

FPT TELECOM JOINT STOCK CORPORATION

**INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**



FPT TELECOM JOINT STOCK CORPORATION

INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

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FPT TELECOM JOINT STOCK CORPORATION

CORPORATE INFORMATION

Enterprise Registration Certificate

No. 0101778163 dated 28 July 2005

Business Registration Certification and the amendments of the Enterprise Registration Certification were issued by the Hanoi Department of Planning and Investment. The latest amendment (30th) of the Enterprise Registration Certificate was issued on 23 May 2022.

Board of Directors

Mr. Hoang Nam Tien	Chairman
Ms. Chu Thi Thanh Ha	Member
Mr. Truong Gia Binh	Member
Mr. Nguyen Van Khoa	Member
Mr. Nguyen Hoang Quyen	Member
Ms. Le Ngoc Diep	Member

Board of Management

Mr. Hoang Viet Anh	General Director
Mr. Nguyen Hoang Linh	Deputy General Director
Ms. Vu Thi Mai Huong	Deputy General Director
Mr. Chu Hung Thang	Deputy General Director

Legal Representatives

Mr. Hoang Nam Tien	Chairman
Mr. Hoang Viet Anh	General Director

Registered Office

Floor 2, FPT Cau Giay Tower, No. 17 Duy Tan Street, Dich Vong Hau Ward, Cau Giay District, Hanoi

Auditor

PwC (Vietnam) Limited

FPT TELECOM JOINT STOCK CORPORATION

STATEMENT OF THE BOARD OF MANAGEMENT

STATEMENT OF THE RESPONSIBILITY OF THE BOARD OF MANAGEMENT OF THE COMPANY IN RESPECT OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The Board of Management of FPT Telecom Joint Stock Corporation ("the Company") is responsible for preparing interim consolidated financial statements which give a true and fair view of the interim consolidated financial position of the Company and its subsidiaries as at 30 June 2022, and of the consolidated results of operations and the consolidated cash flows of the Company and its subsidiaries for the six-month period then ended. In preparing these interim consolidated financial statements, the Board of Management is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent; and
- prepare the interim consolidated financial statements on a going concern basis unless it is inappropriate to presume that the Company and its subsidiaries will continue in business.

The Board of Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Company and its subsidiaries and enable interim consolidated financial statements to be prepared which comply with the accounting policies set out in Note 2 to the interim consolidated financial statements. The Board of Management is also responsible for safeguarding the assets of the Company and its subsidiaries and hence for taking reasonable steps for the prevention and detection of fraud or errors.

Legal Representative of the Company has authorised the Chief Financial Officer to approve and sign the interim consolidated financial statements for the six-month period ended 30 June 2022 pursuant to the Authorised Letter No 52/QĐ-FTEL dated 9 January 2022.

APPROVAL OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

I hereby, approve the accompanying interim consolidated financial statements as set out on pages 5 to 42 which give a true and fair view of the consolidated financial position of the Company and its subsidiaries as at 30 June 2022, and of the consolidated results of operations and the consolidated cash flows of the Company and its subsidiaries for the six-month period then ended, in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of interim consolidated financial statements.



Do Thi Huong
Chief Financial Officer
Authorised signatory

Ha Noi, S.R. Vietnam
17 August 2022



REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL INFORMATION TO THE SHAREHOLDERS OF FPT TELECOM JOINT STOCK CORPORATION

We have reviewed the accompanying interim consolidated financial statements of FPT Telecom Joint Stock Corporation ("the Company") and its subsidiaries which were prepared on 30 June 2022 and approved by the Chief Financial Officer of the Company (pursuant to the authorisation of the Company's Legal Representative) on 17 August 2022. The interim consolidated financial statements comprise the interim consolidated balance sheet as at 30 June 2022, the interim consolidated income statement and the interim consolidated cash flow statement for the six-month period then ended, and explanatory notes to the interim consolidated financial statements including significant accounting policies, as set out on pages 5 to 42.

Responsibility of the Board of Management

The Board of Management of the Company is responsible for the preparation and the true and fair presentation of these interim consolidated financial statements of the Company and its subsidiaries in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of interim consolidated financial statements and for such internal control which the Board of Management determines is necessary to enable the preparation and presentation of interim consolidated financial statements that are free from material misstatement, whether due to fraud or errors.

Auditor's Responsibility

Our responsibility is to express a conclusion on these interim consolidated financial statements based on our review. We conducted our review in accordance with Vietnamese Standards on Review Engagements 2410 – *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*.

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

Auditor's Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as at 30 June 2022, the consolidated financial performance and the consolidated cash flows of the Company and its subsidiaries for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of interim consolidated financial statements.

Other Matter

The report on the review of interim consolidated financial statements is prepared in Vietnamese and English. Should there be any conflict between the Vietnamese and English versions, the Vietnamese version shall take precedence.

For and on behalf of PwC (Vietnam) Limited



Mai Viet Hung Tran
Deputy General Director
Audit Practising Licence No. 0048-2018-006-1
Authorised signatory

Report reference number: HAN 3192
Hanoi, 17 August 2022

INTERIM CONSOLIDATED BALANCE SHEET

Code	ASSETS	Note	As at	
			30 June 2022 VND	31 December 2021 VND
100	CURRENT ASSETS		15,981,788,409,062	13,672,033,834,001
110	Cash and cash equivalents	3	355,643,895,077	374,929,561,927
111	Cash		220,713,159,914	101,868,718,688
112	Cash equivalents		134,930,735,163	273,060,843,239
120	Short-term investment		12,689,556,360,074	11,238,439,412,400
123	Investments held to maturity	4(a)	12,689,556,360,074	11,238,439,412,400
130	Short-term receivables		1,619,431,596,107	1,208,969,329,415
131	Short-term trade accounts receivable	5	1,561,892,712,924	1,391,016,112,013
132	Short-term prepayments to suppliers		84,374,747,847	39,888,170,930
135	Short-term lendings		37,000,000,000	-
136	Other short-term receivables	6	353,514,369,538	165,646,293,645
137	Provision for doubtful debts - short-term	5	(417,350,234,202)	(387,581,247,173)
140	Inventories	7	1,121,980,483,527	689,688,421,234
141	Inventories		1,160,375,794,768	744,295,562,176
149	Provision for decline in value of inventories		(38,395,311,241)	(54,607,140,942)
150	Other current assets		195,176,074,277	160,007,109,025
151	Short-term prepaid expenses	8(a)	168,650,082,864	127,113,764,629
152	Value Added Tax ("VAT") to be reclaimed		25,695,502,963	23,231,959,636
153	Tax and other receivables from the State	13(a)	830,488,450	9,661,384,760
200	LONG-TERM ASSETS		7,498,303,849,112	7,377,374,332,375
210	Long-term receivables		32,008,759,022	34,079,359,935
216	Other long-term receivables		32,008,759,022	36,436,051,116
219	Provision for doubtful debts – long-term		-	(2,356,691,181)
220	Fixed assets		4,898,375,134,428	4,907,968,495,872
221	Tangible fixed assets	9(a)	4,312,849,091,288	4,295,483,183,177
222	Historical cost		10,023,951,882,830	9,511,150,236,538
223	Accumulated depreciation		(5,711,102,791,542)	(5,215,667,053,361)
227	Intangible fixed assets	9(b)	585,526,043,140	612,485,312,695
228	Historical cost		1,029,086,971,515	1,017,829,221,521
229	Accumulated amortisation		(443,560,928,375)	(405,343,908,826)
240	Long-term assets in progress		452,138,842,524	480,691,804,821
242	Construction in progress	10	452,138,842,524	480,691,804,821
250	Long-term investments		6,243,631,500	6,200,000,000
253	Investments in other entities	4(b)	9,684,980,000	9,684,980,000
254	Provision for long-term investments	4(b)	(3,684,980,000)	(3,684,980,000)
255	Investments held to maturity	4(a)	243,631,500	200,000,000
260	Other long-term assets		2,109,537,481,638	1,948,434,671,747
261	Long-term prepaid expenses	8(b)	2,107,324,102,041	1,942,729,120,740
262	Deferred tax assets	11	2,213,379,597	5,705,551,007
270	TOTAL ASSETS		23,480,092,258,174	21,049,408,166,376


The notes on pages 9 to 42 are an integral part of these interim consolidated financial statements.

INTERIM CONSOLIDATED BALANCE SHEET
(continued)

Code	RESOURCES	Note	As at	
			30 June 2022 VND	31 December 2021 VND
300	LIABILITIES		16,423,346,542,012	14,760,409,865,663
310	Short-term liabilities		15,685,592,855,540	13,967,863,132,318
311	Short-term trade accounts payable	12	1,237,113,826,549	1,380,314,651,103
312	Short-term advances from customers		99,737,392,149	130,988,516,301
313	Tax and other payables to the State	13(b)	218,546,871,657	143,764,261,715
314	Payables to employees		990,715,822,349	1,166,920,110,832
315	Short-term accrued expenses	14	275,903,697,118	202,368,757,000
318	Short-term unearned revenue	15(a)	1,424,517,515,532	1,380,469,481,129
319	Other short-term payables	16	537,028,678,804	202,134,706,538
320	Short-term borrowings	17(a)	10,772,378,612,760	9,072,615,283,911
322	Bonus and welfare fund		129,650,438,622	288,287,363,789
330	Long-term liabilities		737,753,686,472	792,546,733,345
336	Long-term unearned revenue	15(b)	74,556,199,044	40,873,965,655
337	Other long-term payables		5,566,712,280	6,989,289,928
338	Long-term borrowings	17(b)	657,483,112,715	744,673,229,286
341	Deferred tax liabilities	11	147,662,433	10,248,476
400	OWNERS' EQUITY		7,056,745,716,162	6,288,998,300,713
410	Capital and reserves	18, 19	7,056,745,716,162	6,288,998,300,713
411	Owners' capital		3,283,395,380,000	3,283,695,530,000
411a	- Ordinary shares with voting rights		3,283,395,380,000	3,283,695,530,000
412	Share premium	19	20,462,758,273	20,462,758,273
414	Owners' other capital	19	55,391,600,000	55,391,600,000
415	Treasury shares	19	-	(300,150,000)
418	Investment and development fund	19	1,110,363,163,205	824,773,364,467
421	Undistributed earnings	19	2,313,342,081,863	1,821,722,332,329
421a	- Undistributed post-tax profits of previous years		1,207,222,038,540	532,918,986,128
421b	- Undistributed post-tax profit of current period/year		1,106,120,043,323	1,288,803,346,201
429	Non-controlling interests	19	273,790,732,821	283,252,865,644
440	TOTAL RESOURCES		23,480,092,258,174	21,049,408,166,376



Nguyen Thi Hong
Preparer



Nguyen Thi Thu Huong
Accountant in charge



Do Thi Huong
Chief Financial Officer
Authorised Signatory
17 August 2022

The notes on pages 9 to 42 are an integral part of these interim consolidated financial statements.

INTERIM CONSOLIDATED INCOME STATEMENT

		For the six-month period ended 30 June	
Code	Note	2022 VND	2021 VND
01	Revenue from sales of goods and rendering of services	7,078,790,185,756	6,129,278,185,593
02	Less deductions	2,124,975,982	3,144,167,061
10	Net revenue from sales of goods and rendering of services (10 = 01 - 02)	7,076,665,209,774	6,126,134,018,532
11	Cost of goods sold and services rendered	3,576,411,667,600	3,068,886,715,794
20	Gross profit from sales of goods and rendering of services (20 = 10 - 11)	3,500,253,542,174	3,057,247,302,738
21	Financial income	381,656,810,168	208,515,193,689
22	Financial expenses	225,814,220,568	126,716,543,809
23	- Including: Interest expense	169,276,496,896	111,569,283,226
25	Selling expenses	960,113,018,596	895,210,070,590
26	General and administration expenses	1,238,433,509,793	1,048,937,898,540
30	Net operating profit (30 = 20 + 21 - 22 - 25 - 26)	1,457,549,603,385	1,194,897,983,488
31	Other income	6,628,299,809	3,871,860,635
32	Other expenses	18,924,874,373	1,913,644,810
40	Net other (expenses)/income (40 = 31 - 32)	(12,296,574,564)	1,958,215,825
50	Net accounting profit before tax (50 = 30 + 40)	1,445,253,028,821	1,196,856,199,313
51	Corporate income tax ("CIT") – current	280,884,036,954	221,009,422,839
52	Corporate income tax - deferred	3,629,585,367	17,898,402,059
60	Net profit after tax (60 = 50 - 51 - 52)	1,160,739,406,500	957,948,374,415
Attributable to:			
61	Shareholders of parent Company	1,106,120,043,323	913,404,483,245
62	Non-controlling interests	54,619,363,177	44,543,891,170
70	Basic earnings per share	3,369	2,782
71	Diluted earnings per share	3,369	2,782

Nguyen Thi Hong
Preparer

Nguyen Thi Thu Huong
Accountant in charge



Do Thi Huong
Chief Financial Officer
Authorised Signatory
17 August 2022

The notes on pages 9 to 42 are an integral part of these interim consolidated financial statements.

INTERIM CONSOLIDATED CASH FLOW STATEMENT
(Indirect method)

		For the six-month period ended 30 June	
Code	Note	2022 VND	2021 VND
CASH FLOWS FROM OPERATING ACTIVITIES			
01	Net accounting profit before tax	1,445,253,028,821	1,196,856,199,313
	Adjustments for:		
02	Depreciation and amortisation	565,419,825,493	553,658,791,819
03	Provisions	14,059,784,447	41,113,390,851
04	Unrealised foreign exchange losses/(gains)	13,473,549,412	(3,048,641,576)
05	Profits from investing activities	(369,370,186,712)	(194,936,356,860)
06	Interest expenses	169,276,496,896	111,569,283,226
08	Operating profit before changes in working capital	1,838,112,498,357	1,705,212,666,773
09	Increase in receivables	(229,541,156,605)	(98,259,438,826)
10	Increase in inventories	(416,080,232,592)	(23,964,400,203)
11	Decrease in payables	(213,002,863,900)	(673,686,114,516)
12	Increase in prepaid expenses	(206,131,299,536)	(65,670,816,555)
14	Interest paid	(136,906,894,778)	(100,741,149,937)
15	Corporate income tax paid	(212,332,014,782)	(245,613,409,976)
16	Other receipts from operating activities	50,000,000	160,000,000
17	Other payments on operating activities	(158,686,925,167)	(174,571,763,350)
20	Net cash inflows from operating activities	265,481,110,997	322,865,573,410
CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchases of fixed assets	(527,715,329,965)	(436,043,101,559)
22	Proceeds from disposals of fixed assets	-	972,727,280
23	Loans granted	(8,127,800,032,122)	(6,627,179,682,649)
24	Collection of loans	6,639,639,452,948	6,511,881,050,991
27	Dividends and interest received	194,103,551,417	187,793,646,514
30	Net cash outflows from investing activities	(1,821,772,357,722)	(362,575,359,423)
CASH FLOWS FROM FINANCING ACTIVITIES			
33	Proceeds from borrowings	7,861,901,059,933	4,421,807,137,409
34	Repayments of borrowings	(6,264,943,645,730)	(3,746,913,921,615)
36	Dividends paid profits distributed to owners	(64,094,865,350)	(707,184,973,200)
40	Net cash inflows/(outflows) from financing activities	1,532,862,548,853	(32,291,757,406)
50	Net decrease in cash and cash equivalents	(23,428,697,872)	(72,001,543,419)
60	Cash and cash equivalents at beginning of period	374,929,561,927	630,611,012,001
61	Effect of foreign exchange differences	4,143,031,022	(1,318,100,029)
70	Cash and cash equivalents at end of period	355,643,895,077	557,291,368,553

 Nguyen Thi Hong
 Preparer

 Nguyen Thi Thu Huong
 Accountant in charge

 Do Thi Huong
 Chief Financial Officer
 Authorised Signatory
 17 August 2022



The notes on pages 9 to 42 are an integral part of these interim consolidated financial statements

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

1 GENERAL INFORMATION

FPT Telecom Joint Stock Corporation ("the Company") is a joint stock company established in SR Vietnam pursuant to the Business Registration Certificate No. 0103008784 issued by the Hanoi Department of Planning and Investment on 28 July 2005. The latest amendment (30th) of the Enterprise Registration Certificate No. 0101778163 was issued on 23 May 2022.

Since 13 January 2017, the Company's shares have been listed on UpCom stock exchange with the ticker symbol of 'FOX'.

The principal business activities of the Company and its subsidiaries are to provide telecommunication services including internet service, pay TV service, line leasing service, services on domain and data backup, online advertisement, online games and other telecommunication services.

The normal business cycle of the Company and its subsidiaries is 12 months.

As at 30 June 2022, the Company had five subsidiaries as follows:

Subsidiaries	Principal business activities	Place of incorporation and operation	As at 30.6.2022 and 31.12.2021	
			% ownership	% of voting rights
1) FPT Online Joint Stock Company (FOC)	Game online service, online newspaper, online payment services	Lot No. 29B - 31B - 33B, Tan Thuan Road, Tan Thuan Export Processing Zone, Tan Thuan Dong Ward, District 7, Ho Chi Minh City	56.51%	56.51%
2) FPT Telecom Tan Thuan Company Limited (CTTT)	High speed internet and other telecommunication services	Lot No. 29B - 31B - 33B, Tan Thuan Road, Tan Thuan Export Processing Zone, Tan Thuan Dong Ward, District 7, Ho Chi Minh City	100.00%	100.00%
3) FPT International Telecom Company Limited (FTI)	Internet services, agent for providing telecommunication services and other services	Lot No. 29B - 31B - 33B, Tan Thuan Road, Tan Thuan Export Processing Zone, Tan Thuan Dong Ward, District 7, Ho Chi Minh City	100.00%	100.00%
4) FPT Telecom Technology Joint Stock Company (FCN)	High speed internet and other telecommunication services	Lot T2-5, Road D1, Hi-tech Park, Tang Nhon Phu A Ward, Thu Duc City, Ho Chi Minh City	99.99%	99.99%
5) FPT Television Company Limited (FPL)	Television services	124 Suong Nguyet Anh Road, Ben Thanh Ward, District 1, Ho Chi Minh City	100.00%	100.00%

As at 30 June 2022, the Company and its subsidiaries had 9,407 employees (as at 31 December 2021: 9,859 employees).

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****2.1 Basis of preparation of consolidated financial statements**

The interim consolidated financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of interim consolidated financial statements. The interim consolidated financial statements have been prepared under the historical cost convention.

The accompanying interim consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam. The accounting principles and practices utilised in Vietnam may differ from those generally accepted in countries and jurisdictions other than Vietnam.

The interim consolidated financial statements in the Vietnamese language are the official interim consolidated financial statements of the Company and its subsidiaries. The interim consolidated financial statements in the English language have been translated from the Vietnamese version.

2.2 Fiscal year

The fiscal year of the Company and its subsidiaries is from 1 January to 31 December. The interim consolidated financial statements are prepared for the period from 1 January 2022 to 30 June 2022.

2.3 Currency

The interim consolidated financial statements are measured and presented in Vietnamese Dong ("VND").

2.4 Exchange rates

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction dates. Foreign exchange differences arising from these transactions are recognised in the interim consolidated income statement.

Monetary assets and liabilities denominated in foreign currencies at the interim consolidated balance sheet date are respectively translated at the buying and selling exchange rates at the interim consolidated balance sheet date of the commercial banks where the Company and its subsidiaries regularly trades. Foreign currencies deposited in banks at the interim consolidated balance sheet date are translated at the buying exchange rate of the commercial banks where the Company and its subsidiaries opens its foreign currency accounts. Foreign exchange differences arising from these translations are recognised in the interim consolidated income statement.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.5 Basis of consolidation****Subsidiary**

Subsidiary is an entity over which the Company and its subsidiaries has the power to govern the financial and operating policies in order to gain future benefits from its activities generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Company and its subsidiaries controls another entity. Subsidiary is fully consolidated from the date on which control is transferred to the Company and its subsidiaries. It is de-consolidated from the date that control ceases.

The purchase method of accounting is used to account for the acquisition of a subsidiary by the Company and its subsidiaries. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any non-controlling interest. The excess of the cost of acquisition over the fair value of the Company's share of the identifiable net assets acquired is recorded as goodwill. If the cost of acquisition is less than the fair value of the net assets of the subsidiary acquired, the difference is recognised directly in the income statement.

Inter-company transactions, balances and unrealised gains and losses on transactions between the Company and its subsidiaries, or among subsidiaries are eliminated.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Company.

Non-controlling transactions and interests

The Company applies a policy for transactions with non-controlling interests ("NCI") as transactions with external parties.

NCI are measured at their proportionate share of the acquiree's identifiable net assets at date of acquisition.

The divestment of the Company's interest in a subsidiary that does not result in a loss of control is accounted for as a transaction with owners' equity. The difference between the change in the Company's share of net assets of the subsidiary and any consideration paid or received from divestment of the Company's interest in the subsidiary is recorded directly in the undistributed earnings under equity.

In a divestment of the Company's interest in a subsidiary that results in a loss of control, the difference between the Company's share in the net assets of the subsidiary and the net proceeds from divestment is recognised in the consolidated income statement. The retained interest in the entity will be accounted for as either an investment in other entities or equity accounted for since the divestment date.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.6 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, cash at bank, demand deposits and other short-term investments with an original maturity of three months or less.

2.7 Receivables

Receivables represent trade receivables from customers arising from sales of goods and rendering of services or non-trade receivables from others and are stated at cost. Provision for doubtful debts is made for each outstanding amount based on overdue days in payment according to the initial payment commitment (exclusive of the payment rescheduling between parties) or based on the estimated loss that may arise. Bad debts are written off when identified as uncollectible.

Receivables are classified into long-term and short-term receivables on the interim consolidated balance sheet based on the remaining period from the interim consolidated balance sheet date to the maturity date.

2.8 Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined by the first in first out method and includes all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. Net realisable value is the estimated selling price in the normal course of business, less the estimated costs of completion and selling expenses.

The Company and its subsidiaries apply the perpetual system for inventories.

Provision is made, when necessary, for obsolete, slow-moving and defective inventory items. The difference between the provision of this period and the provision of the previous period are recognised as an increase or decrease of cost of goods sold in the period.

2.9 Investments**(a) Investments held to maturity**

Investments held to maturity are investments which the Company and its subsidiaries have a positive intention and ability to hold until maturity.

Investments held to maturity include term deposits. Those investments are initially accounted for at cost. Subsequently, the Company and its subsidiaries reviews all outstanding investments to determine the amount of provision to recognise at the period end.

Provision for diminution in value of investments held to maturity is made when there is evidence that the investment is uncollectible in whole or in part. The difference between the provision of this period and the provision of the previous period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.9 Investments (continued)****(a) Investments held to maturity (continued)**

Investments held to maturity are classified into short-term and long-term investments held to maturity on the interim consolidated balance sheet based on the remaining period from the consolidated balance sheet date to the maturity date.

(b) Investments in other entities

Investments in other entities are investments in equity instruments of other entities without controlling rights or co-controlling rights, or without significant influence over the investee. These investments are accounted for initially at cost. Subsequently, the Board of Management reviews all outstanding investments to determine the amount of provision to recognise at the period end.

(c) Provision for investments in other entities

Provision for investments in other entities is made when there is a diminution in value of the investments at the period end. Regarding investments in listed shares or those whose fair value can be determined reliably, the provision for diminution in value is made when cost is higher than market value. For other investments, provision for diminution in value is made when the investees make losses.

The difference between the provision of this period and the provision of the previous period is recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

2.10 Lendings

Lendings are lendings granted for the earning of interest under agreements among parties but not for being traded as securities.

Lendings are initially recognised at cost. Subsequently, the Company and its subsidiaries reviews all outstanding amounts to determine the amount of provision to recognise at the period end. Provision for doubtful lendings is made for each lending based on overdue days in payment of principals according to the initial payment commitment (exclusive of the payment rescheduling between parties), or based on the estimated loss that may arise. Changes in the provision balance during the accounting period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

2.11 Fixed assets*Tangible and intangible fixed assets*

Fixed assets are stated at historical cost less accumulated depreciation/amortisation. Historical cost includes any expenditure that is directly attributable to the acquisition of the fixed assets bringing them to suitable conditions for their intended use. Expenditure incurred subsequently which has resulted in an increase in the future economic benefits expected to be obtained from the use of fixed assets, can be capitalised as an additional historical cost. Otherwise, they are charged to the interim consolidated income statement when incurred.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.11 Fixed assets (continued)

Depreciation and amortisation

Fixed assets are depreciated and amortised using the straight-line method so as to write off the historical cost of the fixed assets over their estimated useful lives. The estimated useful lives of each asset class are as follows:

Buildings and structures	8 – 25 years
Machinery	3 – 15 years
Office equipment	3 – 10 years
Motor vehicles	6 years
Software	3 – 8 years

Indefinite land use rights are stated at costs and not amortised.

Licences and operation rights are the right to operate international cable routes and are amortised using the straight-line method over the terms in the licenses and operation right contracts.

Disposals

Gains or losses on disposals are determined by comparing net disposal proceeds with the carrying amount of the fixed assets and are recognised as income or expense in the interim consolidated income statement.

Construction in progress

Construction in progress represents the cost of assets in the course of construction for production, rental or administrative purposes, or for purposes not yet determined, are carried at cost. Depreciation of these assets, on the same basis as other fixed assets, commences when the assets are ready for their intended use.

2.12 Leased assets

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the consolidated income statement on a straight-line basis over the term of the lease.

2.13 Prepaid expenses

Prepaid expenses mainly represent the deployment costs for new subscribers. These prepaid expenses are recorded at actual cost and allocated on a straight-line basis over their estimated useful lives as follows:

Equipment and material costs for internet service	2.5 years
Equipment and material costs for television service	2 years
Outside service expenses	2 years

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.14 Payables**

Classifications of payables are based on their nature as follows:

- Trade accounts payable are trade payables arising from purchase of goods and services; and
- Other payables are non-trade payables, and payables not relating to purchases of goods and services.

Payables are classified into short-term and long-term payables on the consolidated balance sheet based on the remaining period from the interim consolidated balance sheet date to the maturity date.

2.15 Borrowings

Borrowings include borrowings from banks and other entities.

Borrowings are classified into long-term and short-term borrowings on the consolidated balance sheet based on the remaining period from the interim consolidated balance sheet date to the maturity date.

Borrowing costs that are directly attributable to the construction or production of any qualifying assets are capitalised during the period of time that is required to complete and prepare the asset for its intended use. In respect of general-purpose borrowings, a portion of which is used for the purpose of construction or production of any qualifying assets, the Company and its subsidiaries determines the amount of borrowing costs eligible for capitalisation by applying a capitalisation rate to the weighted average expenditure on that assets. The capitalisation rate is the weighted average of the interest rates applicable to the Company and its subsidiaries' borrowings that are outstanding during the period, other than borrowings made specifically for the purpose of obtaining a qualifying asset. Other borrowing costs are recognised in the interim consolidated income statement when incurred.

2.16 Accrued expenses

Accrued expenses include liabilities for goods and services received in the period but not yet paid for due to pending invoices or insufficient records and documents. Accrued expenses are recorded as expenses in the reporting period.

2.17 Provisions

Provisions are recognised when the Company and its subsidiaries has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.17 Provisions (continued)**

Provisions are measured at the expenditures expected to be required to settle the obligation. If the time value of money is material, provisions will be measured at the present value using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as a financial expense. Changes in the provision balance during the accounting period are recorded as an increase or decrease in operating expenses.

2.18 Provision for severance allowances

In accordance with Vietnamese labour laws, employees of the Company and its subsidiaries who have worked regularly for full 12 months or longer, are entitled to a severance allowance. The working period used for the calculation of severance allowance is the period during which the employee actually works for the Company and its subsidiaries less the period during which the employee participates in the unemployment insurance scheme in accordance with the labour regulations and the working period for which the employee has received severance allowance from the Company and its subsidiaries. The severance allowance is accrued at the end of the reporting period on the basis that each employee is entitled to half of an average monthly salary for each working year. The average monthly salary used for calculating the severance allowance is the employee contract's average salary for the six-month period prior to the consolidated balance sheet date. This allowance will be paid as a lump sum when the employees terminate their labour contracts in accordance with current regulations.

The Company and its subsidiaries did not recognize the above provision for severance allowance due to the application of the Circular No. 180/2012/TT-BTC of the Ministry of Finance issued on 24 October 2012, the Company and its subsidiaries recognized as an expense in the accounting period, when actually paying severance allowances to employees.

2.19 Unearned revenue

Unearned revenue mainly comprises the amounts that customers have paid in advance for telecommunication services. The Company and its subsidiaries records unearned revenue for the future obligations that the Company and its subsidiaries has to fulfill. Unearned revenue is recognised as revenue in the consolidated income statement to the extent that recognition criteria have been met.

2.20 Capital and reserves

Owners' capital is recorded according to the actual amounts contributed at the par value of the shares.

Treasury shares are shares issued by the Company and repurchased by itself.

Undistributed earnings record the Company and its subsidiaries' profit after corporate income tax at the reporting date.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.21 Appropriation of profit**

Dividends are recognised as a liability in the consolidated financial statements in the period/year in which the dividends are approved by the General Meeting of Shareholders.

Net profit after corporate income tax could be distributed to shareholders after approval at the General Meeting of Shareholders, and after appropriation to other funds in accordance with the Company and its subsidiaries' charter and Vietnamese regulations.

Investment and development fund

Investment and development fund is appropriated from profits after corporate income tax of the Company and its subsidiaries and approved at the General Meeting of Shareholders.

Bonus and welfare fund

Bonus and welfare fund is appropriated from the Company and its subsidiaries' profit after corporate income tax and subject to shareholders' approval at the General Meeting of Shareholders. This fund is presented as a liability on the interim consolidated balance sheet.

2.22 Revenue recognition**(a) Revenue from sales of goods**

Revenue from sales of goods is recognised in the consolidated income statement when all five (5) following conditions are satisfied:

- The Company and its subsidiaries has transferred to the buyer the significant risks and rewards of ownership of the goods;
- The Company and its subsidiaries retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company and its subsidiaries; and
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods.

Revenue is recognised in accordance with the "substance over form" principle and allocated to each sale obligation.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.22 Revenue recognition (continued)****(b) Revenue from rendering of services**

Revenue from rendering of services is recognised in the consolidated income statement when the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided.

Revenue from the rendering of services is only recognised when all four (4) following conditions are satisfied:

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

(c) Interest income

Interest income is recognised on an earned basis.

(d) Dividends income

Income from dividends is recognised when the Company and its subsidiaries has established the receiving rights from investees.

2.23 Sales deductions

Sales deductions include trade discounts, sales returns and allowances. Sales deductions incurred in the same period of the related revenue from sales of products, goods and rendering of services are recorded as deduction of revenue of that period.

Sales deductions for sales of products, goods or rendering of services which are sold in the period but are incurred after the consolidated balance sheet date but before the issuance of the consolidated financial statements are recorded as a deduction of revenue of that period.

2.24 Cost of goods sold and services rendered

Cost of goods sold and cost of services rendered are cost of goods, merchandise sold or services rendered during the period, and recorded on the basis of matching with revenue and on a prudence basis.

2.25 Financial expenses

Financial expenses are expenses incurred in the period for financial activities mainly including interest expense and losses from foreign exchange differences.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.26 Selling expenses**

Selling expenses represent expenses that are incurred in the process of selling products, goods, and providing services.

2.27 General and administration expenses

General and administration expenses represent expenses for administrative purposes of the Company and its subsidiaries.

2.28 Current and deferred income tax

Income tax includes all income tax which is based on taxable profits. Income tax expense comprises current tax expense and deferred tax expense.

Current income tax is the amount of income taxes payable or recoverable in respect of the current year taxable profit at the current tax rates. Current and deferred tax should be recognized as an income or an expense and included in profit or loss of the period, except to the extent that the tax arises from a transaction or event which is recognized, in the same or a different period, directly in equity.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. Deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of occurrence affects neither the accounting nor the taxable profit or loss. Deferred income tax is determined at the tax rates that are expected to apply to the financial year when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted by the consolidated balance sheet date.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

2.29 Related parties

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company and its subsidiaries, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company and its subsidiaries. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company and its subsidiaries that gives them significant influence over the Company and its subsidiaries, key management personnel, including the Board of Directors, the Board of Management and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering the related party relationship, the Company and its subsidiaries consider the substance of the relationship not merely the legal form.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.30 Segment reporting

A segment is a component which can be separated by the Company and its subsidiaries engaged in sales of goods or rendering of services ("business segment"), or sales of goods or rendering of services within a particular economic environment ("geographical segment"). Each segment is subject to risks and returns that are different from those of other segments. A reportable segment is the Company and its subsidiaries' business segment or the Company and its subsidiaries' geographical segment.

Segment reporting is prepared and presented in accordance with accounting policies applied to the preparation and presentation of the Company and its subsidiaries consolidated financial statements in order to help users of consolidated financial statements understand and evaluate the Company and its subsidiaries' operations in a comprehensive way.

2.31 Critical accounting estimates

The preparation of interim consolidated financial statements in conformity with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of interim consolidated financial statements requires the Board of Management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the interim consolidated financial statements and the reported amounts of revenues and expenses during the financial period. The areas involving significant estimates and assumptions are as follows:

- Estimation of provision for doubtful debts (Note 2.7 and Note 5);
- Estimation of provision for decline in value of inventories (Note 2.8 and Note 7);
- Estimated useful lives of fixed assets (Note 2.11 and Note 9); and
- Estimation of Corporate Income Tax (Note 28)

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and its subsidiaries' interim consolidated financial statements and that are believed to be reasonable under the circumstances.

3 CASH AND CASH EQUIVALENTS

	30.6.2022 VND	31.12.2021 VND
Cash on hand	20,813,583	71,762,880
Cash at banks	220,692,346,331	101,744,955,808
Cash in transit	-	52,000,000
Cash equivalents (*)	134,930,735,163	273,060,843,239
	<u>355,643,895,077</u>	<u>374,929,561,927</u>

(*) Cash equivalents comprise demand deposits with original maturity of 3 months or less at commercial banks in Vietnam.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

4 FINANCIAL INVESTMENTS

(a) Investment held to maturity

	30.6.2022		31.12.2021	
	Cost VND	Book value VND	Cost VND	Book value VND
i. Short-term				
Term deposits (*)	12,687,556,360,074	12,687,556,360,074	11,236,439,412,400	11,236,439,412,400
Others	2,000,000,000	2,000,000,000	2,000,000,000	2,000,000,000
	<u>12,689,556,360,074</u>	<u>12,689,556,360,074</u>	<u>11,238,439,412,400</u>	<u>11,238,439,412,400</u>
ii. Long-term				
Term deposits	243,631,500	243,631,500	200,000,000	200,000,000
	<u>243,631,500</u>	<u>243,631,500</u>	<u>200,000,000</u>	<u>200,000,000</u>

(*) These are deposits with original term of more than 3 and less than 12 months with interest rate specified in each term-deposit contract at commercial banks in Vietnam.

(b) Investment in other entities

	30.6.2022			31.12.2021		
	Cost VND	Fair value VND	Provision VND	Cost VND	Fair value VND	Provision VND
Sen Do Technology JSC	3,684,980,000	(*)	(3,684,980,000)	3,684,980,000	(*)	(3,684,980,000)
FPT Fund Management JSC	6,000,000,000	(*)	-	6,000,000,000	(*)	-
	<u>9,684,980,000</u>	<u>(*)</u>	<u>(3,684,980,000)</u>	<u>9,684,980,000</u>	<u>(*)</u>	<u>(3,684,980,000)</u>

(*) Presentation of fair value: Because the Vietnamese Accounting Standards and the Vietnamese Accounting System have no guidance on how to determine fair values using valuation techniques for unquoted investments, Company and its subsidiaries has not determined the fair value of these investments to disclose in the interim consolidated financial statements. The fair value of such investments might be different from their book value.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

5 SHORT-TERM TRADE ACCOUNTS RECEIVABLE

	30.6.2022 VND	31.12.2022 VND
Third parties (*)	1,537,105,231,436	1,362,322,621,100
Related parties (Note 31(b))	24,787,481,488	28,693,490,913
	<u>1,561,892,712,924</u>	<u>1,391,016,112,013</u>
Provision for doubtful debts (**)	<u>(417,350,234,202)</u>	<u>(387,581,247,173)</u>

(*) As at 30 June 2022 and 31 December 2021, there was no third party customer having a balance accounting for 10% or more of the total balance of short-term trade accounts receivable.

(**) Movements in provision for doubtful debts during the period/year are as follows:

	For the 6-month period ended 30.6.2022 VND	For the year ended 31.12.2021 VND
Beginning of the period/year	387,581,247,173	329,706,434,818
Increase	29,768,987,029	57,874,812,355
End of the period/year	<u>417,350,234,202</u>	<u>387,581,247,173</u>

6 OTHER SHORT-TERM RECEIVABLES

	30.6.2022 VND	31.12.2021 VND
Interest income	318,721,430,435	143,012,966,927
Others	34,792,939,103	22,633,326,718
	<u>353,514,369,538</u>	<u>165,646,293,645</u>

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

7 INVENTORIES

	30.6.2022		31.12.2021	
	Cost VND	Provision VND	Cost VND	Provision VND
Goods in transit	39,655,743,801	-	84,478,392,863	-
Raw materials	897,330,715,258	(38,395,311,241)	518,505,745,054	(54,607,140,942)
Tools and supplies	59,551,693,888	-	40,213,905,530	-
Merchandise	163,837,641,821	-	101,097,518,729	-
	<u>1,160,375,794,768</u>	<u>(38,395,311,241)</u>	<u>744,295,562,176</u>	<u>(54,607,140,942)</u>
Provision for decline in value of inventories	(38,395,311,241)		(54,607,140,942)	
	<u>1,121,980,483,527</u>		<u>689,688,421,234</u>	

Movements in the provision for decline in value of inventories during the period/year are as follows:

	For the 6-month period ended 30.6.2022 VND	For the year ended 31.12.2021 VND
Beginning of period/year	54,607,140,942	69,717,642,107
Decrease	(16,211,829,701)	(15,110,501,165)
End of period/year	<u>38,395,311,241</u>	<u>54,607,140,942</u>

8 PREPAID EXPENSES**(a) Short-term**

	30.6.2022 VND	31.12.2021 VND
Rental (copyrights, office, channels, transmission lines, cable)	97,598,193,182	61,172,801,493
Others	71,051,889,682	65,940,963,136
	<u>168,650,082,864</u>	<u>127,113,764,629</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

8 PREPAID EXPENSES (CONTINUED)

(b) Long-term

	30.6.2022 VND	31.12.2021 VND
Deployment costs for new subscribers (*)	1,548,922,385,973	1,398,739,456,211
Office rental	307,951,776,323	312,726,774,761
Others	250,449,939,745	231,262,889,768
	<u>2,107,324,102,041</u>	<u>1,942,729,120,740</u>

- (*) Deployment costs for new subscribers represent the costs of equipment, materials and outsourced labor costs incurred to install internet and television services for new subscribers. These costs are amortised to the interim consolidated income statement based on estimated useful lives (Note 2.13).

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

9 FIXED ASSETS

(a) Tangible fixed assets

	Buildings and structures VND	Machinery and equipment VND	Office equipment VND	Motor vehicles VND	Total VND
Historical cost					
As at 1 January 2022	205,505,794,518	9,098,458,105,002	188,459,858,111	18,726,478,907	9,511,150,236,538
New purchases	2,976,886,443	180,251,340,731	4,064,979,071	1,169,950,000	188,463,156,245
Transfers from construction in progress	-	375,594,721,543	-	-	375,594,721,543
Reclassification	-	434,749,002	(434,749,002)	-	-
Disposals, write-off	-	(50,699,523,451)	(556,708,045)	-	(51,256,231,496)
As at 30 June 2022	208,482,680,961	9,604,039,392,827	191,533,380,135	19,896,428,907	10,023,951,882,830
Accumulated depreciation					
As at 1 January 2022	(66,668,104,984)	(4,967,144,577,995)	(169,295,342,305)	(12,559,028,077)	(5,215,667,053,361)
Charge for the period	(3,919,946,959)	(517,607,412,048)	(4,869,493,969)	(805,952,968)	(527,202,805,944)
Reclassification	-	(419,118,629)	419,118,629	-	-
Disposals, write-off	-	31,274,717,282	492,350,481	-	31,767,067,763
As at 30 June 2022	(70,588,051,943)	(5,453,896,391,390)	(173,253,367,164)	(13,364,981,045)	(5,711,102,791,542)
Net book value					
As at 1 January 2022	138,837,689,534	4,131,313,527,007	19,164,515,806	6,167,450,830	4,295,483,183,177
As at 30 June 2022	137,894,629,018	4,150,143,001,437	18,280,012,971	6,531,447,862	4,312,849,091,288

The historical cost of fully depreciated tangible fixed assets but still in use as at 30 June 2022 were VND 2,736,151,665,954 (as at 31 December 2021: VND 2,473,762,048,043).

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

9 FIXED ASSETS (CONTINUED)

(b) Intangible fixed assets

	Land use rights VND	Copyrights and operation rights VND	Computer software VND	Total VND
Historical cost				
As at 1 January 2022	132,327,252,689	751,983,829,995	133,518,138,837	1,017,829,221,521
New purchases	7,084,104,037	1,195,628,030	2,978,017,927	11,257,749,994
As at 30 June 2022	139,411,356,726	753,179,458,025	136,496,156,764	1,029,086,971,515
Accumulated amortization				
As at 1 January 2022	-	(323,532,470,434)	(81,811,438,392)	(405,343,908,826)
Charge for the period	-	(26,298,761,875)	(11,918,257,674)	(38,217,019,549)
As at 30 June 2022	-	(349,831,232,309)	(93,729,696,066)	(443,560,928,375)
Net book value				
As at 1 January 2022	132,327,252,689	428,451,359,561	51,706,700,445	612,485,312,695
As at 30 June 2022	139,411,356,726	403,348,225,716	42,766,460,698	585,526,043,140

Licences and operation rights are the right to operate international cable routes and are amortised using the straight-line method over the terms in the licenses and operation rights contracts (Note 2.11).

The historical cost of fully amortized intangible fixed assets but still in use as at 30 June 2022 were VND 59,030,515,517 (as at 31 December 2021: VND 58,653,422,216).

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

10 CONSTRUCTION IN PROGRESS

	30.6.2022 VND	31.12.2021 VND
Data Center - District No.9	168,671,248,890	155,530,187,879
Data Center - FPT Telecom Tan Thuan	16,576,410,204	5,797,436,129
North-South trunk road system	43,124,617,348	24,160,687,551
FPT Telecom Tower - District No.7	804,877,273	8,000,000
Telecommunication infrastructures (*)	222,961,688,809	295,195,493,262
	<u>452,138,842,524</u>	<u>480,691,804,821</u>

(*) Mainly represents machinery, equipment and materials in progress to construct telecommunication stations and other telecommunication infrastructures.

11 DEFERRED INCOME TAX

	30.6.2022 VND	31.12.2021 VND
Deferred income tax assets	<u>2,213,379,597</u>	<u>5,705,551,007</u>
Deferred income tax liabilities	<u>147,662,433</u>	<u>10,248,476</u>

The gross movements in deferred income tax, excluding offsetting of balances related to the same tax authority and same taxable unit, during the year are as follows:

	For the 6-month period ended 30.6.2022 VND	For the year ended 31.12.2021 VND
Deferred income tax assets		
Beginning of period/year	5,705,551,007	29,519,994,930
Recognised in the interim consolidated income statement (Note 28)	(3,492,171,410)	(23,814,443,923)
End of period/year	<u>2,213,379,597</u>	<u>5,705,551,007</u>
Deferred income tax liabilities		
Beginning of period/year	(10,248,476)	-
Recognised in the interim consolidated income statement (Note 28)	(137,413,957)	(10,248,476)
End of period/year	<u>(147,662,433)</u>	<u>(10,248,476)</u>

Deferred income tax mainly arises from temporary differences in accrued expenses and unrealised foreign exchange differences for account receivables and cash.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

12 SHORT-TERM TRADE ACCOUNTS PAYABLE

	30.6.2022 VND	31.12.2021 VND
Third parties (*)	1,185,456,808,740	1,327,892,965,934
Related parties (Note 31(b))	51,657,017,809	52,421,685,169
	<u>1,237,113,826,549</u>	<u>1,380,314,651,103</u>

(*) As at 30 June 2022 and 31 December 2021, there was no third party supplier having a balance accounting for 10% or more of the total balance of short-term trade accounts payable.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

13 TAXES AND RECEIVABLES FROM/PAYABLES TO THE STATE

Movements in tax and receivables from/payables to the State are as follows:

	As at 1.1.2022 VND	Incurred during the period VND	Net-off during the period VND	Paid during the period VND	As at 30.6.2022 VND
(a) Receivables					
CIT	9,444,092,790	-	(9,444,092,790)	-	-
Personal income tax	217,291,970	732,436,397	-	(119,239,917)	830,488,450
	<u>9,661,384,760</u>	<u>732,436,397</u>	<u>(9,444,092,790)</u>	<u>(119,239,917)</u>	<u>830,488,450</u>
(b) Payables					
Output VAT	48,011,076,499	1,082,008,843,796	(772,427,358,689)	(296,322,752,047)	61,269,809,559
VAT on importation	24,991	107,880,945,695	-	(107,531,528,283)	349,442,403
CIT	85,646,758,553	280,884,036,954	(9,444,092,790)	(212,332,014,782)	144,754,687,935
Foreign contractor tax	2,838,095,093	39,731,010,235	-	(36,237,210,806)	6,331,894,522
Personal income tax	7,268,056,668	176,139,261,883	-	(177,566,281,313)	5,841,037,238
Import tax	249,911	60,667,327	-	(60,917,238)	-
Other tax	-	454,280,004	-	(454,280,004)	-
	<u>143,764,261,715</u>	<u>1,687,159,045,894</u>	<u>(781,871,451,479)</u>	<u>(830,504,984,473)</u>	<u>218,546,871,657</u>

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

14 SHORT-TERM ACCRUED EXPENSES

	30.6.2022 VND	31.12.2021 VND
Interest expense	108,498,333,122	76,407,966,009
Others (*)	167,405,363,996	125,960,790,991
	<u>275,903,697,118</u>	<u>202,368,757,000</u>

(*) Mainly include expenses relating to channel rental, transmission rental, public utility telecommunications service funds and others.

15 UNEARNED REVENUE

(a) Short-term

	30.6.2022 VND	31.12.2021 VND
Advance from customers for telecommunication services	1,422,835,783,266	1,377,808,677,041
Others	1,681,732,266	2,660,804,088
	<u>1,424,517,515,532</u>	<u>1,380,469,481,129</u>

(b) Long-term

	30.6.2022 VND	31.12.2021 VND
Advance from customers for telecommunication services	43,375,939,226	7,633,889,103
Others	31,180,259,818	33,240,076,552
	<u>74,556,199,044</u>	<u>40,873,965,655</u>

16 OTHER SHORT-TERM PAYABLES

	30.6.2022 VND	31.12.2021 VND
Related parties (Note 31(b))	331,002,390,047	2,020,158,874
<i>In which:</i>		
- Dividends payables to shareholders	330,249,327,783	1,927,846,433
- Others	753,062,264	92,312,441
Deposits, mortgages	112,082,727,648	106,537,314,764
Salary related costs	14,120,244,480	14,741,594,677
Others	79,823,316,629	78,835,638,223
	<u>537,028,678,804</u>	<u>202,134,706,538</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

17 BORROWINGS

(a) Short-term

	As at 1.1.2022 VND	Increase VND	Decrease VND	Foreign exchange revaluation VND	As at 30.6.2022 VND
Short-term borrowings	8,830,691,445,719	7,861,901,059,933	(6,133,824,804,303)	15,615,798,075	10,574,383,499,424
Current portion of long-term borrowings	241,923,838,192	87,190,116,571	(131,118,841,427)	-	197,995,113,336
	<u>9,072,615,283,911</u>	<u>7,949,091,176,504</u>	<u>(6,264,943,645,730)</u>	<u>15,615,798,075</u>	<u>10,772,378,612,760</u>

As at 30 June 2022, short-term borrowings include loans from local commercial banks with terms of less than 12 months. These loans are unsecured and interest rates are specified in each withdrawal.

(b) Long-term

	As at 1.1.2022 VND	Increase VND	Decrease VND	As at 30.6.2022 VND
Long-term borrowings	<u>744,673,229,286</u>	<u>-</u>	<u>(87,190,116,571)</u>	<u>657,483,112,715</u>

As at 30 June 2022, long-term borrowings include loans from domestic commercial banks with terms of more than 12 months. These loans are unsecured and interest rates are specified in each withdrawal.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

17 BORROWINGS (CONTINUED)

Details of borrowings in original currencies are as follows:

	30.6.2022		31.12.2021	
	Original amount	VND equivalent	Original amount	VND equivalent
US Dollars ("USD")	283,388,457.38	6,530,502,606,363	228,400,000	5,242,977,519,400
Vietnamese Dong ("VND")	4,899,359,119,112	4,899,359,119,112	4,574,310,993,797	4,574,310,993,797
		<u>11,429,861,725,475</u>		<u>9,817,288,513,197</u>

Details of borrowings in foreign currencies which are hedged by foreign currencies forward contracts are as follows:

	30.6.2022		31.12.2021	
	Original amount	Original amount hedged	Original amount	Original amount hedged
USD	<u>283,388,457.38</u>	<u>283,388,457.38</u>	<u>288,400,000</u>	<u>288,400,000</u>

18 OWNERS' CAPITAL

(a) Number of shares

	30.6.2022 Ordinary shares	31.12.2021 Ordinary shares
Number of shares registered	<u>328,339,538</u>	<u>328,369,553</u>
Number of shares issued	<u>-</u>	<u>30,015</u>
Number of existing shares in circulation	<u>328,339,538</u>	<u>328,339,538</u>

Par value per share: VND 10,000.

(b) Details of owners' shareholding

	30.6.2022		31.12.2021	
	Ordinary shares	%	Ordinary shares	%
State Capital Investment Corporation – Company Limited	164,742,021	50.17	164,742,021	50.17
FPT Joint Stock Company	149,907,458	45.66	149,907,458	45.65
Other shareholders	13,690,059	4.17	13,690,059	4.17
	<u>328,339,538</u>	<u>100</u>	<u>328,339,538</u>	<u>99.99</u>
Treasury shares	<u>-</u>	<u>-</u>	<u>30,015</u>	<u>0.01</u>
	<u>328,339,538</u>	<u>100</u>	<u>328,369,553</u>	<u>100</u>

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

19 MOVEMENTS IN OWNERS' EQUITY

	Owners' contributed capital VND	Share premium VND	Other owners' capital VND	Treasury shares VND	Investment and development fund VND	Retained earnings VND	Non-controlling interests VND	Total VND
As at 1.1.2021	2,736,464,610,000	20,462,758,273	55,391,600,000	(300,150,000)	824,773,364,467	1,082,212,906,804	359,250,621,166	5,078,255,710,710
Net profit for the year	-	-	-	-	-	1,820,124,198,555	95,713,437,479	1,915,837,636,034
Dividends distributed in cash	-	-	-	-	-	(328,339,538,000)	(160,203,740,000)	(488,543,278,000)
Dividends distributed in shares	547,230,920,000	-	-	-	-	(547,230,920,000)	-	-
Appropriation to bonus and welfare fund	-	-	-	-	-	(202,831,768,185)	(9,571,389,419)	(212,403,157,604)
Others	-	-	-	-	-	(2,212,546,845)	(1,936,063,582)	(4,148,610,427)
As at 31.12.2021	3,283,695,530,000	20,462,758,273	55,391,600,000	(300,150,000)	824,773,364,467	1,821,722,332,329	283,252,865,644	6,288,998,300,713
Net profit for the period	-	-	-	-	-	1,106,120,043,323	54,619,363,177	1,160,739,406,500
Dividends distributed in cash (i)	-	-	-	-	-	(328,339,538,000)	(64,081,496,000)	(392,421,034,000)
Appropriation to investment and development fund (ii)	-	-	-	-	285,589,798,738	(285,589,798,738)	-	-
Cancellation of treasury shares (iii)	(300,150,000)	-	-	300,150,000	-	-	-	-
Others	-	-	-	-	-	(570,957,051)	-	(570,957,051)
As at 30.6.2022	3,283,395,380,000	20,462,758,273	55,391,600,000	-	1,110,363,163,205	2,313,342,081,863	273,790,732,821	7,056,745,716,162

(i) According to the Resolution No. 02/NQ – ĐHCĐ /FTEL dated 20 April 2022 of the General Meeting of Shareholders, shareholders approved the distribution of dividends in cash at the rate of VND 2,000 per share. The Company advanced the amount of VND 1,000 per share in December 2021.

(ii) According to the Resolution No. 02/NQ – ĐHCĐ/FTEL dated 20 April 2022 of the General Meeting of Shareholders, shareholders approved the plan for profit distribution of 2021, in which the appropriation of investment and development fund would be 15% of the profit after tax of 2021.

(iii) Treasury shares were cancelled in accordance with the Decision No. 314/QĐ – SGDHN dated 16 May 2022 of the Hanoi Stock Exchange.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

20 BASIC EARNINGS PER SHARE

(a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to shareholders after deducting the bonus and welfare fund by the weighted average number of ordinary shares outstanding during the period, excluding ordinary shares repurchased by the Company and held as treasury shares. Details are as follows:

	For the six-month period ended 30 June	
	2022	2021 (Restate (**))
Net profit attributable to shareholders (VND)	1,106,120,043,323	913,404,483,245
Less amount allocated to bonus and welfare fund (*)	-	-
Basic earnings	1,106,120,043,323	913,404,483,245
Weighted average number of ordinary shares in circulation (shares)	328,339,538	328,339,538
Basic earnings per share (VND)	3,369	2,782

(*) As at 30 June 2022 and 30 June 2021, the Company could not determine the deduction amount for bonus and welfare funds for the 6-month period. Therefore, the amount of bonus and welfare fund was not reflected in the calculation of basic earnings per share.

(**) Basic earnings per share for the six-month period ended 30 June 2021 is represented in order to conform with the presentation of the current period as follows:

	For the six-month period ended 30 June 2021		
	As previously reported	Adjustments	As restated
Net profit attributable to shareholders (VND)	913,404,483,245	-	913,404,483,245
Less amount allocated to bonus and welfare funds	(91,340,448,325)	91,340,448,325	-
Basic earnings	822,064,034,920		913,404,483,245
Weighted average number of ordinary shares in circulation (shares)	328,339,538		328,339,538
Basic earnings per share (VND)	2,504		2,782

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

20 BASIC EARNINGS PER SHARE (CONTINUED)

(b) Diluted earnings per share

Diluted earnings per share was equal to the basic earnings per share as the Company did not have any ordinary shares potentially diluted during the period and up to the date of the interim consolidated financial statements.

21 OFF CONSOLIDATED BALANCE SHEET ITEMS

(a) Foreign currencies

As at 30 June 2022, included in cash and cash equivalents were balances held in foreign currencies of USD 1,285,506 (as at 31 December 2021: USD 10,878,288).

(b) Bad debt written off

	30.6.2022 VND	31.12.2021 VND
Vietnam Dong (VND)	176,393,221,417	173,352,943,517

22 NET REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	For the six-month period ended 30 June	
	2022 VND	2021 VND
Revenue		
Revenue from rendering of services	6,565,580,936,317	5,709,752,985,187
Revenue from sales of goods	513,209,249,439	419,525,200,406
	<u>7,078,790,185,756</u>	<u>6,129,278,185,593</u>
Sales deductions		
Goods returns	(767,898,356)	(42,438,000)
Trade discounts and other deductions	(1,357,077,626)	(3,101,729,061)
	<u>(2,124,975,982)</u>	<u>(3,144,167,061)</u>
Net revenue from sales of goods and rendering of services		
Net revenue from rendering of services	6,564,223,858,691	5,706,651,256,126
Net revenue from sales of goods	512,441,351,083	419,482,762,406
	<u>7,076,665,209,774</u>	<u>6,126,134,018,532</u>

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

23 COST OF GOODS SOLD AND SERVICES RENDERED

	For the six-month period ended 30 June	
	2022 VND	2021 VND
Cost of goods sold	436,637,965,964	363,598,153,712
Cost of services rendered	3,155,985,531,337	2,699,543,578,607
(Reversal for provision)/provision for decline in value of inventories	(16,211,829,701)	5,744,983,475
	<u>3,576,411,667,600</u>	<u>3,068,886,715,794</u>

24 FINANCIAL INCOMES

	For the six-month period ended 30 June	
	2022 VND	2021 VND
Interest income	369,812,014,925	188,998,099,012
Foreign exchange gains	11,844,795,243	14,517,094,677
Dividends received from investees	-	5,000,000,000
	<u>381,656,810,168</u>	<u>208,515,193,689</u>

25 FINANCIAL EXPENSES

	For the six-month period ended 30 June	
	2022 VND	2021 VND
Interest expense	169,276,496,896	111,569,283,226
Foreign exchange losses	56,537,723,672	15,147,260,583
	<u>225,814,220,568</u>	<u>126,716,543,809</u>

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

26 SELLING EXPENSES

	For the six-month period ended 30 June	
	2022 VND	2021 VND
Staff costs	732,098,322,886	715,967,851,542
Advertising costs	138,321,625,306	125,911,603,421
Others	89,693,070,404	53,330,615,627
	<u>960,113,018,596</u>	<u>895,210,070,590</u>

27 GENERAL AND ADMINISTRATION EXPENSES

	For the six-month period ended 30 June	
	2022 VND	2021 VND
Staff costs	901,544,276,205	656,343,967,903
Others (*)	336,889,233,588	392,593,930,637
	<u>1,238,433,509,793</u>	<u>1,048,937,898,540</u>

(*) Mainly include depreciation, provision for doubtful debts, tools and supplies and other administration expenses, of which there is no expense category accounting for 10% or more of total general and administration expenses.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

28 CORPORATE INCOME TAX

The CIT on the Company and its subsidiaries' accounting profit before tax differs from the theoretical amount that would arise using the applicable tax rate of 20% as follows:

	For the six-month period ended 30 June	
	2022 VND	2021 VND
Net accounting profit before tax	1,445,253,028,821	1,196,856,199,313
Tax calculated at a rate of 20%	289,050,605,764	239,371,239,863
Effect of:		
Income not subject to tax	(6,581,675,804)	(1,000,000,000)
Expense not deductible for tax purposes	(28,314,698)	-
Temporary differences for which no deferred income tax was recognised	400,000	306,254,171
Under-provision in previous years	2,018,244,697	-
Tax deduction/exemption	54,362,362	-
Others	-	230,330,864
CIT charge (*)	<u>284,513,622,321</u>	<u>238,907,824,898</u>
Charged to interim consolidated income statement:		
CIT – current	280,884,036,954	221,009,422,839
CIT – deferred	3,629,585,367	17,898,402,059
CIT charge	<u>284,513,622,321</u>	<u>238,907,824,898</u>

(*) CIT charge for the year is based on estimated taxable income and is subject to review and possible adjustment by the tax authorities.

29 COSTS OF OPERATION BY FACTOR

	For the six-month period ended 30 June	
	2022 VND	2021 VND
Raw materials	1,029,000,814,414	1,004,173,116,249
Staff costs	2,119,200,496,231	1,830,768,430,376
Depreciation and amortisation	565,419,825,493	553,658,791,819
Outside services	1,731,100,067,637	1,327,367,786,697
Others	330,236,992,214	297,066,559,783
	<u>5,774,958,195,989</u>	<u>5,013,034,684,924</u>

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022**

30 SEGMENT REPORTING

(a) Segment information based on the business activities

During the year, the Company and its subsidiaries mainly provided telecommunication services (including internet services, pay TV, online advertising, transmission line rental and data storage and other telecommunication services). Revenue and profit from sales of goods account for less than 10% of total revenue and profit, therefore, the Company and its subsidiaries do not present a report by business segment. Revenue and cost of goods sold are presented in detail in Notes 22 and 23.

(b) Segment information based on the geographical location

The Company and its subsidiaries has no business activities outside of Vietnam. All activities are carried out in the territory of Vietnam. Therefore, the Company and its subsidiaries do not present a segment report by geographical area.

31 RELATED PARTY DISCLOSURES

During the period, the following significant transactions were carried out with related parties:

Related parties (*)	Relationship
FPT Joint Stock Company	Parent company
State Capital Investment Corporation – Company Limited	Major Shareholder
FPT Information System Corporation	Subsidiary of Parent company
FPT Software Company Limited	Subsidiary of Parent company
FPT Smart Cloud Company Limited	Subsidiary of Parent company
FPT University	Subsidiary of Parent company
FPT School of Business	Subsidiary of Parent company
FPT Digital Retail Joint Stock Company	Associate of Parent company
Synnex FPT Distribution Company Limited	Associate of Parent company

(*) *Figures of a related party presented in this note include the figures of that company and its subsidiaries (if any).*

(a) Related party transactions

	For the six-month period ended 30 June	
	2022 VND	2021 VND
i) Sales of goods and rendering of services		
FPT Joint Stock Company	3,842,024,658	13,498,532,591
FPT Information System Corporation	43,520,469,450	109,469,549,692
FPT Software Company Limited	34,407,113,915	23,288,900,959
FPT Smart Cloud Company Limited	4,111,869,328	2,808,649,260
FPT University	4,629,253,184	5,867,747,014
FPT Digital Retail Joint Stock Company	11,856,966,468	8,407,496,110
Synnex FPT Distribution Company limited	2,122,242,940	3,631,861,862
Others	3,330,365,951	4,797,321,000
	107,820,305,894	171,770,058,488

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

31 RELATED PARTY DISCLOSURES (CONTINUED)

(a) Related party transactions (continued)

		For the six-month period ended 30 June	
		2022 VND	2021 VND
ii)	Purchase of fixed assets, goods and services		
	FPT Joint Stock Company	61,327,749,296	33,564,053,440
	FPT Information System Corporation	140,873,707,675	69,491,380,709
	FPT Software Company Limited	3,186,326,150	1,996,450,542
	FPT Smart Cloud Company Limited	3,584,105,333	23,955,225,175
	FPT School of Business	-	54,900,000
	FPT Digital Retail Joint Stock Company	8,227,395,809	7,052,327,447
	Synnex FPT Distribution Company limited	131,637,892,414	175,775,408,524
	Others	263,762,894	154,463,747
		<u>349,100,939,571</u>	<u>312,044,209,584</u>
iii)	Cash dividends		
	FPT Joint Stock Company	149,907,458,000	-
	State Capital Investment Corporation – Company Limited	164,742,021,000	-
	Others	13,690,059,000	-
		<u>328,339,538,000</u>	<u>-</u>
iv)	Share dividends		
	FPT Joint Stock Company	-	249,845,760,000
	State Capital Investment Corporation – Company Limited	-	274,570,030,000
	Others	-	22,815,130,000
		<u>-</u>	<u>547,230,920,000</u>
v)	Compensation for key management		
	Gross salaries and other benefits	<u>4,620,000,000</u>	<u>4,764,000,000</u>
(b)	Balances with related parties		
		30.6.2022 VND	31.12.2021 VND
i)	Cash at FPT central accounts		
	FPT Joint Stock Company	<u>158,737,558</u>	<u>28,041,134</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

31 RELATED PARTY DISCLOSURES (CONTINUED)

(b) Balances with related parties (continued)

	30.6.2022 VND	31.12.2021 VND
ii) Short-term trade accounts receivable (Note 5)		
FPT Information System Corporation	16,904,275,930	18,232,500,803
FPT Software Company Limited	4,335,982,883	4,646,782,283
FPT Joint Stock Company	686,541,352	4,006,762,922
FPT Digital Retail Joint Stock Company	1,218,228,556	386,563,475
Synnex FPT Distribution Company Limited	284,349,268	279,003,499
Others	1,358,103,499	1,141,877,931
	<u>24,787,481,488</u>	<u>28,693,490,913</u>
iii) Other short-term receivables		
FPT Software Company Limited	4,521,000,000	4,521,000,000
FPT Digital Retail Joint Stock Company	73,839,800	-
FPT Joint Stock Company	239,022,956	-
FPT Smart Cloud Company Limited	312,372,199	-
	<u>5,146,234,955</u>	<u>4,521,000,000</u>
iv) Short-term trade accounts payable (Note 12)		
Synnex FPT Distribution Company Limited	16,230,113,953	24,073,613,383
FPT Joint Stock Company	18,335,215,620	20,530,794,083
FPT Information System Corporation	13,500,525,382	4,902,747,464
FPT Digital Retail Joint Stock Company	1,752,555,796	1,147,486,002
FPT Smart Cloud Company Limited	541,637,738	735,428,462
FPT Software Company Limited	1,211,604,057	965,742,919
Others	85,365,263	65,872,856
	<u>51,657,017,809</u>	<u>52,421,685,169</u>
v) Other short-term payables (Note 16)		
Collection on behalf of related parties	753,062,264	92,312,441
Profit and dividends payables	330,249,327,783	1,927,846,433
<i>In which:</i>		
- State Capital Investment Corporation – Company Limited	168,911,243,000	-
- FPT Corporation	149,907,458,000	-
- Others	11,430,626,783	1,927,846,433
	<u>331,002,390,047</u>	<u>2,020,158,874</u>

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022****32 CONTINGENT LIABILITIES****Dismantling and restoration costs**

The Company and its subsidiaries signed land rental contracts with landlords and carried out the construction and infrastructure on lands. The land rental contracts do not state clearly the obligations of the Company and its subsidiaries in removing the building, structures and other assets from the leased lands at the end of the rental periods. These obligations can only be ascertained upon the discussion and agreement between the Company and its subsidiaries with the landlords at the end of rental periods. At the approval date of these interim consolidated financial statements, the land restoration obligations of the Company and its subsidiaries hadn't been determined. Therefore, the Company and its subsidiaries did not recognise a provision for land restoration costs in the interim consolidated financial statements for the six month period ended 30 June 2022.

The interim consolidated financial statements for the six-month period ended 30 June 2022 were approved by the Company's Chief Financial Officer on 17 August 2022.



Nguyen Thi Hong
Preparer



Nguyen Thi Thu Huong
Accountant in charge



Do Thi Huong
Chief Financial Officer
Authorised Signatory

