

Saigon Beer - Alcohol - Beverage Corporation

Separate Financial Statements
Quarter 2 Year 2021

Saigon Beer - Alcohol - Beverage Corporation
Corporate Information

**Enterprise Registration
Certificate No.**

0300583659

29 February 2012

The Company's Enterprise Registration Certificate ("ERC") has been amended several times, of which the most recent one is ERC No. 0300583659 dated 18 May 2020. The Enterprise Registration Certificate and its updates were issued by the Ho Chi Minh City Department of Planning and Investment.

Board of Directors

Mr. Koh Poh Tiong	Chairman
Mr. Pramoad Phornprapha	Member
Mr. Nguyen Tien Vy	Member
Mr. Michael Chye Hin Fah	Member
Ms. Tran Kim Nga	Member
Mr. Nguyen Tien Dung	Member (until 27 April 2021)
Mr. Luong Thanh Hai	Member (until 27 April 2021)
Mr. Le Thanh Tuan	Member (from 28 April 2021)
Ms. Ngo Minh Chau	Member (from 28 April 2021)

Board of Management

Mr. Neo Gim Siong Bennett	General Director
Mr. Teo Hong Keng	Deputy General Director
Mr. Ng Kuan Ngee Melvyn	Deputy General Director
Mr. Lam Du An	Deputy General Director
	Saigon - Nguyen Chi Thanh Brewery's Director
Mr. Hoang Dao Hiep	Deputy General Director (until 28 February 2021)
Ms. Venus Teoh Kim Wei	Deputy General Director (from 1 April 2021)

Audit Committee

Mr. Pramoad Phornprapha	Chairman
Mr. Nguyen Tien Vy	Member
Mr. Michael Chye Hin Fah	Member

Legal representative

Mr. Koh Poh Tiong	Chairman
Mr. Neo Gim Siong Bennett	General Director

Registered Office

No. 187, Nguyen Chi Thanh Street
Ward 12, District 5
Ho Chi Minh City
Vietnam

SAIGON BEER-ALCOHOL-BEVERAGE CORPORATION

SEPARATE BALANCE SHEET

As at 30 June 2021

B01a-DN
VND

Code	ASSETS	Note	30/06/2021	01/01/2021
100	CURRENT ASSETS		17,691,260,728,695	16,086,281,272,781
110	Cash and cash equivalents	4	1,681,482,605,714	987,216,978,696
111	Cash		71,482,605,714	42,216,978,696
112	Cash equivalents		1,610,000,000,000	945,000,000,000
120	Short-term financial investments	5	14,551,000,000,000	13,901,000,000,000
123	Held-to-maturity investments		14,551,000,000,000	13,901,000,000,000
130	Accounts receivable – short-term		880,597,632,424	662,414,849,228
131	Accounts receivable from customers	6	230,241,094,700	161,895,468,488
132	Prepayments to suppliers		23,420,048,863	4,110,874,165
136	Other short-term receivables	7	950,791,998,991	820,264,016,705
137	Allowance for doubtful short-term debts	8	(323,855,510,130)	(323,855,510,130)
140	Inventories	9	436,594,494,601	382,893,733,879
141	Inventories		461,272,586,275	406,785,122,406
149	Allowance for inventories		(24,678,091,674)	(23,891,388,527)
150	Other current assets		141,585,995,956	152,755,710,978
151	Short-term prepaid expenses	10	114,023,072,764	102,509,162,957
152	Deductible value added tax		-	20,163,103,537
153	Taxes receivable from State Treasury	17	27,562,923,192	30,083,444,484

Code	ASSETS	Note	30/06/2021	01/01/2021
200	LONG-TERM ASSETS		5,445,891,204,061	5,716,098,338,293
210	Accounts receivable – long-term		318,666,459,874	318,486,459,874
215	Loans receivable – long-term		4,000,000,000	4,000,000,000
216	Other long-term receivables	7	347,535,339,779	347,355,339,779
219	Allowance for doubtful long-term debts	8	(32,868,879,905)	(32,868,879,905)
220	Fixed assets		1,459,326,292,686	1,513,885,418,173
221	Tangible fixed assets	11	597,301,827,063	649,409,598,012
222	Cost		3,674,775,972,151	3,656,722,327,756
223	Accumulated depreciation		(3,077,474,145,088)	(3,007,312,729,744)
227	Intangible fixed assets	12	862,024,465,623	864,475,820,161
228	Cost		993,923,916,624	993,804,280,624
229	Accumulated amortisation		(131,899,451,001)	(129,328,460,463)
230	Investment properties	13	2,982,604,216	3,178,271,188
231	Cost		7,859,289,977	7,859,289,977
232	Accumulated depreciation		(4,876,685,761)	(4,681,018,789)
240	Long-term work in progress		15,925,362,838	11,252,785,047
242	Construction in progress	14	15,925,362,838	11,252,785,047
250	Long-term financial investments	5	3,469,453,733,250	3,664,793,195,280
251	Investments in subsidiaries		2,837,212,995,029	2,837,212,995,029
252	Investments in associates and jointly controlled entities		613,705,350,635	613,705,350,635
253	Equity investments in other entities		569,372,362,407	785,951,682,407
254	Allowance for diminution in the value of long-term financial investments		(571,705,854,726)	(592,945,712,696)
255	Held-to-maturity investments		20,868,879,905	20,868,879,905
260	Other long-term assets		179,536,751,197	204,502,208,731
261	Long-term prepaid expenses	10	75,010,373,929	84,484,017,998
262	Deferred tax assets	15	91,600,341,849	105,289,221,725
263	Long-term tools, supplies and spare parts	9	12,926,035,419	14,728,969,008
270	TOTAL ASSETS		23,137,151,932,756	21,802,379,611,074

SAIGON BEER-ALCOHOL-BEVERAGE CORPORATION

SEPARATE BALANCE SHEET

As at 30 June 2021

B01a-DN

VND

Code	RESOURCES	Note	30/06/2021	01/01/2021
300	LIABILITIES		4,598,663,437,283	4,172,196,758,994
310	Current liabilities		4,505,720,587,499	3,962,482,641,588
311	Accounts payable to suppliers	16	1,958,618,589,573	2,474,870,892,087
312	Advances from customers		10,653,068,912	9,253,764,935
313	Taxes payable to State Treasury	17	589,747,010,299	421,408,012,727
314	Payable to employees		37,977,394,834	115,924,548,319
315	Accrued expenses	18	1,020,181,691,561	63,578,188,110
319	Other payables – short-term	19	840,331,331,200	821,620,731,968
322	Bonus and welfare fund	20	48,211,501,120	55,826,503,442
330	Long-term liabilities		92,942,849,784	209,714,117,406
337	Other payables – long-term	19	51,602,316,000	51,602,316,000
342	Provision – long-term	21	41,340,533,784	82,323,187,723
343	Science and technology development fund		-	75,788,613,683
400	EQUITY	22	18,538,488,495,473	17,630,182,852,080
410	Owners' equity		18,538,488,495,473	17,630,182,852,080
411	Share capital	23	6,412,811,860,000	6,412,811,860,000
411a	-Ordinary shares with voting rights		6,412,811,860,000	6,412,811,860,000
418	Investment and development fund		760,819,802,040	760,819,802,040
421	Retained profits		11,364,856,833,433	10,456,551,190,040
421a	-Retained profits brought forward		9,494,629,411,040	5,904,397,297,061
421b	-Retained profits for the current period		1,870,227,422,393	4,552,153,892,979
440	TOTAL RESOURCES		23,137,151,932,756	21,802,379,611,074



Nguyen Van Hoa
Preparer



Tran Nguyen Trung
Chief Accountant



Teo Hong Keng
Deputy General Director



Neo Gim Siong Bennett
General Director

29 July 2021

SAIGON BEER-ALCOHOL-BEVERAGE CORPORATION

SEPARATE INCOME STATEMENT

As at 30 June 2021

B02a-DN
VND

Code	Items	Note	Quarter 2		For the 6 month period ended 30 June	
			2021	2020	2021	2020
1	Revenue from sales of goods and provision of services	25	8,319,546,297,806	7,367,983,548,184	15,556,183,173,438	13,022,899,257,153
2	Revenue deductions	25	2,782,217,081	-	6,239,991,997	-
10	Net revenue (10 = 01 - 02)	25	8,316,764,080,725	7,367,983,548,184	15,549,943,181,441	13,022,899,257,153
11	Cost of goods sold and services provided	26	7,033,096,266,473	6,263,057,396,418	13,195,142,846,999	11,070,075,097,550
20	Gross profit (20 = 10 - 11)		1,283,667,814,252	1,104,926,151,766	2,354,800,334,442	1,952,824,159,603
21	Financial income	27	858,902,176,926	496,709,941,395	1,492,477,086,139	1,003,291,692,005
22	Financial expenses	28	(13,640,551,269)	13,243,781,288	(15,818,404,764)	19,119,293,319
25	Selling expenses	29	1,006,077,693,485	679,130,645,556	1,724,486,791,332	1,046,311,388,223
26	General and administration expenses	30	3,888,457,402	147,344,604,302	81,116,838,994	210,272,328,630
30	Net operating profit {30 = 20 + (21 - 22) - (25 + 26)}		1,146,244,391,560	761,917,062,015	2,057,492,195,019	1,680,412,841,436
31	Other income		1,219,947,951	920,827,300	74,631,491,372	1,947,649,603
32	Other expenses		987,720,066	765,913,748	1,634,935,115	1,445,985,350
40	Results of other activities (40 = 31 - 32)		232,227,885	154,913,552	72,996,556,257	501,664,253
50	Accounting profit before tax (50 = 30 + 40)		1,146,476,619,445	762,071,975,567	2,130,488,751,276	1,680,914,505,689
51	Income tax expense – current	-	69,355,756,090	75,670,704,997	219,994,569,317	221,058,261,169
52	Income tax expense/(benefit) – deferred	-	12,166,708,946	12,386,359,549	13,688,879,876	31,575,103,111
60	Net profit after tax (60 = 50 - 51 - 52)		1,064,954,154,409	674,014,911,021	1,896,805,302,083	1,428,281,141,409



Nguyen Van Hoa
Preparer

29 July 2021



Tran Nguyen Trung
Chief Accountant



Teo Hong Keng
Deputy General Director

Neo Gim Siong Bennett
General Director

SAIGON BEER-ALCOHOL-BEVERAGE CORPORATION

SEPARATE CASH FLOW STATEMENT (Indirect method)
As at 30 June 2021B03a-DN
VND

Code	Items	Note	For the 6 month period ended 30 June	
			This year	Previous year
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
1	Accounting profit before tax		2,130,488,751,276	1,680,914,505,689
	Adjustments for:			
2	Depreciation and amortisation		70,957,398,256	73,705,630,989
3	Allowance and provisions		(61,833,956,520)	18,950,169,961
4	Exchange losses/(gains) arising from revaluation of monetary items denominated in foreign currencies		(2,345,236,498)	(26,351,736)
5	Profits from investing activities		(1,478,566,711,528)	(970,779,185,191)
7	Other adjustments		(74,885,634,758)	-
8	Operating profit before changes in working capital		583,814,610,228	802,764,769,712
9	Change in receivables		(64,284,072,016)	(342,374,380,993)
10	Change in inventories		(52,286,382,522)	194,532,762,767
11	Change in payables and other liabilities		519,803,837,514	(419,705,401,287)
12	Change in prepaid expenses		(2,040,265,738)	(6,438,291,883)
15	Corporate income tax paid		(185,235,291,809)	(268,036,799,668)
17	Other payments for operating activities		(32,427,002,351)	(7,056,832,734)
20	Net cash flows from operating activities		767,345,433,306	(46,314,174,086)
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Payments for additions to fixed assets		(24,894,938,297)	(67,107,909,056)
22	Proceeds from disposals of fixed assets		-	-
23	Placements of term deposits at banks		(6,693,000,000,000)	(5,761,000,000,000)
24	Collections of term deposits at banks		6,043,000,000,000	7,059,000,000,000
25	Payments for investments in other entities		-	-
27	Receipts of interest and dividends		1,153,888,324,233	1,052,517,367,717
30	Net cash flows from investing activities		888,855,379,380	2,283,409,458,661
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
36	Payments of dividends		(961,918,235,275)	(2,244,476,103,975)
40	Net cash flows from financing activities		(961,918,235,275)	(2,244,476,103,975)

SAIGON BEER-ALCOHOL-BEVERAGE CORPORATION

SEPARATE CASH FLOW STATEMENT (Indirect method)
As at 30 June 2021

B03a-DN
VND

Code	Items	Note	For the 6 month period ended 30 June	
			This year	Previous year
50	Net cash flows during the period		694,282,577,411	(7,380,819,400)
60	Cash and cash equivalents at the beginning of the period		987,216,978,696	2,341,350,753,751
61	Effect of exchange rate fluctuations on cash and cash equivalents		(16,950,393)	(276,076,790)
70	Cash and cash equivalents at the end of the period	4	1,681,482,605,714	2,333,693,857,561

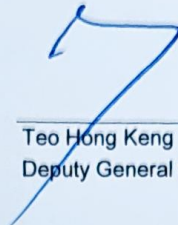


Nguyen Van Hoa
Preparer

29 July 2021



Tran Nguyen Trung
Chief Accountant



Teo Hong Keng
Deputy General Director



Neo Gim Siang Bennett
General Director

Saigon Beer - Alcohol - Beverage Corporation
Notes to the separate financial statements for the ended 30 June 2021

Form B 09 – DN

*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

1. Reporting entity

(a) Ownership structure

Saigon Beer - Alcohol - Beverage Corporation (“the Company”) was established as a State-Owned General Corporation under Decision No. 74/2003/QD-BCN dated 6 May 2003 of the Ministry of Industry (now the Ministry of Industry and Trade) by restructuring Saigon Beer Company and merging it with Binh Tay Liquor Company, Chuong Duong Beverages Company and Phu Tho Glass Company. On 11 May 2004, the Ministry of Industry issued Decision No. 37/2004/QD-BCN to restructure the Company into a parent - subsidiary structure. The Company’s operation was licenced in accordance with Business Registration Certificate No. 4106000286 issued by the Department of Planning and Investment of Ho Chi Minh City on 1 September 2006.

The Company was equitised as per Decision No. 1862/QD-TTg dated 28 December 2007 of the Prime Minister and was approved under Joint Stock Business Registration Certificate No. 4103010027 dated 17 April 2008 by the Department of Planning and Investment of Ho Chi Minh City. As at that date, the newly established joint stock company assumed control over all assets and liabilities from the former State-Owned General Corporation.

The Company’s shares were listed on the Ho Chi Minh City Stock Exchange with trading code SAB in accordance with Decision No. 470/QD-SGDHCM dated 25 November 2016 issued by the Ho Chi Minh City Stock Exchange.

(b) Principal activities

The principal activities of the Company are to produce and sell beer, alcohol, beverages and related products including material and packaging materials.

(c) Normal operating cycle

The normal operating cycle of the Company is generally within 12 months.

Saigon Beer - Alcohol - Beverage Corporation

Notes to the separate financial statements for the ended 30 June 2021 (continued)

Form B 09 – DN

*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(d) Company structure

The Company's structure includes the Company's Head Office, Saigon - Nguyen Chi Thanh Brewery and Saigon - Cu Chi Brewery, two factories independently operating and bookkeeping, detailed as follows:

Name	Principal activities	Address
Saigon - Nguyen Chi Thanh Brewery	Producing beer, alcohol and beverages	No. 187, Nguyen Chi Thanh Street, Ward 12, District 5, Ho Chi Minh City, Vietnam
Saigon - Cu Chi Brewery	Producing beer, alcohol and beverages	C1 Area, D3 Street, Tay Bac Cu Chi Industrial Park, Cu Chi Town, Cu Chi District, Ho Chi Minh City, Vietnam

2. Basis of preparation

(a) Statement of compliance

These separate financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting. The Company prepares and issues its consolidated financial statements separately. For a comprehensive understanding of the Company's consolidated financial position, its consolidated results of operations and its consolidated cash flows, these separate financial statements should be read in conjunction with the consolidated financial statements.

(b) Basis of measurement

The separate financial statements, except for the separate statement of cash flows, are prepared on the accrual basis using the historical cost concept. The separate statement of cash flows is prepared using the indirect method.

(c) Annual accounting period

The annual accounting period of the Company is from 1 January to 31 December.

(d) Accounting and presentation currency

The Company's accounting currency is Vietnam Dong ("VND"), which is also the currency used for financial statements presentation purpose.

3. Summary of significant accounting policies

The following significant accounting policies have been adopted by the Company in the preparation of these separate financial statements.

(a) Foreign currency transactions

Transactions in currencies other than VND during the year have been translated into VND at actual rates of exchange ruling at the transaction dates.

Monetary assets and liabilities denominated in currencies other than VND are translated into VND at the account transfer buying rate and the account transfer selling rate, respectively, at the end of the annual accounting period quoted by the commercial bank where the Company most frequently conducts transactions.

All foreign exchange differences are recorded in the separate statement of income.

Saigon Beer - Alcohol - Beverage Corporation
Notes to the separate financial statements for the ended 30 June 2021(continued)

Form B 09a – DN

*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(b) Cash and cash equivalents

Cash comprises cash balances and call deposits. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

(c) Investments

(i) Held-to-maturity investments

Held-to-maturity investments are those that the Company's management has the intention and ability to hold until maturity. Held-to-maturity investments include term deposits at banks, bonds and loans receivable held to maturity. These investments are stated at costs less allowance for doubtful debts.

(ii) Investments in subsidiaries, associates and jointly controlled entities

For the purpose of these separate financial statements, investments in subsidiaries, associates and jointly controlled entities are initially recognised at cost which includes purchase price plus any directly attributable transaction costs. Subsequent to initial recognition, these investments are stated at cost less allowance for diminution in value. An allowance is made for diminution in investment value if the investee has suffered a loss, except where such a loss was anticipated by the Company's management before making the investment. The allowance is reversed if the investee subsequently made a profit that offsets the previous loss for which the allowance had been made. An allowance is reversed only to the extent that the investment's carrying amount does not exceed the carrying amount that would have been determined if no allowance had been recognised.

(iii) Investments in equity instruments of other entities

Investments in equity instruments of other entities are initially recognised at cost which include purchase price plus any directly attributable transaction costs. Subsequent to initial recognition, these investments are stated at cost less allowance for diminution in value. An allowance is made for diminution in investment values if the investee has suffered a loss, except where such a loss was anticipated by the Company's management before making the investment. The allowance is reversed if the investee subsequently made a profit that offsets the previous loss for which the allowance had been made. An allowance is reversed only to the extent that the investment's carrying amount does not exceed the carrying amount that would have been determined if no allowance had been recognised.

(d) Accounts receivable

Trade and other receivables are stated at cost less allowance for doubtful debts.

Saigon Beer - Alcohol - Beverage Corporation
Notes to the separate financial statements for the ended 30 June 2021(continued)

Form B 09a – DN

*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(e) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined on a weighted average basis and includes all costs incurred in bringing the inventories to their present location and condition. Cost in the case of finished goods and work in progress includes raw materials, direct labour and attributable manufacturing overheads. Net realisable value is the estimated selling price of inventory items, less the estimated costs of completion and direct selling expenses.

The Company applies the perpetual method of accounting for inventories.

(f) Tangible fixed assets

(i) Cost

Tangible fixed assets are stated at cost less accumulated depreciation. The initial cost of a tangible fixed asset comprises its purchase price, including import duties, non-refundable purchase taxes and any directly attributable costs of bringing the asset to its working condition for its intended use. Expenditure incurred after tangible fixed assets have been put into operation, such as repair, maintenance and overhaul cost, is charged to the separate statement of income in the year in which the cost is incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefits expected to be obtained from the use of tangible fixed assets beyond their originally assessed standard of performance, the expenditure is capitalised as an additional cost of tangible fixed assets.

(ii) Depreciation

Depreciation is computed on a straight-line basis over the estimated useful lives of tangible fixed assets. The estimated useful lives are as follows:

▪ buildings and structures	5 – 25 years
▪ machinery and equipment	3 – 12 years
▪ motor vehicles	3 – 8 years
▪ office equipment	3 – 6 years

Saigon Beer - Alcohol - Beverage Corporation
Notes to the separate financial statements for the ended 30 June 2021(continued)

Form B 09a – DN

*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(g) Intangible fixed assets

(i) Land use rights

Land use rights comprise:

- those granted by the State for which land use payments are collected;
- those acquired in a legitimate transfer; and
- rights to use leased land obtained before the effective date of Land Law (2003) for which payments have been made in advance for more than 5 years and supported by land use right certificate issued by competent authority.

Land use rights with indefinite term are stated at cost and not amortised. Land use rights with definite term are stated at cost less accumulated amortisation. The initial cost of land use rights comprises the purchase price and any direct attributable costs incurred in conjunction with securing the land use rights. Land use rights with definite term are amortised on a straight-line basis over the term of the land use rights ranging from 40 to 49 years.

(ii) Software

Cost of acquiring new software, which is not an integral part of the related hardware, is capitalised and treated as an intangible asset. Software cost is amortised on a straight-line basis over 3 years.

(h) Investment properties

Investment properties held to earn rental

(i) Cost

Investment property held to earn rental is stated at cost less accumulated depreciation. The initial cost of an investment property held to earn rental comprises its purchase price, cost of land use rights and any directly attributable expenditure of bringing the property to the condition necessary for it to be capable of operating in the manner intended by the Board of Management. Expenditure incurred after the investment property held to earn rental has been put into operation, such as repair and maintenance, is charged to the separate statement of income in the year in which the expenditure is incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in future economic benefits in excess of the originally assessed standard of performance of the existing investment property held to earn rental, the expenditure is capitalised as an additional cost of the investment property.

(ii) Depreciation

Depreciation is computed on a straight-line basis over the estimated useful lives of investment property. The estimated useful lives are as follows:

- buildings and structures 20 years

Saigon Beer - Alcohol - Beverage Corporation

Notes to the separate financial statements for the ended 30 June 2021(continued)

Form B 09a – DN

*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(i) Construction in progress

Construction in progress represents the cost of construction and machinery which have not been fully completed or installed. No depreciation is provided for construction in progress during the period of construction and installation.

(j) Long-term prepaid expenses

(i) Returnable packaging

Returnable packaging includes bottles and crates being used in the Company's production and business activities and is initially stated at cost. Returnable packaging is amortised on a straight-line basis over 2 to 3 years.

(ii) Tools and instruments

Tools and instruments include assets held for use by the Company in the normal course of business whose costs of individual items are less than VND30 million and therefore not qualified for recognition as fixed assets under prevailing regulation. Costs of tools and instruments are amortised on a straight-line basis over 2 to 3 years.

(k) Trade and other payables

Trade and other payables are stated at their cost.

(l) Provisions

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Severance allowance

Under the Vietnamese Labour Code, when an employee who has worked for 12 months or more ("the eligible employees") voluntarily terminates his/her labour contract, the employer is required to pay the eligible employee severance allowance calculated based on years of service and employee's compensation at termination. Provision for severance allowance has been provided based on employees' years of service and their average salary for the six-month period prior to the end of the annual accounting period. For the purpose of determining the number of years of service by an employee, the period for which the employee participated in and contributed to unemployment insurance in accordance with prevailing laws and regulations and the period for which severance allowance has been paid by the Company are excluded.

Saigon Beer - Alcohol - Beverage Corporation

Notes to the separate financial statements for the ended 30 June 2021(continued)

Form B 09a – DN

(Issued under Circular No. 200/2014/TT-BTC

dated 22 December 2014 of the Ministry of Finance)

(m) Share capital

Ordinary shares

Ordinary shares are stated at par value. Excess of cash receipt from share issuance over par value is recorded as share premium. Incremental costs directly attributable to the issue of shares, net of tax effects, are recognised as a deduction from share premium.

(n) Taxation

Income tax on the profit or loss for the year comprises current and deferred tax. Income tax is recognised in the separate statement of income except to the extent that it relates to items recognised directly to equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted at the end of the annual accounting period, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amounts of assets and liabilities using the tax rates enacted or substantively enacted at the end of the annual accounting period.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(o) Revenue and other income

(i) Goods sold

Revenue from the sales of goods is recognised in the separate statement of income when significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or possible return of goods. Revenue on sales of goods is recognised at the net amount after deducting sales discounts stated on the invoice.

(ii) Rental income

Rental income from leased property is recognised in the separate statement of income on a straight-line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income.

Saigon Beer - Alcohol - Beverage Corporation
Notes to the separate financial statements for the ended 30 June 2021(continued)

Form B 09a – DN

*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

(iii) Interest income

Interest income is recognised in the separate statement of income on a time proportion basis with reference to the principal outstanding and the applicable interest rate.

(iv) Dividend income

Dividend income is recognised when the right to receive dividend is established. Share dividends are not recognised as income. Dividends received which are attributable to the period before investment acquisition date are deducted from the carrying amount of the investment.

(p) Lease payments

Payments made under operating leases are recognised in the separate statement of income on a straight-line basis over the term of the lease. Lease incentives received are recognised in the separate statement of income as an integral part of the total lease expense, over the term of the lease.

(q) Segment reporting

A segment is a distinguishable component of the Company that is engaged either in providing related products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments. The Company's primary format for segment reporting is based on business segments.

(r) Related parties

Parties are considered to be related to the Company if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions, or where the Company and the other party are subject to common control or significant influence. Related parties may be individuals or corporate entities and include close family members of any individual considered to be a related party.

4 Cash and cash equivalents

	30/06/2021	01/01/2021
	VND	VND
Cash on hand	38,430,754	38,196,945
Cash in banks	71,444,174,960	42,178,781,751
Cash equivalents (*)	1,610,000,000,000	945,000,000,000
	<u>1,681,482,605,714</u>	<u>987,216,978,696</u>

(*) Cash equivalents represented term deposits at banks with original terms to maturity of three months or less Cash equivalents were denominated in VND.

5 Investments**(a) Held-to-maturity Investments****(i) Held-to-maturity Investments – short-term**

Held-to-maturity investments – short-term represented term deposits at banks with terms to maturity of more than 3 months from their transaction dates but less than 12 months from the reporting date Term deposits were denominated in VND.

(ii) Held-to-maturity Investments – long-term

Held-to-maturity investments – long-term represented the Company's investments in bonds issued by Shipbuilding Industry Corporation Allowance was fully made for this investment.

(b) Equity investments in other entities

	30/06/2021			01/01/2021		
	Cost VND	Allowance VND	Carrying amount VND	Cost VND	Allowance VND	Carrying amount VND
Investments in subsidiaries (i)	2,837,212,995,029	(151,914,886,844)	2,685,298,108,185	2,837,212,995,029	(148,863,029,844)	2,688,349,965,185
Investments in associates and jointly controlled entities (ii)	613,705,350,635	(89,420,595,560)	524,284,755,075	613,705,350,635	(108,857,170,530)	504,848,180,105
Equity investments in other entities (iii)	569,372,362,407	(330,370,372,322)	239,001,990,085	785,951,682,407	(335,225,512,322)	450,726,170,085
	<u>4,020,290,708,071</u>	<u>(571,705,854,726)</u>	<u>3,448,584,853,345</u>	<u>4,236,870,028,071</u>	<u>(592,945,712,696)</u>	<u>3,643,924,315,375</u>

(i) Investments in subsidiaries

Company name	30/06/2021			01/01/2021		
	% of equity owned and voting right	Cost	Allowance	% of equity owned and voting right	Cost	Allowance
		VND	VND		VND	VND
Western - Sai Gon Beer Joint Stock Company	51%	100,424,933,209	-	51%	100,424,933,209	-
Chuong Duong Beverages Joint Stock Company	62.15%	236,167,400,000	(129,358,950,000)	62.15%	236,167,400,000	(110,943,700,000)
Sai Gon - Quang Ngai Beer Joint Stock Company	66.56%	299,548,230,160	-	66.56%	299,548,230,160	-
Binh Tay Liquor Joint Stock Company	91.75%	208,414,271,535	-	91.75%	208,414,271,535	-
Sai Gon - Dong Xuan Beer Alcohol Joint Stock Company	51.24%	17,650,697,182	-	51.24%	17,650,697,182	-
Saigon - Nghetinh Beer Joint Stock Company	54.73%	76,324,868,844	(22,555,936,844)	54.73%	76,324,868,844	(30,136,229,844)
Saigon - Songlam Beer Joint Stock Company	68.78%	314,250,000,000	-	68.78%	314,250,000,000	(7,783,100,000)
Sai Gon - Ha Noi Beer Corporation	52.11%	93,800,000,000	-	52.11%	93,800,000,000	-
Sai Gon Beer Trading Company Limited	100%	700,000,000,000	-	100%	700,000,000,000	-
Northern Sai Gon Beer Trading Joint Stock Company	90%	37,422,345,046	-	90%	37,422,345,046	-
Sai Gon Beer Bac Trung Bo Trading Joint Stock Company	95.07%	37,369,732,632	-	95.07%	37,369,732,632	-
Saigon Beer Center Trading Joint Stock Company	94.45%	83,141,000,000	-	94.45%	83,141,000,000	-
Bia Saigon Mien Trung Trading Joint Stock Company	91.24%	54,546,288,176	-	91.24%	54,546,288,176	-
Sai Gon Beer Tay Nguyen Trading Joint Stock Company	90%	36,541,448,653	-	90%	36,541,448,653	-

(i) Investments in subsidiaries (continued)

Company name	30/06/2021			01/01/2021		
	% of equity owned and voting right	Cost	Allowance	% of equity owned and voting right	Cost	Allowance
		VND	VND		VND	VND
Saigon Beer Nam Trung Bo Trading Joint Stock Company	90.14%	55,799,775,209	-	90.14%	55,799,775,209	-
Sai Gon Beer Eastern Trading Joint Stock Company	90.68%	36,362,195,948	-	90.68%	36,362,195,948	-
Saigon Song Tien Beer Trading Joint Stock Company	90%	36,265,364,767	-	90%	36,265,364,767	-
Saigon Song Hau Beer Trading Joint Stock Company	90%	36,798,955,472	-	90%	36,798,955,472	-
Sa Be Co Mechanical Co, Ltd	100%	59,365,663,690	-	100%	59,365,663,690	-
Sai Gon Beer Northeast Trading Joint Stock Company	90.45%	36,000,000,000	-	90.45%	36,000,000,000	-
Sai Gon - Ha Tinh Beer One Member Company Limited	100%	120,000,000,000	-	100%	120,000,000,000	-
Sai Gon Beer Packaging Joint Stock Company	76.81%	55,174,824,506	-	76.81%	55,174,824,506	-
Saigon Beer Company Limited	100%	10,000,000	-	100%	10,000,000	-
Saigon Beer Group Company Limited	100%	10,000,000	-	100%	10,000,000	-
Saigon - Lamdong Beer Joint Stock Company	52.91%	105,825,000,000	-	52.91%	105,825,000,000	-
		<u>2,837,212,995,029</u>	<u>(151,914,886,844)</u>		<u>2,837,212,995,029</u>	<u>(148,863,029,844)</u>

(ii) Investments in associates and jointly controlled entities

Company name	% of equity owned and voting right	30/06/2021		01/01/2021		
		Cost	Allowance	Cost	Allowance	
		VND	VND	VND	VND	
Truong Sa Food - Food Business Joint Stock Company	28.35%	4,725,000,000	(4,725,000,000)	28.35%	4,725,000,000	(4,725,000,000)
Sai Gon - Khanh Hoa Beer Joint Stock Company	26%	26,000,000,000	-	26%	26,000,000,000	-
Saigon - Phutho Beer Joint Stock Company	27.03%	33,787,500,000	-	27.03%	33,787,500,000	-
Sai Gon - Mien Trung Beer Joint Stock Company	32.22%	103,174,711,495	-	32.22%	103,174,711,495	-
Tan Thanh Investment Trading Company Limited	29%	72,500,000,000	(72,500,000,000)	29.00%	72,500,000,000	(72,500,000,000)
Sai Gon - Vinh Long Beer Joint Stock Company	20%	30,000,000,000	-	20%	30,000,000,000	-
Sai Gon - Kien Giang Beer Joint Stock Company	20%	23,000,000,000	(3,680,516,910)	20%	23,000,000,000	-
Me Linh Point Limited	25%	43,111,007,200	-	25%	43,111,007,200	-
Crown Beverage Cans Saigon Limited	30%	113,224,326,586	-	30%	113,224,326,586	-
Malaya - Vietnam Glass Limited	30%	86,338,395,824	-	30%	86,338,395,824	-
San Miguel Yamamura Phu Tho Packaging Company Limited	35%	26,212,239,000	-	35%	26,212,239,000	-
Vietnam Spirits and Wine Ltd	45%	31,632,170,530	(8,515,078,650)	45%	31,632,170,530	(31,632,170,530)
Saigon - Bentre Beer Joint Stock Company	20%	20,000,000,000	-	20%	20,000,000,000	-
		<u>613,705,350,635</u>	<u>(89,420,595,560)</u>		<u>613,705,350,635</u>	<u>(108,857,170,530)</u>

(iii) Equity investments in other entities

Company name	30/06/2021		01/01/2021	
	Cost VND	Fair value VND	Cost VND	Fair value VND
Orient Commercial Joint Stock Bank	-	-	216,579,320,000	-
Dong A Commercial Joint Stock Bank	136,265,460,000	(136,265,460,000)	136,265,460,000	(136,265,460,000)
Saigon Packaging Group Joint Stock Company	46,000,000,000	-	46,000,000,000	-
PVI Holdings	51,475,140,000	(31,180,654,800)	51,475,140,000	(36,035,794,800)
Underground Space Investment Development Corporation	23,085,000,000	(23,085,000,000)	23,085,000,000	(23,085,000,000)
Phuong Dong Petroleum Tourism Joint Stock Company	30,700,950,000	(30,700,950,000)	30,700,950,000	(30,700,950,000)
Saigon Securities Investment Fund A2	35,757,720,722	(35,757,720,722)	35,757,720,722	(35,757,720,722)
Saigon Beer Transportation Joint Stock Company	26,588,267,394	-	26,588,267,394	-
Saigon Tay Do Beer - Beverage Joint Stock Company	19,690,000,000	-	19,690,000,000	-
Saigon Binh Tay Beer Group Joint Stock Company	126,429,237,491	-	126,429,237,491	-
Dai Viet Securities Incorporation	45,000,000,000	(45,000,000,000)	45,000,000,000	(45,000,000,000)
Sabeco HP Investment Company Limited	24,426,586,800	(24,426,586,800)	24,426,586,800	(24,426,586,800)
Sai Gon - Dong Nai Beer Joint Stock Company	3,954,000,000	(3,954,000,000)	3,954,000,000	(3,954,000,000)
	<u>569,372,362,407</u>	<u>(330,370,372,322)</u>	<u>785,951,682,407</u>	<u>(335,225,512,322)</u>

6 Accounts receivable from customers**(a) Accounts receivable from customers detailed by significant customers**

	30/06/2021	01/01/2021
	VND	VND
Sai Gon Beer Trading Company Limited	90,797,975,510	114,529,145,357
Other customers	139,443,119,190	47,366,323,131
	<u>230,241,094,700</u>	<u>161,895,468,488</u>

(b) Accounts receivable from customers who are related parties

	30/06/2021	01/01/2021
	VND	VND
Subsidiaries		
Sai Gon Beer Trading Company Limited	90,797,975,510	114,529,145,357
Saigon - Lamdong Beer Joint Stock Company	16,430,646,405	863,324,000
Saigon - Songlam Beer Joint Stock Company	15,350,176,326	3,738,188,000
Sai Gon - Ha Tinh Beer One Member Company Limited	14,485,263,850	-
Sai Gon - Quang Ngai Beer Joint Stock Company	13,543,825,696	2,660,790,712
Sai Gon - Dong Xuan Beer Alcohol Joint Stock Company	11,676,224,336	-
Sai Gon - Ha Noi Beer Corporation	6,394,141,430	479,627,918
Saigon - Soc Trang Beer One Member Limited Company	6,289,050,457	2,880,160,877
Sai Gon Beer Northeast Trading Joint Stock Company	51,803,400	308,213,400
Western - Sai Gon Beer Joint Stock Company	19,717,500	-
Saigon - Nghetinh Beer Joint Stock Company	-	1,291,756,400
Associates and jointly controlled entities		
Saigon - Bentre Beer Joint Stock Company	17,220,063,574	863,360,275
Saigon Binh Tay Beer Group Joint Stock Company	10,282,851,208	1,616,896,549
Sai Gon - Mien Trung Beer Joint Stock Company	6,978,389,915	1,269,459,419
Saigon - Phutho Beer Joint Stock Company	6,193,580,807	2,641,429,652
Sai Gon - Kien Giang Beer Joint Stock Company	4,033,641,374	2,749,411,545
Sai Gon - Vinh Long Beer Joint Stock Company	3,835,793,638	7,623,484,602
Saigon Tay Do Beer - Beverage Joint Stock Company	901,121,095	1,839,786,330
Sai Gon - Khanh Hoa Beer Joint Stock Company	424,897,000	-

7 Other receivables**(a) Other short-term receivables**

	30/06/2021	01/01/2021
	VND	VND
Receivables due to difference between value of capital contribution in kind and agreed capital contribution in an associate	277,230,733,543	277,230,733,543
Interests income from loans granted, bank deposits and bonds purchased	347,671,679,472	319,447,001,355
Dividends receivable	287,578,660,654	185,039,172,636
Other short-term receivables	38,310,925,322	38,547,109,171
	<u>950,791,998,991</u>	<u>820,264,016,705</u>

Other short-term receivables from related parties

	30/06/2021	01/01/2021
	VND	VND
Subsidiaries		
Sai Gon Beer Trading Company Limited	80,104,960,483	136,733,197,701
Northern Sai Gon Beer Trading Joint Stock Company	70,721,398,467	-
Saigon Beer Nam Trung Bo Trading Joint Stock Company	43,200,000,000	-
Sai Gon Beer Northeast Trading Joint Stock Company	28,872,972,000	-
Saigon - Songlam Beer Joint Stock Company	15,475,000,000	37,157,564
Sai Gon - Ha Tinh Beer One Member Company Limited	10,536,547,333	3,189,653,852
Sa Be Co Mechanical Co, Ltd	4,028,697,860	9,454,420
Saigon Beer Nam Trung Bo Trading Joint Stock Company	29,700,000	29,700,000
Sai Gon - Quang Ngai Beer Joint Stock Company	-	187,009,159
Sai Gon - Ha Noi Beer Corporation	-	125,225,449
Saigon - Soc Trang Beer One Member Limited Company	-	76,235,614
Sai Gon - Dong Xuan Beer Alcohol Joint Stock Company	-	46,274,375
Saigon - Nghetinh Beer Joint Stock Company	-	4,872,313,865
Binh Tay Liquor Joint Stock Company	-	3,000,000,000
Western - Sai Gon Beer Joint Stock Company	-	69,277,691
Saigon - Lamdong Beer Joint Stock Company	-	68,296,475
Associates and jointly controlled entities		
Tan Thanh Investment Trading Company Limited	277,230,733,543	277,230,733,543
Me Linh Point Limited	32,650,829,635	-
Saigon Tay Do Beer - Beverage Joint Stock Company	8,656,469	89,004,219
Sai Gon - Mien Trung Beer Joint Stock Company	-	33,730,321,507
Saigon - Baclieu Beer Joint Stock Company	-	46,091,080
Saigon - Phutho Beer Joint Stock Company	-	1,736,949,650
Saigon Binh Tay Beer Group Joint Stock Company	-	126,355,136
Saigon - Bentre Beer Joint Stock Company	-	84,012,578
Sai Gon - Vinh Long Beer Joint Stock Company	-	77,396,511
Sai Gon - Kien Giang Beer Joint Stock Company	-	23,436,016

SAIGON BEER-ALCOHOL-BEVERAGE CORPORATION

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
As at 30 June 2021B 09a-DN
VND

Other related parties		
Thai Beverage Public Co., Ltd.	306,673,790	-
	<hr/>	<hr/>
(b) Other long-term receivables		
	30/06/2021	01/01/2021
	VND	VND
Receivables from Sai Gon - Ha Tinh Beer One Member Company Limited	328,073,502,218	328,073,502,218
Long-term deposits	11,442,972,561	11,262,972,561
Other long-term receivables	8,018,865,000	8,018,865,000
	<hr/>	<hr/>
	347,535,339,779	347,355,339,779

8 Allowance for doubtful debts**(a) Short-term**

	30/06/2021		01/01/2021	
	Cost	Allowance	Cost	Allowance
	VND	VND	VND	VND
Prepayments to suppliers	3,694,748,890	(3,694,748,890)	3,694,748,890	(3,694,748,890)
Other short-term receivables	320,160,761,240	(320,160,761,240)	320,160,761,240	(320,160,761,240)
	<u>323,855,510,130</u>	<u>(323,855,510,130)</u>	<u>323,855,510,130</u>	<u>(323,855,510,130)</u>

(b) Long-term

	30/06/2021		01/01/2021	
	Cost	Allowance	Cost	Allowance
	VND	VND	VND	VND
Held-to-maturity investments – long-term	20,868,879,905	(20,868,879,905)	20,868,879,905	(20,868,879,905)
Loans receivable – long-term	4,000,000,000	(4,000,000,000)	4,000,000,000	(4,000,000,000)
Other long-term receivables	8,000,000,000	(8,000,000,000)	8,000,000,000	(8,000,000,000)
	<u>32,868,879,905</u>	<u>(32,868,879,905)</u>	<u>32,868,879,905</u>	<u>(32,868,879,905)</u>

SAIGON BEER-ALCOHOL-BEVERAGE CORPORATION

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
As at 30 June 2021B 09a-DN
VND**9 Inventories****(a) Inventories**

	30/06/2021		01/01/2021	
	Cost VND	Allowance VND	Cost VND	Allowance VND
Goods in transit	97,526,482,824	-	139,590,388,946	-
Raw materials	236,111,517,494	(4,251,621,969)	145,901,566,441	(3,712,557,025)
Tools and supplies	33,208,828,979	(20,426,469,705)	22,613,015,943	(20,178,831,502)
Work in progress	69,852,909,288	-	75,300,152,747	-
Finished goods	19,015,788,510	-	23,315,898,116	-
Merchandise inventories	5,557,059,180	-	64,100,213	-
	<u>461,272,586,275</u>	<u>(24,678,091,674)</u>	<u>406,785,122,406</u>	<u>(23,891,388,527)</u>

(b) Long-term tools, supplies and spare parts

	30/06/2021		01/01/2021	
	Cost VND	Allowance VND	Cost VND	Allowance VND
Long-term tools, supplies and spare parts	40,378,851,406	(27,452,815,987)	42,614,163,861	(27,885,194,853)
	<u>40,378,851,406</u>	<u>(27,452,815,987)</u>	<u>42,614,163,861</u>	<u>(27,885,194,853)</u>

10 Prepaid expenses**(a) Short-term prepaid expenses**

	30/06/2021 VND	01/01/2021 VND
Advertising expenses	100,314,337,733	78,975,900,457
Returnable packaging	8,226,262,620	14,052,458,340
Others	5,482,472,411	9,480,804,160
	<u>114,023,072,764</u>	<u>102,509,162,957</u>

(b) Long-term prepaid expenses

	Property held for future investment (*) VND	Returnable packaging VND	Tools and instruments and others VND	Total VND
Opening balance	51,602,316,000	22,216,801,386	10,664,900,612	84,484,017,998
Additions	-	3,187,894,920	24,000,000	3,211,894,920
Amortisation for the period	-	(8,971,836,770)	(3,713,702,219)	(12,685,538,989)
Closing balance	<u>51,602,316,000</u>	<u>16,432,859,536</u>	<u>6,975,198,393</u>	<u>75,010,373,929</u>

(*) Property held for future investment represented the value of land use rights awaiting transfer (Note 19(b))

11 Tangible fixed assets

	Buildings and structures	Machinery and equipment	Motor vehicles	Office equipment	Total
	VND	VND	VND	VND	VND
Cost					
Opening balance	609,337,069,409	2,874,388,136,738	57,822,918,781	115,174,202,828	3,656,722,327,756
Additions	-	3,385,282,295	-	170,800,000	3,556,082,295
Transfer from construction in progress	-	14,497,562,100	-	-	14,497,562,100
Closing balance	<u>609,337,069,409</u>	<u>2,892,270,981,133</u>	<u>57,822,918,781</u>	<u>115,345,002,828</u>	<u>3,674,775,972,151</u>
Accumulated depreciation					
Opening balance	436,351,610,398	2,430,109,252,470	50,740,473,821	90,111,393,055	3,007,312,729,744
Charge for the period	12,244,020,030	51,121,402,723	1,668,029,668	5,127,962,923	70,161,415,344
Closing balance	<u>448,595,630,428</u>	<u>2,481,230,655,193</u>	<u>52,408,503,489</u>	<u>95,239,355,978</u>	<u>3,077,474,145,088</u>
Net book value					
Opening balance	172,985,459,011	444,278,884,268	7,082,444,960	25,062,809,773	649,409,598,012
Closing balance	<u>160,741,438,981</u>	<u>411,040,325,940</u>	<u>5,414,415,292</u>	<u>20,105,646,850</u>	<u>597,301,827,063</u>

Included in tangible fixed assets as at 30 June 2021 were assets costing which were fully depreciated but still in active use: 2,162,636,188,369

The net book value of tangible fixed assets retired from active use and held for disposal as at 30 June 2021: 61,243,121,262

Historical cost of tangible fixed assets that the Company leased to its subsidiaries and associates to earn rental income : 112,324,661,366

12 Intangible fixed assets

	Land use rights (*) VND	Software VND	Total VND
Cost			
Opening balance	929,359,796,577	64,444,484,047	993,804,280,624
Additions	-	119,636,000	119,636,000
Closing balance	<u>929,359,796,577</u>	<u>64,564,120,047</u>	<u>993,923,916,624</u>
Accumulated amortisation			
Opening balance	65,996,814,720	63,331,645,743	129,328,460,463
Charge for the period	2,311,685,832	259,304,706	2,570,990,538
Closing balance	<u>68,308,500,552</u>	<u>63,590,950,449</u>	<u>131,899,451,001</u>
Net book value			
Opening balance	863,362,981,857	1,112,838,304	864,475,820,161
Closing balance	<u>861,051,296,025</u>	<u>973,169,598</u>	<u>862,024,465,623</u>

Included in intangible fixed assets as at 30 June 2021 were assets costing which were fully amortised but still in active use:

62,538,335,300

(*) Land use rights as at 31 December 2020 included the value of land use rights of VND735,380 million that the Company has additionally recorded on the equitisation date following the Minutes of Corporate Valuation dated 31 December 2007 and the Equitisation Finalisation Minute, which was performed by representative of the Ministry of Industry and Trade and the Ministry of Finance on 30 April 2008, who issued the report on 6 March 2010. The Company has recorded the increase in value of land use rights in "Intangible fixed assets" with a corresponding payable to State Treasury in "Other short-term payables" account (Note 19(a)).

The Ministry of Industry and Trade has allowed the Company to manage and use these land use rights following the plan of the People's Committee of Ho Chi Minh City. At the date of this separate financial statements, the Company is in the process of preparing the land rental contracts with the People's Committee of Ho Chi Minh City. Currently, those land lots are used for principal activities of the Company. They are temporary land use rights with restrictions on ownership and are not permitted for sale, sublease or mortgage.

Details of land use rights recorded at the estimated increased value on 6 March 2010 were as follows:

STT	Location	Square meters	Revalued amount in connection with equitisation VND
1	46 Ben Van Don Street, Ward 12, District 4, Ho Chi Minh City, Vietnam	3872,5	55,241,212,500
2	187 Nguyen Chi Thanh Street, Ward 12, District 5, Ho Chi Minh City, Vietnam	17406,1	418,634,111,100
3	474 Nguyen Chi Thanh Street, Ward 6, District 10, Ho Chi Minh City, Vietnam	7729,0	247,637,160,000
4	18/3B Phan Huy Ich Street, Ward 15, Tan Binh District, Ho Chi Minh City, Vietnam	2216,3	13,867,389,100
			735,379,872,700

13 Investment properties

	Buildings and structures VND
Cost	
Opening and closing balance	7,859,289,977
Accumulated depreciation	
Opening balance	4,681,018,789
Charge for the period	195,666,972
Closing balance	4,876,685,761
Net book value	
Opening balance	3,178,271,188
Closing balance	2,982,604,216

14 Construction in progress

Major constructions in progress were as follows:

	30/06/2021 VND	01/01/2021 VND
Upgrade warehouse and brewery at Saigon - Nguyen Chi Thanh Brewery	496,276,697	367,954,146
Other projects	15,429,086,141	10,884,830,901
	<u>15,925,362,838</u>	<u>11,252,785,047</u>

15 Deferred tax assets

	Tax rate	30/06/2021 VND	01/01/2021 VND
Deferred tax assets recognised on:			
- Allowance for diminution in the value of long-term financial investments	20%	62,250,972,169	60,205,695,176
- Accrued expenses and provisions	20%	16,618,876,481	32,423,898,208
- Allowance for inventories and long-term tools, supplies and spare parts	20%	10,426,181,532	10,355,316,676
- Allowance for doubtful debts	20%	2,304,311,667	2,304,311,665
Total deferred tax assets		<u>91,600,341,849.0</u>	<u>105,289,221,725.0</u>

16 Accounts payable to suppliers**(a) Accounts payable to suppliers detailed by significant suppliers**

	Cost/Amount within payment capacity	
	30/06/2021	01/01/2021
	VND	VND
Crown Beverage Cans Saigon Limited	308,167,035,145	210,405,537,315
Hanacans Joint Stock Company	80,325,139,768	139,054,822,046
Asia Packing Industries Vietnam Company Limited	144,899,729,112	136,845,628,247
Other suppliers	1,425,226,685,548	1,988,564,904,479
	<u>1,958,618,589,573</u>	<u>2,474,870,892,087</u>

(b) Accounts payable to suppliers who are related parties

	Cost/Amount within payment capacity	
	30/06/2021	01/01/2021
	VND	VND
Subsidiaries		
Saigon Song Tien Beer Trading Joint Stock Company	133,855,826,224	146,522,349,367
Saigon Beer Center Trading Joint Stock Company	105,235,293,801	137,636,197,021
Northern Sai Gon Beer Trading Joint Stock Company	90,990,226,416	101,663,164,343
Saigon Song Hau Beer Trading Joint Stock Company	71,852,912,348	111,749,766,641
Sai Gon Beer Eastern Trading Joint Stock Company	61,108,428,666	101,538,471,141
Sai Gon - Ha Tinh Beer One Member Company Limited	47,754,271,951	8,206,970,201
Sai Gon Beer Northeast Trading Joint Stock Company	46,216,460,214	55,549,402,077
Sai Gon Beer Bac Trung Bo Trading Joint Stock Company	42,921,990,620	55,257,345,458
Sai Gon - Quang Ngai Beer Joint Stock Company	41,716,277,020	27,088,991,479
Bia Saigon Mien Trung Trading Joint Stock Company	40,446,463,210	41,737,255,474
Saigon - Lamdong Beer Joint Stock Company	25,039,470,600	25,415,899,983
Saigon - Songlam Beer Joint Stock Company	21,052,837,960	22,927,468,916
Saigon Beer Nam Trung Bo Trading Joint Stock Company	19,671,039,312	80,121,569,154
Sai Gon Beer Packaging Joint Stock Company	19,459,183,150	23,575,609,200
Sai Gon - Dong Xuan Beer Alcohol Joint Stock Company	11,231,820,169	13,340,109,200
Sai Gon Beer Tay Nguyen Trading Joint Stock Company	9,190,099,196	63,379,993,941
Sai Gon - Ha Noi Beer Corporation	8,488,611,560	20,632,774,536
Sa Be Co Mechanical Co, Ltd	5,093,515,629	10,343,309,664
Saigon - Nghetinh Beer Joint Stock Company	3,981,435,788	2,139,835,500
Saigon - Soc Trang Beer One Member Limited Company	3,680,656,376	11,216,489,350
Western - Sai Gon Beer Joint Stock Company	3,149,996,586	3,793,714,100
Chuong Duong Beverages Joint Stock Company	268,545,180	-
Binh Tay Liquor Joint Stock Company	162,324,800	-
Sai Gon Beer Trading Company Limited	123,455,185	656,340,216

(b) Accounts payable to suppliers who are related parties (continued)

	Cost/Amount within payment capacity	
	30/06/2021	01/01/2021
	VND	VND
Associates and jointly controlled entities		
Crown Beverage Cans Saigon Limited	308,167,035,145	210,405,537,315
Saigon - Phutho Beer Joint Stock Company	18,539,166,360	11,483,668,900
San Miguel Yamamura Phu Tho Packaging Company Limited	13,657,215,000	12,707,200,000
Saigon - Bentre Beer Joint Stock Company	11,695,763,200	9,454,426,850
Sai Gon - Mien Trung Beer Joint Stock Company	7,256,720,146	44,976,587,953
Saigon Binh Tay Beer Group Joint Stock Company	7,226,415,500	19,812,398,470
Sai Gon - Kien Giang Beer Joint Stock Company	6,844,073,416	3,218,569,970
Sai Gon - Khanh Hoa Beer Joint Stock Company	2,757,807,800	18,108,761,000
Sai Gon - Vinh Long Beer Joint Stock Company	2,255,231,880	4,825,865,000
Saigon - Baclieu Beer Joint Stock Company	1,671,089,750	2,149,649,700
Saigon Tay Do Beer - Beverage Joint Stock Company	1,473,210,200	6,011,317,950
Me Linh Point Limited	319,000,000	319,000,000
Other related parties		
TBC-Ball Beverage Can Vietnam Limited	69,667,886,650	96,756,522,384
MM Mega Market (Vietnam) Company Limited	180,854,020	-

17 Taxes payable to/receivable from State Treasury**(a) Taxes payable to State Treasury**

	01/01/2021	Incurred	Paid	Net-off	30/06/2021
	VND	VND	VND	VND	VND
Special sales tax	231,029,079,755	1,254,199,623,333	(1,276,297,512,127)	-	208,931,190,961
Corporate income tax	175,556,059,116	219,994,569,317	(185,235,291,809)	-	210,315,336,624
Value added tax	-	2,057,206,758,206	(177,747,820,651)	(1,723,028,666,126)	156,430,271,429
Personal income tax	12,022,326,041	13,549,195,330	(14,313,106,561)	-	11,258,414,810
Import-export tax	-	3,710,839,309	(3,710,839,309)	-	-
Land tax and land leases	1,581,049,815	15,383,358,221	(12,862,836,929)	(2,520,521,292)	1,581,049,815
Natural resource taxes	43,728,000	44,883,840	(83,958,800)	-	4,653,040
Other taxes	1,175,770,000	1,329,857,305	(1,279,533,685)	-	1,226,093,620
	<u>421,408,012,727</u>	<u>3,565,419,084,861</u>	<u>(1,671,530,899,871)</u>	<u>(1,725,549,187,418)</u>	<u>589,747,010,299</u>

(b) Taxes receivable from State Treasury

	01/01/2021	Net-off	Reclassified from taxes payable	30/06/2021
	VND	VND	VND	VND
Land leases	30,083,444,484	(2,520,521,292)	-	27,562,923,192
	<u>30,083,444,484</u>	<u>(2,520,521,292)</u>	<u>-</u>	<u>27,562,923,192</u>

18 Accrued expenses

	30/06/2021	01/01/2021
	VND	VND
Advertising and promotion expenses	981,505,304,403	53,839,652,246
Others	38,676,387,158	9,738,535,864
	<u>1,020,181,691,561</u>	<u>63,578,188,110</u>

19 Other payables**(a) Other payables – short-term**

	30/06/2021	01/01/2021
	VND	VND
Estimated land use rights payable to the State in connection with equitisation (*)	735,379,872,700	735,379,872,700
Bonus and welfare fund payable to subsidiaries	44,700,090,136	42,236,388,197
Dividends payable	6,715,939,650	6,712,395,925
Other payables	53,535,428,714	37,292,075,146
	<u>840,331,331,200</u>	<u>821,620,731,968</u>

(*) Estimated land use rights payable to the State in connection with equitisation was recorded in accordance with Equitisation Finalisation Minute issued by representative of Ministry of Industry and Trade and Ministry of Finance dated 6 March 2010 (Note 12)

Other payables – short-term to related parties

	30/06/2021	01/01/2021
	VND	VND
Subsidiaries		
Sai Gon Beer Trading Company Limited	25,517,600,272	25,517,600,272
Sa Be Co Mechanical Co, Ltd	10,061,217,212	10,061,217,212
Sai Gon - Ha Tinh Beer One Member Company Limited	8,999,762,034	8,988,336,717
Sai Gon Beer Eastern Trading Joint Stock Company	1,722,067,552	52,063,478
Northern Sai Gon Beer Trading Joint Stock Company	1,522,160,540	1,522,160,540
Saigon - Lamdong Beer Joint Stock Company	837,687,510	-
Saigon Song Tien Beer Trading Joint Stock Company	739,328,874	739,328,874
Sai Gon Beer Bac Trung Bo Trading Joint Stock Company	437,717,745	437,717,745
Sai Gon Beer Packaging Joint Stock Company	195,775,466	195,775,466
Saigon Song Hau Beer Trading Joint Stock Company	106,561,973	106,561,973
Saigon Beer Nam Trung Bo Trading Joint Stock Company	82,229,450	82,229,450
Western - Sai Gon Beer Joint Stock Company	77,649,344	-
Sai Gon - Quang Ngai Beer Joint Stock Company	66,242,689	-
Saigon - Soc Trang Beer One Member Limited Company	57,463,703	12,932,851
Saigon - Songlam Beer Joint Stock Company	41,607,956	-
Saigon - Nghetinh Beer Joint Stock Company	35,181,812	-
Sai Gon - Ha Noi Beer Corporation	24,198,503	-
Sai Gon - Dong Xuan Beer Alcohol Joint Stock Company	7,329,334	-

SAIGON BEER-ALCOHOL-BEVERAGE CORPORATION

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
As at 30 June 2021B 09a-DN
VND

Associates and jointly controlled entities		
Saigon Binh Tay Beer Group Joint Stock Company	300,904,993	287,780,949
Sai Gon - Mien Trung Beer Joint Stock Company	108,815,193	340,000
Saigon - Bacieu Beer Joint Stock Company	56,987,650	-
Sai Gon - Vinh Long Beer Joint Stock Company	53,422,779	-
Sai Gon - Kien Giang Beer Joint Stock Company	49,211,841	-
Saigon - Bentre Beer Joint Stock Company	46,471,761	-
Sai Gon - Khanh Hoa Beer Joint Stock Company	20,608,412	10,937,943
Saigon - Phutho Beer Joint Stock Company	13,197,767	-
Other related parties		
Thai Beverage Public Co., Ltd.	6,862,032,417	1,878,375,715
BeerCo Limited (SG)	3,837,931,798	-
Chang International Co., Ltd.	3,836,214,569	667,563,948
Super Brands Company Pte. Ltd.	2,988,781,801	2,464,069,317
Fraser and Neave, Limited	632,614,560	481,446,018
Fraser & Neave (Singapore) Pte. Limited	2,000,000	2,000,000
<hr/> <hr/>		
(b) Other payables – long-term	30/06/2021	01/01/2021
	VND	VND
Land tax payable to the State (Note 10(b))	51,602,316,000	51,602,316,000
	<hr/> <hr/>	<hr/> <hr/>

20 Bonus and welfare fund

This fund is established by appropriating amounts from retained profits as approved by the shareholders at Company's General Meeting of shareholders. This fund is used to pay bonus and welfare to the Company's employees in accordance with the Company's bonus and welfare policies.

Movements of bonus and welfare fund during the period were as follows:

	06 month period ended	
	30/06/2021 VND	30/06/2020 VND
Opening balance	55,826,503,442	99,423,121,910
Appropriation during the period	26,577,879,690	24,776,500,000
Adjustments to bonus and welfare fund	-	(20,704,495,849)
Transfer to subsidiaries	(2,463,701,939)	-
Utilisation during the period	(31,729,180,073)	-
Closing balance	<u>48,211,501,120</u>	<u>103,495,126,061</u>

21 Provisions – long-term

Provisions – long-term represented provision for severance allowance. Movements of provision for severance allowance during the period were as follows:

	06 month period ended	
	30/06/2021 VND	30/06/2020 VND
Opening balance	82,323,187,723	92,606,211,882
Provision made during the period	-	971,647,336
Provision utilised during the period	(697,822,278)	(8,028,480,070)
Provision return during the period	(40,284,831,661)	-
Closing balance	<u>41,340,533,784</u>	<u>85,549,379,148</u>

22 Changes in owners' equity

	Share capital	Investment and development fund	Retained profits	Total
	VND	VND	VND	VND
Balance as at 1 January 2020	6,412,811,860,000	760,819,802,040	9,370,274,398,123	16,543,906,060,163
Net profit for the year	-	-	4,601,706,892,979	4,601,706,892,979
Dividends	-	-	(3,527,046,523,000)	(3,527,046,523,000)
Appropriation to bonus and welfare fund	-	-	(49,553,000,000)	(49,553,000,000)
Adjustments to bonus and welfare fund	-	-	20,704,495,849	20,704,495,849
Appropriation to social activities fund	-	-	40,464,926,089	40,464,926,089
Balance as at 31 December 2020	<u>6,412,811,860,000</u>	<u>760,819,802,040</u>	<u>10,456,551,190,040</u>	<u>17,630,182,852,080</u>
Net profit for the period	-	-	1,896,805,302,083	1,896,805,302,083
Dividends	-	-	(961,921,779,000)	(961,921,779,000)
Appropriation to bonus and welfare fund	-	-	(26,577,879,690)	(26,577,879,690)
Balance as at 30 June 2021	<u>6,412,811,860,000</u>	<u>760,819,802,040</u>	<u>11,364,856,833,433</u>	<u>18,538,488,495,473</u>

23 Share capital

The Company's authorised and issued share capital are:

	30/06/2021 and 01/01/2021	
	Number of shares	VND
Authorised and issued share capital		
Ordinary shares	641,281,186	6,412,811,860,000
	<hr/> <hr/>	<hr/> <hr/>
Shares in circulation		
Ordinary shares	641,281,186	6,412,811,860,000
	<hr/> <hr/>	<hr/> <hr/>

There was no movement in share capital during the period ended 30 June 2021.

24 Off balance sheet items**Foreign currencies**

	30/06/2021		01/01/2021	
	Original	VND equivalent	Original currency	VND equivalent
USD	320,518	7,346,278,061	300	6,895,260
EUR	1,339	35,938,760	3,386	94,914,019
AUD	17,871	306,087,637	-	-
		<hr/> <hr/>		<hr/> <hr/>
		7,688,304,458		101,809,279

25 Revenue from sales of goods and provision of services

Total revenue represents the gross value of goods sold and services provided, exclusive of value added tax and special sales tax

Net revenue comprised:

	06 month period ended	
	30/06/2021 VND	30/06/2020 VND
Total revenue		
- Sales of merchandise goods	10,852,185,905,926	8,975,985,341,092
- Sales of raw materials	2,928,798,627,406	2,256,378,638,228
- Sales of finished goods	1,747,537,251,107	1,771,554,165,943
<i>Sales of finished goods inclusive of special sales tax</i>	3,001,736,304,520	3,047,497,138,422
<i>Special sales tax</i>	(1,254,199,053,413)	(1,275,942,972,479)
- Others	27,661,388,999	18,981,111,890
	<u>15,556,183,173,438</u>	<u>13,022,899,257,153</u>
Less revenue deductions		
- Sales returns	6,239,991,997	-
Net revenue	<u>15,549,943,181,441</u>	<u>13,022,899,257,153</u>

26 Cost of goods sold and services provided

	06 month period ended	
	30/06/2021 VND	30/06/2020 VND
Cost of merchandise goods sold	9,240,056,925,330	7,716,227,449,365
Cost of raw materials sold	2,919,260,229,246	2,254,967,847,721
Cost of finished goods sold	1,031,437,492,443	1,094,734,696,338
Allowance for inventories and long-term tools, supplies and spare parts	388,555,389	2,603,678,757
Others	3,999,644,591	1,541,425,369
	<u>13,195,142,846,999</u>	<u>11,070,075,097,550</u>

27 Financial income

	06 month period ended	
	30/06/2021	30/06/2020
	VND	VND
Dividends and profits distribution income	897,122,801,981	546,315,210,060
Interest income	387,543,327,347	424,463,975,131
Gain from divestments	193,900,582,200	-
Realised foreign exchange	13,910,374,611	32,512,506,814
	<u>1,492,477,086,139</u>	<u>1,003,291,692,005</u>

28 Financial expenses

	06 month period ended	
	30/06/2021	30/06/2020
	VND	VND
Allowance for diminution in the value of long-term financial investments	(21,239,857,970)	15,374,843,868
Realised foreign exchange	4,805,736,650	3,744,449,451
Others	615,716,556	-
	<u>(15,818,404,764)</u>	<u>19,119,293,319</u>

29 Selling expenses

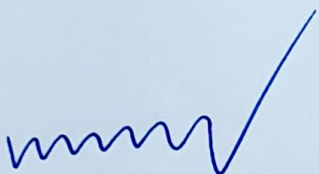
	06 month period ended	
	30/06/2021	30/06/2020
	VND	VND
Selling support expenses	854,144,062,957	481,893,830,340
Advertising and promotion expenses	843,270,441,263	543,030,021,442
Staff costs	16,999,331,158	16,184,201,162
Others	10,072,955,954	5,203,335,279
	<u>1,724,486,791,332</u>	<u>1,046,311,388,223</u>

30 General and administration expenses

	06 month period ended	
	30/06/2021	30/06/2020
	VND	VND
Staff costs	56,860,386,783	102,406,360,480
Rental expenses	18,783,340,446	63,191,176,604
Depreciation and amortisation	6,697,447,009	6,329,237,501
Provision and allowance	(40,284,831,661)	-
Others	39,060,496,417	38,345,554,045
	81,116,838,994	210,272,328,630



Nguyen Van Hoa
Preparer



Tran Nguyen Trung
Chief Accountant



Teo Hong Keng
Deputy General Director



Neo Jim Siong Bennett
General Director

29...July 2021