

Interim Separate Financial Statements

Transport Engineering Design Inc

For the period from 01/01/2023 to 30/06/2023
(Reviewed)

J. M. C.

Transport Engineering Design Inc

No. 278 Ton Duc Thang Street, Hang Bot Ward, Dong Da District, Hanoi

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Transport Engineering Design Inc

No. 278 Ton Duc Thang Street, Hang Bot Ward, Dong Da District, Hanoi

REPORT OF THE BOARD OF GENERAL DIRECTORS

The Board of General Directors of Transport Engineering Design Inc ("the Company") presents its report and the Company's Interim Separate Financial Statements for the period from 01 January 2023 to 30 June 2023.

THE COMPANY

Transport Engineering Design Inc was established under the Business Certificate No. 0100107839 dated 28/09/2010 and its amendments issued by Hanoi Department of Planning and Investment.

BOARD OF MANAGEMENT, BOARD OF GENERAL DIRECTORS AND BOARD OF SUPERVISION

Members of the Board of Management during the period and to the reporting date are:

Mr. Hitoshi Yahagi	Chairman
Mr. Pham Huu Son	Vice - Chairman
Mr. Do Minh Dung	Member
Mr. Dao Ngoc Vinh	Member
Mrs. Do Thi Phuong Lan	Member

Members of the Board of General Directors during the period and to the reporting date are:

Mr. Pham Huu Son	General Director	
Mr. Do Minh Dung	Deputy General Director	
Mr. Nguyen Manh Ha	Deputy General Director	
Mr. Dao Ngoc Vinh	Deputy General Director	
Mr. Tran Quoc Bao	Deputy General Director	Appointed on 15/08/2023
Mr. Bui Tran Long	Deputy General Director	Resigned on 01/07/2023

Members of the Board of Supervision are:

Mr. Mach Thanh Toan	Head of the Board
Mr. Ngo Nam Ha	Member
Mr. Vo Hoang Anh	Member

AUDITORS

The auditors of the AASC Limited have taken the review of the Interim Separate Financial Statements for the Company.

STATEMENT OF THE BOARD OF GENERAL DIRECTORS' RESPONSIBILITY IN RESPECT OF THE INTERIM SEPARATE FINANCIAL STATEMENTS

The Board of General Directors is responsible for the Interim Separate Financial Statements which give a true and fair view of the financial position of the Company, its operating results and its cash flows for the period. In preparing those Interim Separate Financial Statements, the Board of General Directors is required to:

- ▶ Establish and maintain an internal control system which is determined necessary by the Board of General Directors and Board of Management to ensure the preparation and presentation of Interim Separate Financial Statements do not contain any material misstatement caused by errors or frauds;
- ▶ Select suitable accounting policies and then apply them consistently;
- ▶ Make judgments and estimates that are reasonable and prudent;
- ▶ State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Interim Separate Financial Statements;
- ▶ Prepare the Interim Separate Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of Interim Separate Financial Statements;
- ▶ Prepare the Interim Separate Financial Statements on the going concern basis unless it is

Transport Engineering Design Inc

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inappropriate to presume that the Company will continue in business.

The Board of General Directors is responsible for ensuring that accounting records are kept to reflect the financial position of the Company, with reasonable accuracy at any time and to ensure that the Interim Separate Financial Statements comply with the current State's regulations. It is responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of General Directors confirms that the Interim Separate Financial Statements give a true and fair view of the financial position at 30 June 2023, its operation results and cash flows in the period from 01 January 2023 to 30 June 2023 of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of the Interim Separate Financial Statements.

Other commitments

The Board of General Directors pledges that the Company complies with Decree 155/2020/ND-CP dated 31 December 2020 detailing the implementation of a number of articles of the securities law and the Company does not violate the obligations of information disclosure in accordance with the regulations of the Circular No. 96/2020/TT-BTC dated 16 November 2020 issued by the Ministry of Finance guiding the disclosure of information on Securities Market.

On behalf of the Board of General Directors



Phạm Hữu Sơn
General Director

Hanoi, 23 August 2023



No: 230823.008/BCTC.FIS2

REVIEW REPORT ON INTERIM FINANCIAL INFORMATION

To: The shareholders, the Board of Management and the Board of General Directors
Transport Engineering Design Inc

We have reviewed the Interim Separate Financial Statements of Transport Engineering Design Inc ("the Company") prepared on 23 August 2023, from page 05 to page 33, including Interim Separate Statement of financial position as at 30 June 2023, Interim Separate Statement of income, Interim Separate Statement of cash flows and Notes to the Interim Separate Financial Statements for the period from 01 January 2023 to 30 June 2023.

Board of General Directors' Responsibility

The Board of General Directors is responsible for the preparation of the interim separate financial statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of the interim separate financial statements and for such internal control as management determines is necessary to enable the preparation of Interim Separate Financial Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

Auditor's Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Interim Separate Financial Statements does not give a true and fair view, in all material respects, of the financial position of the Transport Engineering Design Inc as at 30 June 2023, and of its financial performance and its cash flows for the six-month period then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of Interim Separate Financial Statements.



Do Thị Ngọc Dung

Deputy General Director

Registered Auditor No.: 0659-2023-002-1

Hanoi, 23 August 2023

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INTERIM SEPARATE STATEMENT OF FINANCIAL POSITION
As at 30 June 2023

Code	ASSETS	Note	30/06/2023	01/01/2023
			VND	VND
100	A. CURRENT ASSETS		561,599,184,448	501,523,091,611
110	I. Cash and cash equivalents	3	57,325,057,229	58,507,587,805
111	1. Cash		28,525,057,229	48,507,587,805
112	2. Cash equivalents		28,800,000,000	10,000,000,000
120	II. Short-term investment		66,322,877,233	11,270,000,000
123	1. Short-term held to maturity	4	66,322,877,233	11,270,000,000
130	III. Short-term receivables		288,175,465,446	272,312,242,496
131	1. Short-term trade receivables	5	181,776,195,239	193,645,882,177
132	2. Short-term advances to suppliers	7	61,860,336,104	65,575,425,012
136	3. Other short-term receivables	6	63,675,096,603	32,195,468,882
137	4. Provisions for short-term bad debts		(19,136,162,500)	(19,104,533,575)
140	IV. Inventories	8	149,775,391,682	159,300,393,017
141	1. Work in progress		149,775,391,682	159,300,393,017
150	V. Other current assets		392,858	132,868,293
151	1. Short-term prepaid expenses		392,858	3,210,855
153	2. Tax and other receivables from the State	11	-	129,657,438
200	B. NON-CURRENT ASSETS		116,291,616,878	118,082,819,765
220	I. Fixed assets	10	52,256,142,047	53,518,202,748
221	1. Tangible fixed assets		50,808,664,970	52,131,712,403
222	- Cost		146,463,276,356	145,163,741,265
223	- Accumulated depreciation		(95,654,611,386)	(93,032,028,862)
227	2. Intangible fixed assets		1,447,477,077	1,386,490,345
228	- Cost		7,964,892,327	7,617,494,327
229	- Accumulated amortisation		(6,517,415,250)	(6,231,003,982)
250	II. Long-term investments		54,328,968,387	54,328,968,387
251	1. Investments in subsidiaries	4	54,328,968,387	54,328,968,387
260	III. Other non-current assets		9,706,506,444	10,235,648,630
261	1. Long-term prepaid expenses	9	9,706,506,444	10,235,648,630
270	TOTAL ASSETS		677,890,801,326	619,605,911,376

INTERIM SEPARATE STATEMENT OF FINANCIAL POSITION

As at 30 June 2023
(Continued)

Code	RESOURCES	Note	30/06/2023 VND	01/01/2023 VND
300	C. LIABILITIES		497,851,256,395	444,853,418,287
310	I. Current liabilities		496,851,999,395	443,782,816,659
311	1. Short-term trade payables	13	26,960,937,571	27,375,616,045
312	2. Short-term advances from customers	14	276,676,417,950	277,372,897,595
313	3. Tax payables and statutory obligations	11	24,430,566,701	2,167,323,903
314	4. Payables to employees	15	63,663,706,339	39,848,699,644
315	5. Short-term accrued expenses	16	68,242,247,655	48,892,159,782
319	6. Other short-term payables	17	30,378,519,268	33,779,547,428
320	7. Short-term loans and liabilities	12	188,687,513	13,317,477,500
322	8. Bonus and welfare funds		6,310,916,398	1,029,094,762
330	II. Long-term liabilities		999,257,000	1,070,601,628
337	1. Other long-term payables	17	999,257,000	1,070,601,628
400	D. EQUITY		180,039,544,931	174,752,493,089
410	I. Owners' equity	18	180,039,544,931	174,752,493,089
411	1. Contributed charter capital		125,000,000,000	125,000,000,000
411a	- Ordinary shares with voting right		125,000,000,000	125,000,000,000
412	2. Share premium		815,232,000	815,232,000
421	3. Retained earnings		54,224,312,931	48,937,261,089
421a	- Retained earnings accumulated to previous period		10,669,827,453	6,417,827,453
421b	- Undistributed profit of this period		43,554,485,478	42,519,433,636
440	TOTAL RESOURCES		677,890,801,326	619,605,911,376



Doan Thanh Ha
Preparer



Tang Thi Thu Hien
Chief Accountant




Phạm Hữu Sơn
General Director

Hanoi, 23 August 2023

INTERIM SEPARATE STATEMENT OF INCOME

For the period from 01/01/2023 to 30/06/2023

Code	ITEMS	Note	This period VND	Previous period VND
01	1. Revenue from services rendered	20	365,393,552,119	168,750,861,923
02	2. Less deductions	20	-	96,677,273
10	3. Net revenue from services rendered	20	365,393,552,119	168,654,184,650
11	4. Cost of services rendered	21	279,423,492,713	122,279,514,757
20	5. Gross profit from services rendered		85,970,059,406	46,374,669,893
21	6. Financial incomes	22	21,602,355,695	10,904,329,425
22	7. Financial expenses	23	39,828,508	1,323,784,045
23	<i>In which: Interest expense</i>		39,828,508	1,317,016,131
25	8. Selling expenses		-	-
26	9. General administrative expenses	24	57,616,782,807	38,524,014,817
30	10. Operating profit		49,915,803,786	17,431,200,456
31	11. Other incomes		144,532,023	304,411
32	12. Other expenses		411,122,782	110,690,293
40	13. Other loss		(266,590,759)	(110,385,882)
50	14. Accounting profit before tax		49,649,213,027	17,320,814,574
51	15. Corporate income tax - current	25	6,094,727,549	1,478,033,716
52	16. Corporate income tax - deferred		-	2,865,746
60	17. Net profit after tax		<u>43,554,485,478</u>	<u>15,839,915,112</u>



Doan Thanh Ha
Preparer

Hanoi, 23 August 2023



Tang Thi Thu Hien
Chief Accountant




Pham Huu Son
General Director

INTERIM SEPARATE STATEMENT OF CASH FLOWS
For the period from 01/01/2023 to 30/06/2023
(Direct method)

Code	ITEMS	Note	This period	Previous period
			VND	VND
I. CASH FLOWS FROM OPERATING ACTIVITIES				
01	1. Proceeds from sales of goods and rendering of services and other revenues		408,026,780,898	268,846,476,108
02	2. Cash paid to suppliers		(141,239,833,623)	(104,638,484,496)
03	3. Cash paid to employees		(92,538,253,137)	(81,558,254,566)
04	4. Interests paid		(39,828,508)	(1,317,016,131)
05	5. Corporate income tax paid		-	(2,251,986,288)
06	6. Other receipts from operating activities		572,460,635	1,623,040,360
07	7. Other payments on operating activities		(80,866,117,009)	(75,350,326,010)
20	Net cash flow from operating activities		93,915,209,256	5,353,448,977
II. CASH FLOWS FROM INVESTING ACTIVITIES				
21	1. Purchase or construction of fixed assets and other long-term assets		(1,646,933,091)	(3,262,607,000)
23	2. Loans and purchase of debt instruments from other entities		(55,000,000,000)	-
25	3. Equity investments in other entities		-	(809,689,892)
27	4. Interest and dividend received		3,330,835,173	3,638,820,903
30	Net cash flow from investing activities		(53,316,097,918)	(433,475,989)
III. CASH FLOWS FROM FINANCING ACTIVITIES				
33	1. Proceeds from borrowings		1,127,439,273	53,240,197,908
34	2. Repayment of principal		(14,252,691,187)	(52,674,584,368)
36	3. Dividends and profits paid to owners		(28,656,390,000)	-
40	Net cash flow from financing activities		(41,781,641,914)	565,613,540
50	Net cash flows in the period		(1,182,530,576)	5,485,586,528
60	Cash and cash equivalents at the beginning of the period	3	58,507,587,805	20,718,945,454
70	Cash and cash equivalents at the end of the period	3	<u>57,325,057,229</u>	<u>26,204,531,982</u>

Doan Thanh Ha
Preparer

Tang Thi Thu Hien
Chief Accountant



Pham Huu Son
General Director

Hanoi, 23 August 2023

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS

For the period from 01/01/2023 to 30/06/2023

1. GENERAL INFORMATION

Form of ownership

Transport Engineering Design Inc (“the Company”) was established under the Business Certificate No. 0100107839 dated 28/09/2010 and its amendments issued by Hanoi Department of Planning and Investment.

Charter capital of the Company at 30/06/2023 is VND 125 billion, equivalent to 12,500,000 shares, par value per share is VND 10,000.

Business field

Main business activities of the Company include:

- ▶ Construction consultancy, design, supervision, relating technical assessment (bridge, tunnel; port - waterway construction; railway, etc.);
- ▶ Technical inspection and analysis, measurement of construction materials as well as indicators of geological, hydrological and environmental; transport, civil and industrial engineering works; Quality control, load testing of civil and industrial transportation engineering works.

Corporate structure

Besides its head office at 278 Ton Duc Thang Street, Hang Bot Ward, Dong Da District, Hanoi, the Company has the following dependent units:

No.	Name	Address	Operation
1	Construction - Architecture Design Consulting Company Limited	No. 278, Ton Duc Thang Street, Hang Bot Ward, Dong Da District, Hanoi	Related technical inspection, consulting, technical inspection and analysis,...
2	Ho Chi Minh City branch	No. 15 (on the right) Hoang Hoa Tham Street, Ward 6, Binh Thanh District, Ho Chi Minh City.	Construction consultancy, design, supervision, relating technical assessment, technical inspection and analysis,...

Information about the Company's subsidiaries: details in Note 04.

2. ACCOUNTING SYSTEM AND ACCOUNTING POLICY

2.1 Accounting period and accounting currency

Annual accounting period commences from 01 January and ends on 31 December. The Company maintains its accounting records in Vietnam Dong (VND).

2.2 Standards and Applicable Accounting Policies

Applicable Accounting Policies

The Company applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance and the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC.

Declaration of compliance with Accounting Standards and Accounting System

The Company applies Vietnamese Accounting Standards and supplementary documents issued by the State. Financial Statements are prepared and presented in accordance with regulations of

each standard and supplementary document as well as with current Accounting Standards and Accounting System.

2.3 Basis for preparation of Interim Separate Financial Statements

Interim Separate Financial Statements are presented using the historical cost principle.

Interim Separate Financial Statements of the Company are prepared based on summarization of transactions incurred and recorded into accounting books of dependent accounting entities and the head office of the Company.

The users of this Interim Separate Financial Statements should study the Interim Separate Financial Statements combined with the Interim Consolidated Financial Statements of the Company and its subsidiaries ("the Group") for the period from 01/01/2023 to 30/06/2023 in order to gain enough information regarding the financial position, operating results and cash flows of the Group.

2.4 Financial Instruments

Initial recognition

Financial assets

Financial assets of the Company include cash, cash equivalents, trade receivables, other receivables, lending loans, long-term and short-term investments. At initial recognition, financial assets are identified by purchasing price/issuing cost plus other expenses directly related to the purchase and issuance of those assets.

Financial liabilities

Financial liabilities of the Company include borrowings, trade payables, other payables and accrued expenses. At initial recognition, financial liabilities are determined by issuing price plus other expenses directly related to the issuance of those liabilities.

Subsequent measurement after initial recognition

Financial assets and financial liabilities are not revalued according to fair value at the end of the period because the Circular No.210/2019/TT-BTC and prevailing statutory regulations require to present Financial statements and Notes to financial instruments but not provide any relevant instruction for assessment and recognition of fair value of financial assets and financial liabilities.

2.5 Foreign currency transactions

The foreign currency transactions during the period are translated into Vietnam Dong using the real exchange rate ruling at the transaction date.

Actual exchange rates when re-evaluating monetary items denominated in foreign currencies at the time of preparation of the separate interim financial statements are determined according to the following principles::

- ▶ For asset accounts: applying the bid rate of Joint Stock Commercial Bank for Investment and Development of Vietnam (BIDV);
- ▶ For foreign currency deposited in bank: applying the bid rate of the commercial bank where the Company opens the accounts;
- ▶ For liability accounts: applying the offer rate of Joint Stock Commercial Bank for Investment and Development of Vietnam (BIDV).

All exchange differences arising as a result of transactions or revaluation at the balance sheet date shall be recorded into the financial income or expense in the period.

2.6 Cash and cash equivalents

Cash comprises cash on hand and demand deposits.

Cash equivalents are short-term investments with the maturity of not over than 3 months from the date of investment, that are highly liquid and readily convertible into known amount of cash and that are subject to an insignificant risk of conversion into cash.

2.7 Financial investments

Investments held to maturity comprise term deposits held to maturity to earn profits periodically.

Investments in subsidiaries are initially recognized at original cost. After initial recognition, value of these investments is measured at original cost less provision for devaluation of investments.

Provision for devaluation of investments is made at the end of the period as follows:

- ▶ With regard to investments held to maturity: provision for doubtful debts shall be made based on the recovery capacity in accordance with statutory regulations.
- ▶ With regard to investments in subsidiaries: provision for devaluation of investments is made when the investee has incurred a loss and the provision shall be made based on the financial statements of subsidiaries at the provision date.

2.8 Receivables

The receivables shall be recorded in details in terms of due date, entities receivable, types of currency and other factors according to requirements for management of the Company. Receivables are classified as short-term and long-term in the interim separate financial statements based on the remaining term of the receivables at the reporting date.

The provision for doubtful debts is made for receivables that are overdue under an economic contract, a loan agreement, a contractual commitment or a promissory note and for receivables that are not due but difficult to be recovered. Accordingly, the provisions for overdue debts shall be based on the due date stipulated in the initial sale contract, exclusive of the debt rescheduling between contracting parties and the case where the debts are not due but the debtor is in bankruptcy, in dissolution, or missing and making fleeing or estimate possible loss.

2.9 Inventories

Inventories are initially recognized at original cost including purchase price, processing cost and other costs incurred in bringing the inventories to their location and condition at the time of initial recognition. After initial recognition, at the reporting date, inventories are stated at the lower of cost and net realizable value.

Net realizable value is estimated based on the selling price of the inventory less the estimated costs of completion and the estimated costs of selling the product.

The cost of inventory is calculated using specific identification method.
Inventory is recorded by perpetual method.

At the end of the period, the value of work in progress is recorded for each construction project that is incomplete or of which revenue is unrecognised, corresponding to the amount of work in progress at the end of the period.

Provision for devaluation of inventories made at the end of the period is based on the excess of original cost of inventory over their net realizable value.

2.10 Fixed assets

Tangible fixed assets, intangible fixed assets are initially recognized at cost. In the course of use, tangible fixed assets, and intangible fixed assets are recorded at cost, accumulated amortization and carrying amount.

Subsequent measurement after initial recognition

If these costs increase the future economic benefits expected to be derived from the use of tangible fixed assets over the initially assessed standard of performance, these costs are capitalized as an incremental cost of tangible fixed assets.

Other costs incurred after fixed assets have been put into operation, such as repair, maintenance, and overhaul costs, are recognized in the separate statement of income in the period in which the costs are incurred.

Fixed assets are depreciated (amortised) using the straight-line method over their estimated useful lives as follows:

▶ Buildings, structures	05 – 50 years	▶ Office equipment	03 – 10 years
▶ Machinery, equipment	03 – 20 years	▶ Other tangible fixed assets	04 – 25 years
▶ Transportation equipment	06 – 30 years	▶ Software	03 – 08 years

2.11 Operating leases

Operating leases is fixed asset leasing in which a significant portion of the risks and rewards of ownership are retained by the lessor. Payments made under operating leases are charged to income statement on a straight-line basis over the period of the lease.

2.12 Prepaid expenses

The expenses incurred but related to operating results of several accounting periods are recorded as prepaid expenses and are allocated to the operating results in the following accounting periods. The calculation and allocation of long-term prepaid expenses to operating expenses in each accounting period should be based on the nature, degree of each expense to select a reasonable allocation method and criteria.

Prepaid expenses of the Company include:

- ▶ Tools and supplies include assets which are possessed by the Company in an ordinary course of business, with historical cost of each asset less than 30 million dongs and therefore not eligible for recording as fixed asset under current legal regulations. The historical cost of tools and supplies are allocated on the straight-line basis from 15 months to 60 months.
- ▶ Goodwill arising from the equitization of state-owned enterprise is allocated gradually within no more than 03 years.
- ▶ Expenses for major repair of fixed assets, including maintenance and repair expenses for buildings and structures of the Company, are amortized over a maximum of 03 years.
- ▶ Other prepaid expenses are recorded according to their historical costs and allocated on the straight-line basis from from 02 years to 06 years.

2.13 Payables

The payables shall be recorded in details in terms of due date, entities payable, types of currency and other factors according to the requirements for management of the Company. Payables are classified as short-term and long-term in the interim separate financial statements based on the remaining term of the payables at the reporting date

2.14 Borrowings

Borrowings shall be recorded in details in terms of lending entities, loan agreement and terms of borrowings.

2.15 Borrowing costs

Borrowing costs are recognized as operating expenses in the period, in which it is incurred excepting those which are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with VAS No. 16 "Borrowing costs". In addition, for separate loans for the construction of fixed assets and investment real estate, interest is capitalized even if the construction period is less than 12 months.

2.16 Accrued expenses

Accrued expenses include payables to goods or services received from the suppliers during the reporting period, but the payments for such goods or services have not been made and are recorded as operating expenses of the reporting period for instance: accrued interest expense, accrued sub-contractors expense on acceptance of quantity that are recorded as revenue leading to carried forward to Cost of services rendered,... which are recorded as operating expenses of the reporting period.

The recording of accrued expenses as operating expenses during the period shall be carried out under the matching principle between revenues and expenses during the period. Accrued expenses are settled with actual expenses incurred. The difference between accrued and actual expenses is reverted.

2.17 Owner's equity

Owner's equity is stated at actually contributed capital of owners.

Share premium is recorded at the difference between the par value with costs directly attributable to the issuance of shares and issue price of shares (including the case of re-issuing treasury shares) and can be a positive premium (if the issue price is higher than par value and costs directly attributable to the issuance of shares) or negative premium (if the issue price is lower than par value and costs directly attributable to the issuance of shares).

Retained earnings are used to present the Company's operating results (profit, loss) after corporate income tax and profit appropriation or loss handling of the Company.

Dividends to be paid to shareholders are recognised as a payable in the Interim Separate Statement of Financial position after the Resolution of General Meeting of Shareholders.

2.18 Revenue

Revenue is recognized when it is probable that the economic benefits will flow to the Company which can be reliably measured. Revenue is determined at the fair value of the amounts received or to be received after deducting trade discounts, sales discounts and sales returns.

Financial incomes

Financial incomes include income from interest, dividend received and exchange gain earned by the Company should be recognized when it is probable that the economic benefits associated with the transaction will flow to the Company and the amount of the revenue can be measured reliably.

2.19 Revenue deductions

Revenue deductions from rendering of services arising in the period is trade discounts

Trade discount incurred in the same period of rendering of services are recorded as a decrease in revenue in the incurring period. In case services are sold in the previous periods, but until the next period they are incurred as deductible items, the Company records the decrease in revenue under the following principles: If it is incurred prior to the issuance of Financial Statements, it is then recorded as a decrease in revenue on the Separate Financial Statements of the reporting period (the previous period); and if it is incurred after the issuance of Separate Financial Statements, it is recorded as a decrease in revenue of incurring period (the next period).

2.20 Cost of services rendered

The recognition of cost of services rendered is matched against revenue in the period and complies with the prudence principle.

2.21 Financial expenses

Items recorded into financial expenses comprise:

- ▶ Borrowing costs;
- ▶ Loss due to foreign exchange differences.

The above items are recorded by the total amount arising in the period without offsetting against financial income.

2.22 Corporate income tax

Current corporate income tax expenses and Deferred corporate income tax expenses

Current corporate income tax expenses are determined based on taxable income during the period and current corporate income tax rate.

Deferred corporate income tax expenses are determined based on deductible temporary differences, the taxable temporary differences and corporate income tax rate.

Current corporate income tax expenses and deferred corporate income tax expenses are not offset against each other.

Current corporate income tax rate

The Company is subject to corporate income tax of 20% for operating activities with taxable income for the period from 01/01/2023 to 30/06/2023.

2.23 Related parties

The parties are regarded as related parties if that party has the ability to control or significantly influence the other party in making decisions about the financial policies and activities. The Company's related parties include:

- ▶ Companies, directly or indirectly through one or more intermediaries, having control over the Company or being under the control of the Company, or being under common control with the Company, including the Company's parent, subsidiaries and associates;
- ▶ Individuals, directly or indirectly, holding voting power of the Company that have a significant influence on the Company, key management personnel including directors and employees of the Company, the close family members of these individuals;
- ▶ Enterprises that the above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence on these enterprises.

In considering the relationship of related parties to serve for the preparation and presentation of Interim Separate Financial Statements, the Company consider the nature of the relationship, not just the legal form of the relationship.

2.24 Segment information

The Company's operating activities are mainly design consultancy, supervision consultancy for traffic works in the territory of Vietnam. As the total revenue from other sectors accounts for a modest proportion of the total revenue of all divisions, the Company does not prepare segment reports by business sector and geographic area.

3. Cash and cash equivalents

	30/06/2023	01/01/2023
	VND	VND
Cash on hand	5,604,796,474	839,839,461
Cash in bank	22,920,260,755	47,667,748,344
Cash equivalents (i)	28,800,000,000	10,000,000,000
	57,325,057,229	58,507,587,805

(i) Deposits with term from 01 month to 03 months at Joint stock commercial banks with interest rates of 4.75%/year - 6.7%/ year.

4. Financial investments

Held to Maturity Investment

	30/06/2023	01/01/2023
	VND	VND
Term deposits	66,322,877,233	11,270,000,000
	66,322,877,233	11,270,000,000

Deposits with term of 06 to 12 months at Joint stock commercial banks with an interest rate of 4.9%/year - 7.8%/year. The total value of term deposits as collateral for loans as at 30 June 2023 is VND 10 billion (see details at Note 12).

Investment in subsidiaries

	30/06/2023	01/01/2023
	VND	VND
Waterway Engineering Consultant JSC	2,903,313,669	2,903,313,669
Geotechnical and Inspection - Design Consultant Construction JSC	8,137,951,975	8,137,951,975
Transport Engineering Consultant JSC No.2	5,495,993,461	5,495,993,461
Transport Engineering Design Consultant JSC No.4	2,701,818,608	2,701,818,608
Transport Engineering Consultant JSC No.5	7,030,053,149	7,030,053,149
Bridge - Tunnel Engineering Consultant JSC	7,347,124,822	7,347,124,822
Highway Engineering Consultant JSC	7,222,223,491	7,222,223,491
Road and Bridge Engineering Consultants JSC	4,030,440,000	4,030,440,000
Port & Waterway Engineering Consultant JSC	4,384,470,000	4,384,470,000
Asia Pacific Engineering Consultants Company	5,075,579,212	5,075,579,212
	54,328,968,387	54,328,968,387

Fair value of these financial investments has not been determined by the Company as the Vietnamese Accounting Standards and the Vietnamese Corporate Accounting System have not yet provided specific guidance on determining fair value.

Detailed information of the Company's subsidiaries on 30 June 2023 is as follows:

Name of subsidiaries	Establishment address	Interest rate and Voting right	Business activities
1. Waterway Engineering Consultant JSC	29/57 Khuong Ha Street, Khuong Dinh Ward, Thanh Xuan District, Hanoi	51.60%	Transport construction consultancy
2. Geotechnical and Inspection - Design Consultant Construction JSC	No. 278 Ton Duc Thang Street, Dong Da District, Hanoi	66.66%	Transport construction consultancy and quality inspection
3. Transport Engineering Consultant JSC No.2	No. 278 Ton Duc Thang Street, Dong Da District, Hanoi	51.00%	Transport construction consultancy
4. Transport Engineering Design Consultant JSC No.4	No. 2, Le Ninh Street, Vinh City, Nghe An Province	51.00%	Transport construction consultancy
5. Transport Engineering Consultant JSC No.5	No. 229 Truong Chinh Street, An Khe Ward, Thanh Khe District, Da Nang	51.00%	Transport construction consultancy
6. Bridge - Tunnel Engineering Consultant JSC	No. 278 Ton Duc Thang Street, Dong Da District, Hanoi	51.00%	Transport construction consultancy
7. Highway Engineering Consultant JSC	No. 278 Ton Duc Thang Street, Dong Da District, Hanoi	51.00%	Transport construction consultancy
8. Road and Bridge Engineering Consultants JSC	No. 278 Ton Duc Thang Street, Dong Da District, Hanoi	50.96%	Transport construction consultancy and quality inspection
9. Port & Waterway Engineering Consultant JSC	No. 278 Ton Duc Thang Street, Dong Da District, Hanoi	51.00%	Port and waterway construction consultancy
10. Asia Pacific Engineering Consultants Company	Room 301, Tower D 10 Giang Vo Ward, Ba Dinh District, Hanoi	67.26%	Engineering consulting services

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5. Short-term trade receivables

	30/06/2023		01/01/2023	
	Value VND	Provision VND	Value VND	Provision VND
Related Parties	7,003,280,303	-	8,877,371,212	-
Waterway Engineering Consultant JSC	-	-	80,954,560	-
Geotechnical and Inspection - Design Consultant Construction JSC	21,984,820	-	73,114,196	-
Transport Engineering Consultant JSC No.2	71,759,200	-	655,150,520	-
Transport Engineering Design Consultant JSC No.4	52,593,800	-	420,887,800	-
Transport Engineering Consultant JSC No.5	47,500,000	-	243,867,240	-
Bridge - Tunnel Engineering Consultant JSC	1,841,402,580	-	1,403,052,205	-
Highway Engineering Consultant JSC	740,722,047	-	867,072,216	-
Road and Bridge Engineering Consultants JSC	877,773,345	-	1,996,748,109	-
Port & Waterway Engineering Consultant JSC	3,168,512,188	-	2,867,435,566	-
Asia Pacific Engineering Consultants Company	181,032,323	-	269,088,800	-
Other Parties	174,772,914,936	(18,291,162,500)	184,768,510,965	(18,259,533,575)
Van Don Infrastructure Development and Investment Co., Ltd	25,187,641,675	-	25,187,641,675	-
Thang Long Project Management Board	16,298,982,436	-	663,874,248	-
Management Board of Construction Investment Hanoi	14,223,677,737	-	8,334,725,137	-
Transport Project				
Trung Luong - My Thuan BOT JSC	10,453,870,166	-	26,764,083,128	-
Project Management Board No. 7	8,748,147,643	-	3,433,894,000	-
Bien Cuong BOT JSC	9,998,819,101	-	9,998,819,101	-
Project Management Board No. 6	8,524,583,573	-	7,813,480,326	-
Others	81,337,192,605	(18,291,162,500)	102,571,993,350	(18,259,533,575)
	181,776,195,239	(18,291,162,500)	193,645,882,177	(18,259,533,575)

6. Other short-term receivables

	30/06/2023		01/01/2023	
	Value VND	Provision VND	Value VND	Provision VND
a) Related Parties				
a.1) Dividends Receivables				
Transport Engineering Consultant JSC No.2	18,843,400,500	-	1,311,562,000	-
Bridge - Tunnel Engineering Consultant JSC	3,468,000,000	-	-	-
Highway Engineering Consultant JSC	3,350,700,000	-	-	-
Road and Bridge Engineering Consultants JSC	3,396,600,000	-	-	-
Port & Waterway Engineering Consultant JSC	1,299,566,700	-	-	-
Asia Pacific Engineering Consultants Company	1,750,288,500	-	822,088,500	-
Other receivables	2,947,388,000	-	-	-
	2,630,857,300	-	489,473,500	-
a.2) Others				
Road and Bridge Engineering Consultants JSC	1,643,498,391	-	2,481,156,368	-
Port & Waterway Engineering Consultant JSC	1,073,704,586	-	1,333,112,968	-
Other receivables	532,513,805	-	528,673,805	-
	37,280,000	-	619,369,595	-
	20,486,898,891	-	3,792,718,368	-
b) Other Parties				
Advances (i)	43,188,197,712	(845,000,000)	28,402,750,514	(845,000,000)
Personal income tax receivables	37,363,840,751	-	22,891,968,662	-
Others	1,756,606,788	-	3,377,289,518	-
	4,067,750,173	(845,000,000)	2,133,492,334	(845,000,000)
	63,675,096,603	(845,000,000)	32,195,468,882	(845,000,000)

(i) Advance to the Company's departments and staffs for consulting, surveying and design activities.

7. Short-term advances to suppliers

	30/06/2023	01/01/2023
	VND	VND
Related Parties	17,618,540,615	22,265,042,302
Waterway Engineering Consultant JSC	8,113,334,800	7,874,165,000
Geotechnical and Inspection - Design Consultant Construction JSC	4,705,261,150	7,647,343,950
Transport Engineering Consultant JSC No.2	30,000,000	30,000,000
Transport Engineering Design Consultant JSC No.4	844,034,165	1,727,251,065
Bridge - Tunnel Engineering Consultant JSC	81,600,000	81,600,000
Transport Engineering Consultant JSC No.5	275,877,500	557,022,287
Road and Bridge Engineering Consultants JSC	2,643,433,000	1,946,160,000
Port & Waterway Engineering Consultant JSC	925,000,000	2,401,500,000
Other Parties	44,241,795,489	43,310,382,710
Trades Transformation Co., Ltd	5,373,820,628	5,373,820,628
Phap Hoa Construction and Traffic JSC	4,700,000,000	2,330,000,000
Transport Engineering Consultant JSC No.7	4,295,058,456	4,571,682,200
TAFCO Hanoi JSC	2,575,280,000	2,575,280,000
Others	27,297,636,405	28,459,599,882
	61,860,336,104	65,575,425,012

8. Inventories

	30/06/2023	01/01/2023
	VND	VND
Work in progress		
Ring road 4 - Hanoi capital region section Highway 32 - Highway 6	10,714,558,400	10,714,558,400
North-South Expressway east of Hanoi section - City. Ho Chi Minh City (including My Thuan Bridge 2)	13,214,077,276	13,214,077,276
Improving and upgrading railway Hanoi - Ho Chi Minh City - Vinh Nha Trang, Nha Trang - Ho Chi Minh City	4,888,676,917	4,860,506,007
Construction supervision of the Land and Maritime Connectivity Project of Solomon Island	3,562,691,957	8,538,840,800
Others	117,395,387,132	121,972,410,534
	149,775,391,682	159,300,393,017

9. Long-term prepaid expenses

	30/06/2023	01/01/2023
	VND	VND
Tools and supplies	2,955,525,371	2,808,539,878
Company's goodwill	650,200,499	1,004,855,333
Repairing costs	5,065,034,735	5,386,021,685
Others	1,035,745,839	1,036,231,734
	9,706,506,444	10,235,648,630

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10. Fixed assets

	Intangible fixed assets	Tangible fixed assets					Total VND
		Computer software VND	Buildings, structures VND	Machinery, equipment VND	Transportation vehicles VND	Office equipment VND	
Historical cost							
As at 01/01/2023	7,617,494,327	94,726,644,499	24,876,211,659	17,007,803,606	8,242,103,001	310,978,500	145,163,741,265
Purchase	347,398,000	-	-	-	1,299,535,091	-	1,299,535,091
As at 30/06/2023	7,964,892,327	94,726,644,499	24,876,211,659	17,007,803,606	9,541,638,092	310,978,500	146,463,276,356
Accumulated depreciation							
As at 01/01/2023	6,231,003,982	53,755,292,600	19,573,882,837	14,155,469,291	5,236,405,634	310,978,500	93,032,028,862
Depreciation and amortization	286,411,268	1,090,444,176	729,363,194	304,729,212	498,045,942	-	2,622,582,524
As at 30/06/2023	6,517,415,250	54,845,736,776	20,303,246,031	14,460,198,503	5,734,451,576	310,978,500	95,654,611,386
Net carrying amount							
As at 01/01/2023	1,386,490,345	40,971,351,899	5,302,328,822	2,852,334,315	3,005,697,367	-	52,131,712,403
As at 30/06/2023	1,447,477,077	39,880,907,723	4,572,965,628	2,547,605,103	3,807,186,516	-	50,808,664,970

Cost of fully depreciated tangible fixed assets and fully amortized intangible fixed assets but still in use at the end of the period are VND 30,260,039,293 and VND 5,702,253,827 respectively.

11. Tax and other statutory obligations

	01/01/2023		This period		30/06/2023	
	Receivables VND	Payables VND	Payables VND	Actual payment VND	Receivables VND	Payables VND
Value-added tax	-	295,069,040	21,583,345,929	4,951,719,576	-	16,926,695,393
Corporate income tax	72,019,788	-	6,094,727,549	-	-	6,022,707,761
Personal income tax	-	1,872,254,863	4,723,481,996	5,913,536,859	-	682,200,000
Land tax and land rental	57,637,650	-	919,977,177	63,375,980	-	798,963,547
Other taxes	-	-	5,000,000	5,000,000	-	-
Fees, charges and other payables	-	-	167,004,225	167,004,225	-	-
	129,657,438	2,167,323,903	33,493,536,876	11,100,636,640	-	24,430,566,701

The Company's tax settlements are subject to examination by the tax authorities. Because the application of tax laws and regulations on many types of transactions is susceptible to varying interpretations, amounts reported in the Interim Separate Financial Statements could be changed at a later date upon final determination by the tax authorities.

12. Short-term loans and liabilities

	01/01/2023		This period		30/06/2023	
	Book value VND	Liquidity VND	Increase VND	Decrease VND	Book value VND	Liquidity VND
Joint Stock Commercial Bank for Investment and Development of Vietnam (i) - <i>Overdraft loans</i>	149,260,203	149,260,203	1,124,068,120	1,084,640,810	188,687,513	188,687,513
Military Commercial Joint Stock Bank - <i>Overdraft loans</i>	13,168,217,297	13,168,217,297	3,371,153	13,171,588,450	-	-
	13,317,477,500	13,317,477,500	1,127,439,273	14,256,229,260	188,687,513	188,687,513

(i) Credit limit agreement No. 01/2023/134643/HĐTD dated 05/06/2023 with Joint Stock Commercial Bank for Investment and Development of Vietnam - Hanoi branch, total credit limit is VND 210 billion.

The credit extension period is until 31 May 2024, interest rate is regulated for each specific sub-contract.

The collateral is mortgage/guarantee/escrow contracts entered into before, on the same day and after the signing date of this credit contract with a total value of VND 10 billion with the Joint Stock Commercial Bank for Investment and Development of Vietnam (details in Note 04).

13. Short-term trade payables

	30/06/2023	01/01/2023
	VND	VND
Related Parties	14,237,616,689	13,017,978,939
Waterway Engineering Consultant JSC	2,179,532,643	2,179,532,643
Geotechnical and Inspection - Design Consultant Construction JSC	1,276,883,897	1,052,449,147
Transport Engineering Consultant JSC No.2	191,373,000	191,373,000
Transport Engineering Design Consultant JSC No.4	295,411,087	295,411,087
Transport Engineering Consultant JSC No.5	1,595,529,000	1,595,529,000
Bridge - Tunnel Engineering Consultant JSC	465,882,000	465,882,000
Highway Engineering Consultant JSC	4,402,957,424	4,412,631,424
Road and Bridge Engineering Consultants JSC	3,093,468,038	2,088,591,038
Port & Waterway Engineering Consultant JSC	736,579,600	736,579,600
Other Parties	12,723,320,882	14,357,637,106
GEOTEST JSC	1,464,884,747	585,631,500
Transport Engineering Consultant JSC No.7	1,105,031,150	948,367,350
Others	10,153,404,985	12,823,638,256
	26,960,937,571	27,375,616,045

14. Short-term advances from customers

	30/06/2023	01/01/2023
	VND	VND
Related Parties	2,093,628,000	2,256,904,000
Bridge - Tunnel Engineering Consultant JSC	339,800,000	804,792,000
Transport Engineering Consultant JSC No.2	276,200,000	181,200,000
Highway Engineering Consultant JSC	1,228,328,000	1,103,612,000
Road and Bridge Engineering Consultants JSC	167,300,000	167,300,000
Transport Engineering Consultant JSC No.5	45,000,000	-
Waterway Engineering Consultant JSC	23,000,000	-
Geotechnical and Inspection - Design Consultant Construction JSC	14,000,000	-
Other Parties	274,582,789,950	275,115,993,595
Hanoi Project Management Board of Transport	36,576,291,909	20,415,775,000
Project Management Board No. 2	22,925,261,658	22,925,261,658
Him Lam Corporation - Hanoi Branch	20,914,263,600	20,914,263,600
Hanoi City Civil Engineering Construction Investment	20,745,547,000	2,601,641,000
Ministry of Infrastructure Development - Solomon Islands	17,406,917,037	28,505,110,569
Project Management Board No. 85	13,015,020,000	20,397,613,000
Project Management Board No. 6	11,439,191,809	11,426,779,007
Others	131,560,296,937	147,929,549,761
	276,676,417,950	277,372,897,595

15. Payables to employees

	<u>30/06/2023</u>	<u>01/01/2023</u>
	VND	VND
Payables to employees	63,663,706,339	39,848,699,644
	<u>63,663,706,339</u>	<u>39,848,699,644</u>

In which, information on number of employees, employees' salary fund and average salary as follows:

	<u>This period</u>	<u>Previous period</u>
Average number of employees (person)	577	483
Salary fund of employees (VND)	88,412,995,666	65,914,181,778
Average income (VND/person/month)	25,552,889	22,897,155

16. Short-term accrued expenses

	<u>30/06/2023</u>	<u>01/01/2023</u>
	VND	VND
Accrued Subcontracting expenses	49,412,550,555	48,892,159,782
Accrued Production expenses	18,829,697,100	-
	<u>68,242,247,655</u>	<u>48,892,159,782</u>

17. Other payables

	<u>30/06/2023</u>	<u>01/01/2023</u>
	VND	VND
a) Short-term		
a.1) Details by content		
Trade union fee	414,142,900	270,169,000
Payables production and business expenses	28,485,750,811	29,558,571,388
Receipts and payments on behalf	637,887,575	1,502,225,042
Dividends or profits payables	167,995,000	74,385,000
Other payables	672,742,982	2,374,196,998
	<u>30,378,519,268</u>	<u>33,779,547,428</u>
a.2) Details by object		
Department, Production Center	27,833,295,205	28,141,487,960
Other payables	2,545,224,063	5,638,059,468
	<u>30,378,519,268</u>	<u>33,779,547,428</u>
b) Long-term		
b.1) Details by content		
Long-term deposits, collateral received	999,257,000	1,070,601,628
	<u>999,257,000</u>	<u>1,070,601,628</u>
b.2) Details by object		
Others	999,257,000	1,070,601,628
	<u>999,257,000</u>	<u>1,070,601,628</u>

18. Owner's equity

a) Changes in owner's equity

	Contributed capital	Share premium	Retained earnings	Total
	VND	VND	VND	VND
As at 01/01/2022	125,000,000,000	815,232,000	35,026,117,453	160,841,349,453
Profit of the current period	-	-	15,839,915,112	15,839,915,112
Distribution of profit of 2021	-	-	(28,608,290,000)	(28,608,290,000)
<i>Divident</i>	-	-	(25,000,000,000)	(25,000,000,000)
<i>Other funds distribution</i>	-	-	(3,608,290,000)	(3,608,290,000)
As at 30/06/2022	125,000,000,000	815,232,000	22,257,742,565	148,072,974,565
As at 01/01/2023	125,000,000,000	815,232,000	48,937,261,089	174,752,493,089
Profit of the current period	-	-	43,554,485,478	43,554,485,478
Distribution of profit of 2022 (i)	-	-	(38,267,433,636)	(38,267,433,636)
<i>Divident</i>	-	-	(28,750,000,000)	(28,750,000,000)
<i>Other funds distribution</i>	-	-	(9,517,433,636)	(9,517,433,636)
As at 30/06/2023	125,000,000,000	815,232,000	54,224,312,931	180,039,544,931

(i) According to the Resolution No. 11-BB/TEDI-DHDCD dated 05/05/2023, the Company announced its 2022 profit distribution as follows:

	Rate %	Amount VND
Net Profit after tax		42,519,433,636
Dividend payment (equivalent to VND 2,300 per share)	67.6	28,750,000,000
Bonus and Welfare fund	15.4	6,541,433,636
Bonus for the Board of General Directors	3.5	1,488,000,000
Bonus for the Sales Volume	3.5	1,488,000,000

b) Details of contributed capital

	30/06/2023		01/01/2023	
	VND	%	VND	%
Oriental Consultant Company Global Ltd.,	43,737,100,000	34.99	42,669,100,000	34.14
Trans Across VP Inc.	320,000,000	0.26	320,000,000	0.26
Mr. Pham Huu Son	10,623,500,000	8.50	10,623,500,000	8.50
Red One Infrastructure Investment Fund	37,640,500,000	30.11	37,640,500,000	30.11
Union shareholders	350,000,000	0.28	350,000,000	0.28
Others	32,328,900,000	25.86	33,396,900,000	26.72
	125,000,000,000	100.00	125,000,000,000	100.00

c) Capital transactions with owners and distribution of dividends and profits

	This period	Previous period
	VND	VND
Owner's contributed capital		
- At the beginning of the period	125,000,000,000	125,000,000,000
- At the end of the period	<u>125,000,000,000</u>	<u>125,000,000,000</u>
Distributed dividends and profit		
- Dividend payable at the beginning of the period	74,385,000	62,985,000
- Dividend payable in the period	28,750,000,000	25,000,000,000
+ Dividend payable from previous year's profit	28,750,000,000	25,000,000,000
- Dividend paid in cash in the period	28,656,390,000	-
+ Dividend payable from previous year's profit	28,656,390,000	-
Dividend payable at the end of the period	<u>167,995,000</u>	<u>25,062,985,000</u>

d) Shares

	30/06/2023	01/01/2023
	Share	Share
Quantity of Authorized issuing shares	12,500,000	12,500,000
Quantity of issued shares	12,500,000	12,500,000
- Common shares	12,500,000	12,500,000
Quantity of outstanding shares in circulation	12,500,000	12,500,000
- Common shares	12,500,000	12,500,000
Par value per share (VND)	10,000	10,000

19. Off Statement of Financial Position items

Foreign currencies

	30/06/2023	01/01/2023
USD	656,200.47	164,071.20
SBD	127,234.13	339,036.72

Operating leased assets

The Company leases land and pays the annual rental according to announcements of tax authority for the usage of head office and working offices, details are as follows:

<u>Land</u>	<u>Contract</u>	<u>Rental period</u>	<u>Area (m2)</u>
No.278 Ton Duc Thang, Hang Bot ward, Dong Da district	No. 708/HĐTĐ-STNMT-PC dated 25/08/2016	From 15/10/1993 to 14/10/2043	5,533 m2
No.237 Luong The Vinh, Trung Van ward, Nam Tu Liem district	No. 279/HĐTĐ dated 17/07/2015	From 15/10/1993 to 14/10/2043	1,357 m2
No.10 Trung Kinh, Trung Hoa ward, Cau Giay district	No. 301/HĐTĐ dated 29/07/2015	From 06/01/2014 to 05/01/2064	2,581 m2
No.15A Hoang Hoa Tham, ward 6, Binh Thanh district	No. 7188/HĐ-TNMT-QLSDĐ dated 09/10/2014	From 19/12/2008 to 18/12/2058	322.9 m2

20. Revenue from rendering of services

	<u>This period</u>	<u>Previous period</u>
	VND	VND
Revenue from rendering of services	365,393,552,119	168,750,861,923
Deductible items		
- Reduction of the price of services rendered	-	96,677,273
Net revenue from services rendered	<u>365,393,552,119</u>	<u>168,654,184,650</u>
In which: Revenue from related parties (Note 29)	<u>6,475,074,520</u>	<u>4,369,515,164</u>

21. Cost of services rendered

	<u>This period</u>	<u>Previous period</u>
	VND	VND
Cost of services rendered	279,423,492,713	122,279,514,757
	<u>279,423,492,713</u>	<u>122,279,514,757</u>

22. Financial incomes

	<u>This period</u>	<u>Previous period</u>
	VND	VND
Interest income	1,845,685,446	503,210,177
Dividends or profits received	19,748,452,000	10,394,387,429
Gain from foreign exchange difference in the period	8,218,249	6,731,819
	<u>21,602,355,695</u>	<u>10,904,329,425</u>
In which, income received from related parties (Note 29)	<u>19,148,452,000</u>	<u>9,314,387,429</u>

23. Financial expenses

	<u>This period</u>	<u>Previous period</u>
	VND	VND
Interest expenses	39,828,508	1,317,016,131
Loss from foreign exchange difference in the period	-	6,767,914
	<u>39,828,508</u>	<u>1,323,784,045</u>

24. General and administrative expenses

	This period VND	Previous period VND
Raw materials	620,312,630	1,202,763,578
Labour expenses	26,454,425,397	12,894,230,055
Offices supplies	640,414,881	547,699,950
Depreciation and amortization expenses	1,516,454,325	1,532,081,740
Tax, Charge and Fee	2,895,193,028	2,608,925,831
Provisions	31,628,925	51,028,000
Expenses of outsourcing services	6,121,379,922	5,263,721,252
Other expenses	19,336,973,699	14,423,564,411
	57,616,782,807	38,524,014,817

25. Current income tax expenses (CIT)

	This period VND	Previous period VND
Total profit before tax	49,649,213,027	17,320,814,574
Increase	572,876,718	478,070,171
- <i>Ineligible expenses</i>	572,876,718	478,070,171
Decrease	(19,748,452,000)	(10,408,716,162)
- <i>Dividend payment</i>	(19,748,452,000)	(10,394,387,429)
- <i>Adjustment due to aggregation</i>	-	(14,328,733)
Taxable income	30,473,637,745	7,390,168,583
CIT expense (Tax rate 20%)	6,094,727,549	1,478,033,716
Tax payable at the beginning of the period	(72,019,788)	1,488,569,866
Tax paid in the period	-	(2,251,986,288)
CIT payable at the end of the period	6,022,707,761	714,617,294

26. Business and production costs by items

	This period VND	Previous period VND
Raw materials	11,639,965,952	13,962,979,970
Labour expenses	124,964,555,683	63,777,004,603
Insurance expenses, Trade union fee	3,175,211,300	2,611,037,550
Depreciation and amortization expenses	2,908,993,792	2,722,007,349
Provision expenses	31,628,925	51,028,000
Expenses of outsourcing services	47,580,982,173	29,196,013,557
Other expenses	47,658,863,225	38,260,027,768
Expenses from subcontracting	89,555,073,135	19,497,860,321
	327,515,274,185	170,077,959,118

27. Financial instruments

Financial risk management

The Company's financial risks include market risk, credit risk and liquidity risk.

The Company has developed its control system to ensure the reasonable balance between cost of incurred risks and cost of risk management. The Board of General Directors of the Company is responsible for monitoring the risk management process to ensure the appropriate balance between risk and risk control.

Market risk

The Company's business operations will bear the risks of changes in prices, exchange rates and interest rates.

Exchange rate risk

The Company bears the risk of interest rates due to the transaction made in a foreign currency other than VND such as: borrowings and debts, revenue, cost, importing materials, good, machinery and equipment.

Interest rate risk

The Company bears the risk of interest rates due to the fluctuation in fair value of future cash flow of a financial instrument in line with changes in market interest rates if the Company has time or demand deposits, borrowings and debts subject to floating interest rates. The Company manages interest rate risk by analyzing the market competition situation to obtain interest beneficial for its operation purpose.

Credit Risk

Credit risk is the risk of financial loss to the Company if a counterparty fails to perform its contractual obligations. The Company has credit risk from operating activities (mainly to trade receivables) and financial activities (including deposits and other financial instruments).

	Under 1 year VND	From 1 to 5 years VND	More than 5 years VND	Total VND
As at 30/06/2023				
Cash and cash equivalents	51,720,260,755	-	-	51,720,260,755
Trade and other receivables	226,315,129,342	-	-	226,315,129,342
Loans	66,322,877,233	-	-	66,322,877,233
	344,358,267,330	-	-	344,358,267,330
As at 01/01/2023				
Cash and cash equivalents	57,667,748,344	-	-	57,667,748,344
Trade and other receivables	206,736,817,484	-	-	206,736,817,484
Loans	11,270,000,000	-	-	11,270,000,000
	275,674,565,828	-	-	275,674,565,828

Liquidity Risk

Liquidity risk is the risk that the Company has trouble in settlement of its financial obligations due to the lack of funds. Liquidity risk of the Company is mainly from different maturity of its financial assets and liabilities.

Due date for payment of financial liabilities based on expected payment under the contracts (based on cash flow of the original debts) as follows:

	Under 1 year VND	From 1 to 5 years VND	More than 5 years VND	Total VND
As at 30/06/2023				
Borrowing and debts	188,687,513	-	-	188,687,513
Trade and other payables	57,339,456,839	999,257,000	-	58,338,713,839
Accrued expenses	68,242,247,655	-	-	68,242,247,655
	125,770,392,007	999,257,000	-	126,769,649,007
As at 01/01/2023				
Borrowing and debts	13,317,477,500	-	-	13,317,477,500
Trade and other payables	61,155,163,473	1,070,601,628	-	62,225,765,101
Accrued expenses	48,892,159,782	-	-	48,892,159,782
	123,364,800,755	1,070,601,628	-	124,435,402,383

The Company believes that risk level of loan repayment is low. The Company has the ability to pay due debts from cash flows from its operating activities and cash received from mature financial assets.

28. Subsequent events after the reporting period

There have been no significant events occurring after the reporting period, which would require adjustments or disclosures to be made in the Interim separate financial statements.

29. Transactions and balances with related parties

List of relationship of the Company and related parties are as follows:

<u>Related parties</u>	<u>Relationship</u>
Waterway Engineering Consultant JSC	Subsidiary
Geotechnical and Inspection - Design Consultant Construction JSC	Subsidiary
Transport Engineering Consultant JSC No.2	Subsidiary
Transport Engineering Design Consultant JSC No.4	Subsidiary
Transport Engineering Consultant JSC No.5	Subsidiary
Bridge - Tunnel Engineering Consultant JSC	Subsidiary
Highway Engineering Consultant JSC	Subsidiary
Road and Bridge Engineering Consultants JSC	Subsidiary
Port & Waterway Engineering Consultant JSC	Subsidiary
Asia Pacific Engineering Consultants Company	Subsidiary

In addition to the information with related parties presented in the notes above, the Corporation also had transactions arising with related parties as follows:

Rendering of services

	This period	Previous period
	VND	VND
Rendering of services - Office rental	2,802,620,547	3,152,996,364
Transport Engineering Consultant JSC No.2	173,894,182	449,175,273
Bridge - Tunnel Engineering Consultant JSC	152,727,273	179,345,454
Highway Engineering Consultant JSC	1,086,885,455	978,432,000
Road and Bridge Engineering Consultants JSC	452,907,273	420,450,909
Port & Waterway Engineering Consultant JSC	574,747,273	864,265,455
Waterway Engineering Consultant JSC	37,309,091	-
Asia Pacific Engineering Consultants Company	324,150,000	261,327,273
Rendering of services - Water and Electricity	770,561,800	767,820,518
Waterway Engineering Consultant JSC	-	35,200
Bridge - Tunnel Engineering Consultant JSC	421,427,037	411,551,118
Highway Engineering Consultant JSC	148,773,827	130,235,604
Road and Bridge Engineering Consultants JSC	82,368,594	71,287,951
Port & Waterway Engineering Consultant JSC	83,600,503	112,738,245
Asia Pacific Engineering Consultants Company	34,391,839	41,972,400
Rendering of services - Factory of documents	67,936,918	16,880,100
Geotechnical and Inspection - Design Consultant Construction JSC	19,986,200	4,230,600
Highway Engineering Consultant JSC	40,178,900	12,649,500
Transport Engineering Consultant JSC No.5	7,771,818	-
Rendering of services - Engineering Consultant	2,833,955,255	-
Bridge - Tunnel Engineering Consultant JSC	1,620,007,689	-
Highway Engineering Consultant JSC	1,213,947,566	-
Rendering of services - Leading joint ventures	-	431,818,182
Transport Engineering Consultant JSC No.5	-	431,818,182
	<u>6,475,074,520</u>	<u>4,369,515,164</u>

Dividends distributions

	This period	Previous period
	VND	VND
Waterway Engineering Consultant JSC	544,896,000	408,672,000
Geotechnical and Inspection - Design Consultant Construction JSC	916,826,300	-
Transport Engineering Consultant JSC No.2	3,468,000,000	1,734,000,000
Transport Engineering Design Consultant JSC No.4	571,200,000	499,800,000
Transport Engineering Consultant JSC No.5	1,725,075,000	925,650,000
Bridge - Tunnel Engineering Consultant JSC	3,350,700,000	1,080,410,970
Highway Engineering Consultant JSC	3,396,600,000	765,000,000
Road and Bridge Engineering Consultants JSC	1,299,566,700	668,894,959
Port & Waterway Engineering Consultant JSC	928,200,000	822,088,500
Asia Pacific Engineering Consultants Company	2,947,388,000	2,409,871,000
	<u>19,148,452,000</u>	<u>9,314,387,429</u>

Subsidiary service purchase transactions - Bid division

	<u>This period</u>	<u>Previous period</u>
	VND	VND
Waterway Engineering Consultant JSC	7,485,373,043	385,488,636
Geotechnical and Inspection - Design Consultant Construction JSC	18,572,847,407	3,532,555,309
Transport Engineering Design Consultant JSC No.4	2,569,489,091	-
Transport Engineering Consultant JSC No.5	796,243,636	-
Bridge - Tunnel Engineering Consultant JSC	1,195,677,527	-
Road and Bridge Engineering Consultants JSC	6,235,056,364	-
Asia Pacific Engineering Consultants Company	396,128,182	-
Port & Waterway Engineering Consultant JSC	4,662,320,000	122,727,273
	<u>41,913,135,250</u>	<u>4,040,771,218</u>

Remuneration to Board of General Directors, Board of Management and Board of Supervision as follows:

	<u>This period</u>	<u>Previous period</u>
	VND	VND
Board of Management	164,400,000	37,820,000
Mr. Hitoshi Yahaghi	91,320,000	-
Mr. Phung Tien Trung (resigned on 06/05/2022)	-	37,820,000
Mrs. Do Thi Phuong Lan (appointed on 06/05/2022)	73,080,000	-
Board of General Directors	3,034,942,089	2,604,237,087
Mr. Pham Huu Son (i)	746,325,180	674,265,651
Mr. Do Minh Dung (i)	633,739,086	538,922,862
Mr. Dao Ngoc Vinh (i)	629,010,207	551,322,995
Mr. Nguyen Manh Ha	567,223,122	459,517,539
Mr. Bui Tran Long	458,644,494	380,208,040
Board of Supervision	893,448,638	648,390,627
Mrs. Pham Thi Hong Nhung (resigned on 06/05/2022)	-	29,900,000
Mr. Mach Thanh Toan (appointed on 06/05/2022)	54,780,000	-
Mr. Ngo Nam Ha (ii)	372,361,411	269,773,462
Mr. Vo Hoang Anh (ii)	466,307,227	348,717,165
	<u>4,092,790,727</u>	<u>3,290,447,714</u>

(i) Including salaries, bonuses, allowances for Board of Management.

(ii) Including salaries, bonuses, allowances for other positions in the Company.

Except for the transactions with related party as mentioned above, other related parties have no transaction during the period and no closing balance as at the balance sheet date with the Company.

30. Comparative figures

The comparative figures on the Interim Separate Statement of Financial Position and corresponding notes are taken from the Financial Statements for the fiscal year ended as at 31 December 2022, which was audited by AASC Limited.

The comparative figures on the Interim Separate Statement of income, Interim Separate Statement of Cash flows and corresponding notes are taken from the Interim Separate Financial Statements which have been reviewed by AASC Limited for the period from 01/01/2022 to 30/06/2022.

31. Approval of the Interim Separate financial statements

The Interim Separate financial statements were approved by the Board of General Directors and authorized for issuance on 23 August 2023.

Doan Thanh Ha
Preparer

Hanoi, 23 August 2023

Tang Thi Thu Hien
Chief Accountant



Pham Huu Son
General Director

