:</i>		
<i>Advances from other parties</i>	35,140	31,771
<i>Advances from related parties</i>	-	-

**18. STATUTORY OBLIGATIONS**

Currency: VND million

	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
<b>Payables</b>		
Value added tax	30,784	10,299
Corporate income tax	171,103	114,917
Personal income tax	4,700	1,851
Others	5,323	3,940
<b>TOTAL</b>	<b><u>211,910</u></b>	<b><u>131,007</u></b>

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023

## 19. SHORT-TERM ACCRUED EXPENSES

Currency: VND million

	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
Accrued construction costs	19,041	33,820
Accrued commission and brokerage fee	31,089	47,276
Accrued loans interests	29,096	49,408
Accrued labour costs	8,870	25,381
Others	76,598	87,447
<b>TOTAL</b>	<b>164,694</b>	<b>243,332</b>
<i>In which:</i>		
<i>Accrued expenses due to others</i>	161,230	236,840
<i>Accrued expenses due to related parties</i>	3,464	6,492

## 20. OTHER PAYABLES

Currency: VND million

	<u>As at 30/06/2023</u>	<u>As at 31/12/2022</u>
<b>Short-term:</b>		
Deposits received under deposit and loan contracts	23,206	34,776
Deposits from tenants to be refunded within the next 12 months	108,662	111,099
Maintenance fund	20,866	20,135
Deposits for site construction	12,108	13,803
Other payables	14,185	14,087
<b>TOTAL</b>	<b>179,027</b>	<b>193,900</b>
<i>In which:</i>		
<i>Other payables</i>	168,407	183,279
<i>Other payables to related parties (Note 28)</i>	10,620	10,621
<b>Long-term:</b>		
Deposits from tenants	318,842	316,222
<i>Less: Deposits from tenants to be refunded within the next 12 months (Presented in Short-term)</i>	<i>(108,662)</i>	<i>(111,099)</i>
Deposits from related parties for investment purposes	30,000	30,000
<b>TOTAL</b>	<b>240,180</b>	<b>235,123</b>
<i>In which:</i>		
<i>Other payables</i>	194,231	188,869
<i>Other payables to related parties (Note 28)</i>	45,949	46,254



NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023

21. LOANS AND DEBTS

21.1. Short-term loans and debts

Currency: VND million

	As at 30/06/2023		As at 31/12/2022	
	Carrying value	Payable amount	Carrying value	Payable amount
Current portion of long-term corporate bonds (i)	-	-	1,045,484	1,045,484
<b>TOTAL</b>	<b>-</b>	<b>-</b>	<b>1,045,484</b>	<b>1,045,484</b>

(i) These bonds are secured by land use rights and assets attached to land of a shopping mall owned by a subsidiary. The principle payment was made by the Company at the due date in April 2023.

21.2. Long-term loans and debts

	As at 30/06/2023		As at 31/12/2022	
	Carrying value	Payable amount	Carrying value	Payable amount
Corporate bonds (ii)	1,960,878	1,960,878	1,948,840	1,948,840
<b>TOTAL</b>	<b>1,960,878</b>	<b>1,960,878</b>	<b>1,948,840</b>	<b>1,948,840</b>

(ii) Ending balance comprises:

Bond arranger	As at 30/06/2023 (VND million)	Maturity date	Interest rate	Secured assets
Techcom Securities Joint Stock Company	1,960,878	August 2025	The 12-month interest paid-in-arrears VND saving rate plus (+) 3.5% per annum with interest paid quarterly.	(**)
<b>TOTAL</b>	<b>1,960,878</b>			

(\*\*) These bonds are secured by land use rights and assets attached to land of a shopping mall owned by a subsidiary.

# Vincom Retail Joint Stock Company

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## NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued) Quarter II 2023

### 22. OWNERS' EQUITY

#### 22.1 Increase and decrease in owners' equity

	Shares with voting right	Share premium	Treasury shares	Other funds belonging to owners' equity	Undistributed earnings	Currency: VND million
						Total
<b>For the 6-months reporting period ended 30 June 2022</b>						
Beginning balance	23,288,184	46,983	(1,954,258)	5,000	4,082,490	25,468,399
- Net profit for the period	-	-	-	-	248,898	248,898
Ending balance	23,288,184	46,983	(1,954,258)	5,000	4,331,388	25,717,297
<b>For the 6-months reporting period ended 30 June 2023</b>						
Beginning balance	23,288,184	46,983	(1,954,258)	5,000	4,586,337	25,972,246
- Net profit for the period	-	-	-	-	406,660	406,660
Ending balance	23,288,184	46,983	(1,954,258)	5,000	4,992,997	26,378,906

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023

## 22. OWNERS' EQUITY (continued)

## 22.2 Shares

	As at 30/06/2023		As at 31/12/2022	
	Quantity	Amount VND million	Quantity	Amount VND million
<b>Registered and issued shares</b>				
Ordinary shares	2,328,818,410	23,288,184	2,328,818,410	23,288,184
Preference shares	-	-	-	-
<b>Total</b>	<b>2,328,818,410</b>	<b>23,288,184</b>	<b>2,328,818,410</b>	<b>23,288,184</b>
<b>Outstanding shares</b>				
Ordinary shares	2,272,318,410	22,723,184	2,272,318,410	22,723,184
Preference shares	-	-	-	-
<b>Total</b>	<b>2,272,318,410</b>	<b>22,723,184</b>	<b>2,272,318,410</b>	<b>22,723,184</b>

Par value of each outstanding share is VND10,000 per share (31 December 2022: VND10,000 per share).

## 23. REVENUE

## 23.1 Revenue from sale of goods and rendering of services

Currency: VND million

	Quarter II 2023	Quarter II 2022
<b>Gross revenue</b>	<b>519,771</b>	<b>570,868</b>
In which:		
Leasing activities and rendering of related services	450,790	470,025
Sale of inventory properties	-	8,347
Rendering management services	63,089	87,434
Others	5,892	5,062
<b>Deduction</b>	<b>-</b>	<b>-</b>
<b>Net revenue</b>	<b>519,771</b>	<b>570,868</b>
In which:		
Revenue from sale to others	395,094	452,666
Revenue from sale to related parties	124,677	118,202

## 23.2 Finance income

Currency: VND million

	Quarter II 2023	Quarter II 2022
Interest income from bank deposits, loans and deposits	115,034	75,998
<b>TOTAL</b>	<b>115,034</b>	<b>75,998</b>

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023

## 23. REVENUE (continued)

## 23.3 Revenue and cost related to investment properties

Currency: VND million

	<u>Quarter II 2023</u>	<u>Quarter II 2022</u>
Revenue from leasing of investment properties and rendering of related services (Note 23.1)	450,790	470,025
Direct operating costs related to investment properties generating income in the period (Note 24)	249,891	284,896

## 24. COST OF GOODS SOLD AND SERVICES RENDERED

Currency: VND million

	<u>Quarter II 2023</u>	<u>Quarter II 2022</u>
Cost of leasing activities and rendering of related services	249,891	284,896
Cost of inventory properties sold	-	3,265
Cost of rendering management services	52,747	67,293
Others	1,259	2,225
<b>TOTAL</b>	<b><u>303,897</u></b>	<b><u>357,679</u></b>

## 25. FINANCE EXPENSES

Currency: VND million

	<u>Quarter II 2023</u>	<u>Quarter II 2022</u>
Interests on loans and bonds	65,470	71,607
Amortisation of bond issue costs	7,046	9,508
<b>TOTAL</b>	<b><u>72,516</u></b>	<b><u>81,115</u></b>

## 26. SELLING EXPENSES AND GENERAL AND ADMINISTRATIVE EXPENSES

Currency: VND million

	<u>Quarter II 2023</u>	<u>Quarter II 2022</u>
<b>Selling expenses</b>	<b>12,275</b>	<b>10,342</b>
Consulting, commission and brokerage fees	3,601	1,878
Branding, marketing cost and others	8,674	8,464
<b>General and administrative expenses</b>	<b>7,482</b>	<b>19,379</b>
Management services fee	8,384	17,741
Others	(902)	1,638
<b>TOTAL</b>	<b><u>19,757</u></b>	<b><u>29,721</u></b>

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023**27. CORPORATE INCOME TAX**

The statutory corporate income tax ("CIT") applicable to the Company for Quarter II 2023 is 20% on taxable profits (for Quarter II 2022: 20%).

The tax returns filed by the Company is subject to examination by the tax authorities. As the application of tax laws and regulations is susceptible to varying interpretations, the amounts reported in the interim separate financial statements could change at a later date upon final determination by the tax authorities.

*Currency: VND million*

	<u>Quarter II 2023</u>	<u>Quarter II 2022</u>
Current tax expenses	47,278	35,085
Deferred tax income	5,296	-
<b>TOTAL</b>	<b><u>52,574</u></b>	<b><u>35,085</u></b>

**28. TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

List of related parties that the Company had significant transactions and balances in current and prior period:

<u>Related parties</u>	<u>Relationship</u>
Vingroup JSC	Parent company
Vincom Retail Operation Company Limited	Subsidiary
Vincom Retail Landmark 81 Company Limited	Subsidiary
Vinhomes JSC	Under common control
Vinpearl JSC	Under common control
Thai Son Investment Construction Corporation	Under common control
Green City Development JSC	Under common control
Gia Lam Urban Development and Investment LLC	Under common control
Central Park Development LLC	Under common control
Vietnam Investment and Consulting Investment JSC	Under common control
Can Gio Tourist City Corporation	Under common control
Vinsmart Research and Manufacture JSC	Under common control
Vinfast Trading and Production JSC	Under common control
Vinfast Commercial and Service Trading LLC	Under common control

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023

## 28. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (continued)

**Significant transactions with related parties during the period:**

Currency: VND million

	<i>From 01/01/2023 to 31/06/2023</i>	<i>From 01/01/2022 to 31/06/2022</i>
<b>Receivables from leasing and rendering of related services</b>		
Vincom Retail Operation Company Limited	177,218	192,912
Vinfast Commercial and Service Trading LLC	32,760	25,273
Vinhomes JSC	3,147	3,750
<b>Payables for purchase of goods and services</b>		
Vincom Retail Landmark 81 Co., Ltd	40,800	24,466
Vingroup JSC	45,590	76,735
Vietnam Investment and Consulting Investment JSC	28,897	15,970
Thai Son Investment Construction Corporation	27,278	14,028
Vinhomes JSC	2,255	92,524
Vinpearl JSC	13,888	8,022
<b>Collection from deposit for investment purpose</b>		
Vingroup JSC	543,768	-
<b>Lending</b>		
Vinfast Trading and Production JSC	2,075,000	1,380,000
Vincom Retail Operation Company Limited	400,000	-
<b>Collection of loan principal</b>		
Vincom Retail Operation Company Limited	400,000	-
Vinfast Trading and Production JSC	2,075,000	1,675,000
<b>Interests receivable</b>		
Vingroup JSC	98,524	-
Vincom Retail Operation Company Limited	1,929	-
Green City Development JSC	12,968	32,601
Vinfast Trading and Production JSC	16,922	32,585
Thai Son Investment Construction Corporation	-	38,575
Can Gio Tourist City Corporation	8,083	8,083

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023

## 28. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (continued)

Amounts due to and due from related parties are as follows:

Currency: VND million

<i>Related parties</i>	<i>Transactions</i>	<i>As at 30/06/2023</i>	<i>As at 31/12/2022</i>
<b>Short-term trade receivable</b> (Note 6)			
Vincom Retail Operation Company Limited	Receivables from rendering management services	29,668	80,156
	Receivables from leasing property and provision of related services	4,912	14,913
Vinfast Commercial and Service Trading LLC	Receivables from leasing property and provision of related services	18,652	30,133
Other companies in the Group	Other receivables	8,461	11,834
		<b>61,693</b>	<b>137,036</b>
<b>Short-term other receivables</b> (Note 7)			
Vingroup JSC	Interests receivable from deposits	90,777	-
Green City Development JSC	Interests receivable from deposits	-	5,584
Vincom Retail Operation Company Limited	Other receivables	755	11,912
Other companies in the Group	Other receivables	4,897	2,071
		<b>96,429</b>	<b>19,567</b>
<b>Other current assets</b> (Note 10)			
Green City Development JSC	Deposit for business cooperation	-	657,420
		-	<b>657,420</b>
<b>Other long-term assets</b> (Note 10)			
Vingroup JSC	Deposit for business cooperation	3,045,582	3,622,350
Can Gio Tourist City Corporation	Deposit for business cooperation	163,000	163,000
		<b>3,208,582</b>	<b>3,785,350</b>

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023

## 28. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (continued)

Amounts due to and due from related parties are as follows (continued):

Currency: VND million

<i>Related parties</i>	<i>Transactions</i>	<i>As at 30/06/2023</i>	<i>As at 31/12/2022</i>
<b>Short-term trade payables</b> (Note 17.1)			
Vingroup JSC	Payables for purchase of assets, goods and services	61,478	120,595
Vinhomes JSC	Payables for purchase of assets, goods and services	48,495	57,932
Vincom Retail Landmark 81 Co., Ltd	Payables for purchase of assets, goods and services	107,242	65,992
Vietnam Investment and Consulting Investment JSC	Payables for purchase of assets, goods and services	61,746	32,808
Other companies in the Group	Payables for purchase of assets, goods and services	58,446	33,810
		<b>337,407</b>	<b>311,137</b>
<b>Other short-term payables</b> (Note 20)			
Vincom Retail Operation	Other payables	1,030	9,895
Vingroup JSC	Other payables	9,507	-
Other companies in the Group	Other payables	83	726
		<b>10,620</b>	<b>10,621</b>
<b>Other long-term liabilities</b> (Note 20)			
Vincom Retail Operation	Other payables	30,000	30,000
Vinfast Commercial and Service Trading LLC	Other payables	15,949	15,015
Other companies in the Group	Other payables	-	1,239
		<b>45,949</b>	<b>46,254</b>



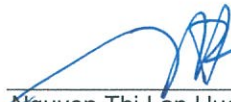
NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)  
Quarter II 2023

**29. EVENTS AFTER THE BALANCE SHEET DATE**

There is no matter or circumstance that has arisen since the balance sheet date that requires an adjustment or a disclosure in the interim separate financial statements of the Company.



\_\_\_\_\_  
Nguyen Thi Yen Nhung  
Preparer



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Nguyen Thi Lan Huong  
Chief Accountant



\_\_\_\_\_  
Phạm Thị Ngọc Hà  
Chief Financial Officer

27 July 2023

# Vincom Retail Joint Stock Company

## APPENDIX Quarter II 2023

### APPENDIX - EXPLANATION FOR THE VARIANCES IN INCOME STATEMENT BETWEEN THE TWO PERIODS (Under guidance of Circular No. 96/2020/TT-BTC dated 16 November 2020)

Code Item	Quarter II 2023	Quarter II 2022	Currency: VND million	
			Variance	%
10	519,771	570,868	(51,097)	-9%
11	303,897	357,679	(53,782)	-15%
21	115,034	75,998	39,036	51%
22	72,516	81,115	(8,599)	-11%
25	12,275	10,342	1,933	19%
26	7,482	19,379	(11,897)	-61%
60	185,296	143,222	42,074	29%

#### Explanation for variances in income statements between the two periods which were over 10%:

- Net revenue from sale of goods and rendering of services in Quarter II 2023 decreased by VND 51 billion, in comparison with previous period mainly because of: (i) revenue from leasing of investment properties and related services decreased slightly by VND 19 billion; (ii) sale of inventory properties decreased by VND 8 billion as there was no hand-over transaction during the period; (iii) Revenue from rendering management services decreased by VND 24 billion. Cost of goods sold and services rendered decrease by VND 54 billion in corresponding to the decrease in Net revenue.
- Finance income increased by VND 39 billion due to the increase in interest income from investing activities.
- Finance expenses decreased by VND 8.6 billion due to the principal payment of VND 1,050 billion bond in April 2023.
- Selling expenses increased by VND 2 billion because of the increase in commission fee. General and administrative expenses decreased by VND 12 billion due to the decrease in allowance made for doubtful debts and outside services in the period.
- Net profit after tax increased by VND 42 billion in comparison with the same previous period because of above mentioned reasons.