



**Saigon Beer – Alcohol – Beverage
Corporation**

Separate Interim Financial Statements
for the six-month period ended 30 June 2019

Saigon Beer – Alcohol – Beverage Corporation Corporate Information

Enterprise Registration Certificate No.

0300583659

29 February 2012

The Company's enterprise registration certificate has been amended several times, the most recent of which is by Enterprise Registration Certificate No. 0300583659 dated 7 August 2018. The enterprise registration certification and its updates were issued by Ho Chi Minh City Planning and Investment Department.

Board of Directors

| | |
|-------------------------|----------|
| Mr Koh Poh Tiong | Chairman |
| Mr Pramoad Phornprapha | Member |
| Mr Nguyen Tien Vy | Member |
| Mr Michael Chye Hin Fah | Member |
| Ms Tran Kim Nga | Member |
| Mr Nguyen Tien Dung | Member |
| Mr Luong Thanh Hai | Member |

Board of Management

| | |
|--------------------------|----------------------------|
| Mr Neo Gim Siong Bennett | General Director |
| Mr Teo Hong Keng | Deputy General Director |
| Mr Ng Kuan Ngee Melvyn | Deputy General Director |
| Mr Lam Du An | Deputy General Director |
| | Sai Gon – Nguyen Chi Thanh |
| | Factory's Director |
| Mr Hoang Dao Hiep | Deputy General Director |

Audit Committee

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

Legal representative

| | |
|--------------------------|------------------|
| Mr Koh Poh Tiong | Chairman |
| Mr Neo Gim Siong Bennett | General Director |

Registered Office

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

Auditor

KPMG Limited
Vietnam

Saigon Beer – Alcohol – Beverage Corporation Statement of the Board of Management

The Board of Management of Saigon Beer – Alcohol – Beverage Corporation (“the Company”) presents this statement and the accompanying separate interim financial statements of the Company for the six-month period ended 30 June 2019.

The Board of Management is responsible for the preparation and fair presentation of the separate interim financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to interim financial reporting. In the opinion of the Company’s Board of Management:

- (a) the separate interim financial statements set out on pages 5 to 60 give a true and fair view of the unconsolidated financial position of the Company as at 30 June 2019, and of the unconsolidated results of operations and the unconsolidated cash flows of the Company for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to interim financial reporting; and
- (b) at the date of this statement, there are no reasons to believe that the Company will not be able to pay its debts as and when they fall due.

The Board of Management has, on the date of this statement, authorised the accompanying separate interim financial statements for issue.

On behalf of the Board of Management



Neo Gim Siong Bennett
General Director

Ho Chi Minh City, 28 August 2019



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District 1, Ho Chi Minh City, Vietnam
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INTERIM FINANCIAL STATEMENTS REVIEW REPORT

To the Shareholders Saigon Beer – Alcohol – Beverage Corporation

We have reviewed the accompanying separate interim financial statements of Saigon Beer – Alcohol – Beverage Corporation (“the Company”), which comprise the separate balance sheet as at 30 June 2019, the separate statements of income and cash flows for the six-month period then ended and the explanatory notes thereto which were authorised for issue by the Company’s Board of Management on 28 August 2019, as set out on pages 5 to 60.

Management’s Responsibility

The Company’s Board of Management is responsible for the preparation and fair presentation of these separate interim financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to interim financial reporting, and for such internal control as the Board of Management determines is necessary to enable the preparation of separate interim 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 separate interim 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 separate interim financial statements do not give a true and fair view, in all material respects, of the unconsolidated financial position of Saigon Beer – Alcohol – Beverage Corporation as at 30 June 2019, and of its unconsolidated results of operations and its unconsolidated cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to interim financial reporting.

KPMG Limited's Branch in Ho Chi Minh City

Vietnam

Review Report No.: 19-01-00257-19-1




Ha Vu Dinh
Practicing Auditor Registration
Certificate No. 0414-2018-007-1
Deputy General Director



Nguyen Thanh Nghi
Practicing Auditor Registration
Certificate No. 0304-2018-007-1

Ho Chi Minh City, 28 August 2019

Saigon Beer – Alcohol – Beverage Corporation
Separate balance sheet as at 30 June 2019

Form B 01a – DN
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

| | Code | Note | 30/6/2019 VND | 1/1/2019 VND |
|--|------------|--------------|---------------------------|---------------------------|
| ASSETS | | | | |
| Current assets (100 = 110 + 120 + 130 + 140 + 150) | 100 | | 13,635,769,637,570 | 11,527,825,623,390 |
| Cash and cash equivalents | 110 | 7 | 2,993,443,892,062 | 2,540,016,444,290 |
| Cash | 111 | | 163,443,892,062 | 85,016,444,290 |
| Cash equivalents | 112 | | 2,830,000,000,000 | 2,455,000,000,000 |
| Short-term financial investments | 120 | | 8,650,000,000,000 | 7,143,000,000,000 |
| Held-to-maturity investments | 123 | 8(a) | 8,650,000,000,000 | 7,143,000,000,000 |
| Accounts receivable – short-term | 130 | | 1,529,495,823,169 | 1,352,954,918,810 |
| Accounts receivable from customers | 131 | 9 | 430,944,725,762 | 859,788,447,512 |
| Prepayments to suppliers | 132 | | 11,003,520,786 | 31,576,528,053 |
| Other short-term receivables | 136 | 10(a) | 1,105,243,482,854 | 479,285,849,478 |
| Allowance for doubtful short-term debts | 137 | 11(a) | (40,787,786,892) | (40,787,786,892) |
| Shortage of assets awaiting resolution | 139 | 12 | 23,091,880,659 | 23,091,880,659 |
| Inventories | 140 | 13(a) | 412,408,346,496 | 441,938,225,352 |
| Inventories | 141 | | 457,373,895,467 | 488,654,385,720 |
| Allowance for inventories | 149 | | (44,965,548,971) | (46,716,160,368) |
| Other current assets | 150 | | 50,421,575,843 | 49,916,034,938 |
| Short-term prepaid expenses | 151 | 14(a) | 50,421,363,119 | 49,915,822,214 |
| Taxes receivable from State Treasury | 153 | | 212,724 | 212,724 |

The accompanying notes are an integral part of these separate interim financial statements

Saigon Beer – Alcohol – Beverage Corporation
Separate balance sheet as at 30 June 2019 (continued)

Form B 01a – DN
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

| | Code Note | 30/6/2019 VND | 1/1/2019 VND |
|---|---------------|---------------------------|---------------------------|
| Long-term assets | | | |
| (200 = 210 + 220 + 230 + 240 + 250 + 260) | 200 | 5,895,769,517,476 | 5,932,482,742,257 |
| Accounts receivable – long-term | 210 | 321,958,729,814 | 321,018,071,414 |
| Loans receivable – long-term | 215 | 4,000,000,000 | 4,000,000,000 |
| Other long-term receivables | 216 10(b) | 350,827,609,719 | 349,886,951,319 |
| Allowance for doubtful long-term debts | 219 11(b) | (32,868,879,905) | (32,868,879,905) |
| Fixed assets | 220 | 1,513,919,137,006 | 1,626,479,824,180 |
| Tangible fixed assets | 221 15 | 641,067,422,659 | 749,264,192,839 |
| Cost | 222 | 3,395,448,119,609 | 3,454,267,214,398 |
| Accumulated depreciation | 223 | (2,754,380,696,950) | (2,705,003,021,559) |
| Intangible fixed assets | 227 16 | 872,851,714,347 | 877,215,631,341 |
| Cost | 228 | 992,475,603,824 | 992,475,603,824 |
| Accumulated amortisation | 229 | (119,623,889,477) | (115,259,972,483) |
| Investment properties | 230 17 | 3,765,543,864 | 3,962,026,116 |
| Cost | 231 | 7,859,289,977 | 7,859,289,977 |
| Accumulated depreciation | 232 | (4,093,746,113) | (3,897,263,861) |
| Long-term work in progress | 240 | 145,524,078,469 | 101,997,344,337 |
| Construction in progress | 242 18 | 145,524,078,469 | 101,997,344,337 |
| Long-term financial investments | 250 | 3,715,582,654,323 | 3,662,586,585,828 |
| Investments in subsidiaries | 251 8(c) | 2,731,387,995,029 | 2,731,387,995,029 |
| Investments in associates, jointly controlled entities | 252 8(c) | 633,705,350,635 | 633,705,350,635 |
| Equity investments in other entities | 253 8(c) | 785,951,682,407 | 808,576,870,344 |
| Allowance for diminution in the value of long-term financial investments | 254 8(c) | (456,331,253,653) | (531,952,510,085) |
| Held-to-maturity investments | 255 8(b) | 20,868,879,905 | 20,868,879,905 |
| Other long-term assets | 260 | 195,019,374,000 | 216,438,890,382 |
| Long-term prepaid expenses | 261 14(b) | 72,485,698,276 | 82,269,846,366 |
| Deferred tax assets | 262 19 | 93,567,732,594 | 101,294,504,779 |
| Long-term tools, supplies and spare parts | 263 13(b) | 28,965,943,130 | 32,874,539,237 |
| TOTAL ASSETS (270 = 100 + 200) | 270 | 19,531,539,155,046 | 17,460,308,365,647 |

The accompanying notes are an integral part of these separate interim financial statements

Saigon Beer – Alcohol – Beverage Corporation
Separate balance sheet as at 30 June 2019 (continued)

Form B 01a – DN

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

| | Code | Note | 30/6/2019 VND | 1/1/2019 VND |
|---|------------|-----------|---------------------------|---------------------------|
| RESOURCES | | | | |
| LIABILITIES (300 = 310 + 330) | 300 | | 3,621,227,936,304 | 4,353,797,152,149 |
| Current liabilities | 310 | | 3,391,929,639,004 | 4,118,949,860,019 |
| Accounts payable to suppliers | 311 | 20 | 1,330,083,060,120 | 2,370,788,454,823 |
| Advances from customers | 312 | | 4,256,474,457 | 239,402,546 |
| Taxes payable to State Treasury | 313 | 21 | 407,225,929,136 | 490,139,152,871 |
| Payables to employees | 314 | | 143,939,080,799 | 114,397,611,496 |
| Accrued expenses | 315 | 22 | 605,565,868,222 | 186,052,510,853 |
| Other payables – short-term | 319 | 23(a) | 849,538,435,522 | 883,626,808,228 |
| Bonus and welfare fund | 322 | 24 | 51,320,790,748 | 73,705,919,202 |
| Long-term liabilities | 330 | | 229,298,297,300 | 234,847,292,130 |
| Other payables – long-term | 337 | 23(b) | 51,602,316,000 | 51,602,316,000 |
| Provisions – long-term | 342 | 25 | 93,697,851,170 | 99,246,846,000 |
| Science and technology development fund | 343 | | 83,998,130,130 | 83,998,130,130 |
| EQUITY (400 = 410) | 400 | | 15,910,311,218,742 | 13,106,511,213,498 |
| Owners' equity | 410 | 26 | 15,910,311,218,742 | 13,106,511,213,498 |
| Share capital | 411 | 27 | 6,412,811,860,000 | 6,412,811,860,000 |
| - Ordinary shares with voting rights | 411a | | 6,412,811,860,000 | 6,412,811,860,000 |
| Investment and development fund | 418 | 28 | 760,819,802,040 | 760,819,802,040 |
| Retained profits | 421 | | 8,736,679,556,702 | 5,932,879,551,458 |
| - Retained profits brought forward | 421a | | 5,920,677,285,355 | 4,909,158,361,575 |
| - Retained profit for the current period/year | 421b | | 2,816,002,271,347 | 1,023,721,189,883 |
| TOTAL RESOURCES | 440 | | 19,531,539,155,046 | 17,460,308,365,647 |
| (440 = 300 + 400) | | | | |

28 August 2019

Prepared by:



Nguyen Van Hoa
Accountant



Tran Nguyen Trung
Chief Accountant

Approved by:



Teo Hong Keng
Deputy General Director



Neo Gim Siong Bennett
General Director

The accompanying notes are an integral part of these separate interim financial statements

Saigon Beer – Alcohol – Beverage Corporation

Separate statement of income for the six-month period ended 30 June 2019

Form B 02a – DN

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

| | Code | Note | Six-month period ended 30/6/2019 VND | 30/6/2018 VND |
|---|------|------|--|--------------------|
| Revenue from sales of goods and provision of services | 01 | 30 | 18,926,047,189,370 | 17,361,625,524,479 |
| Revenue deductions | 02 | 30 | 1,829,235,021 | - |
| Net revenue (10 = 01 - 02) | 10 | 30 | 18,924,217,954,349 | 17,361,625,524,479 |
| Cost of sales | 11 | 31 | 16,639,924,756,572 | 15,279,622,907,010 |
| Gross profit (20 = 10 - 11) | 20 | | 2,284,293,197,777 | 2,082,002,617,469 |
| Financial income | 21 | 32 | 1,791,532,648,635 | 784,122,659,217 |
| Financial expenses | 22 | 33 | (67,449,702,967) | 49,044,832,248 |
| Selling expenses | 25 | 34 | 749,777,309,723 | 579,421,482,934 |
| General and administration expenses | 26 | 35 | 146,599,480,095 | 159,569,926,670 |
| Net operating profit {30 = 20 + (21 - 22) - (25 + 26)} | 30 | | 3,246,898,759,561 | 2,078,089,034,834 |
| Other income | 31 | | 3,515,484,753 | 1,740,143,234 |
| Other expenses | 32 | | 8,635,239,440 | 3,661,616,324 |
| Results of other activities (40 = 31 - 32) | 40 | | (5,119,754,687) | (1,921,473,090) |
| Accounting profit before tax (50 = 30 + 40) | 50 | | 3,241,779,004,874 | 2,076,167,561,744 |
| Income tax expense – current | 51 | 37 | 349,702,247,185 | 309,378,012,086 |
| Income tax expense – deferred | 52 | 37 | 7,726,772,185 | 4,444,963,535 |
| Net profit after tax (60 = 50 - 51 - 52) | 60 | | 2,884,349,985,504 | 1,762,344,586,123 |

28 August 2019

Prepared by:



Nguyen Van Hoa
Accountant



Tran Nguyen Trung
Chief Accountant

Approved by:



Teo Hong Keng
Deputy General Director



Neo Gim Siong Bennett
General Director

The accompanying notes are an integral part of these separate interim financial statements

Saigon Beer – Alcohol – Beverage Corporation
Separate statement of cash flows for the six-month period ended 30 June 2019
(Indirect method)

Form B 03a – DN

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

| | Code Note | Six-month period ended 30/6/2019 VND | 30/6/2018 VND |
|--|-----------|--|--------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Accounting profit before tax | 01 | 3,241,779,004,874 | 2,076,167,561,744 |
| Adjustments for | | | |
| Depreciation and amortisation | 02 | 119,482,001,123 | 124,452,227,654 |
| Allowances and provisions | 03 | (68,076,636,785) | 48,010,150,109 |
| Exchange losses arising from revaluation of monetary items denominated in foreign currencies | 04 | 108,098,471 | 113,880,534 |
| Profits from investing activities | 05 | (1,787,824,432,810) | (783,320,764,460) |
| Operating profit before changes in working capital | 08 | 1,505,468,034,873 | 1,465,423,055,581 |
| Change in receivables | 09 | 423,509,819,052 | 903,922,688,300 |
| Change in inventories | 10 | 33,169,043,253 | (97,320,013,883) |
| Change in payables and other liabilities | 11 | (651,649,602,394) | (374,816,493,170) |
| Change in prepaid expenses | 12 | 9,278,607,185 | (30,101,261,522) |
| | | 1,319,775,901,969 | 1,867,107,975,306 |
| Corporate income tax paid | 15 | (408,099,268,309) | (397,387,197,701) |
| Other payments for operating activities | 17 | (71,242,308,565) | (96,630,867,918) |
| Net cash flows from operating activities | 20 | 840,434,325,095 | 1,373,089,909,687 |

The accompanying notes are an integral part of these separate interim financial statements

Saigon Beer – Alcohol – Beverage Corporation
Separate statement of cash flows for the six-month period ended 30 June 2019
(Indirect method – continued)

Form B 03a – DN

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

| | | | Six-month period ended | |
|--|------|------|------------------------|---------------------|
| | Code | Note | 30/6/2019 | 30/6/2018 |
| | | | VND | VND |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | |
| Payments for additions to fixed assets | 21 | | (19,890,982,841) | (42,959,757,221) |
| Proceeds from disposals of fixed assets | 22 | | 1,958,000,000 | - |
| Placement of term deposits at banks | 23 | | (4,987,000,000,000) | (4,495,000,000,000) |
| Collection of term deposits at banks | 24 | | 3,480,000,000,000 | 4,160,000,000,000 |
| Payments for investments in other entities | 25 | | - | (2,141,000,000) |
| Receipts of interests and dividends | 27 | | 1,138,205,046,308 | 937,777,903,265 |
| Net cash flows from investing activities | 30 | | (386,727,936,533) | 557,677,146,044 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | |
| Payments of dividends | 36 | | (216,875,000) | (1,436,560,080,475) |
| Net cash flows from financing activities | 40 | | (216,875,000) | (1,436,560,080,475) |
| Net cash flows during the period (50 = 20 + 30 + 40) | 50 | | 453,489,513,562 | 494,206,975,256 |
| Cash and cash equivalents at the beginning of the period | 60 | | 2,540,016,444,290 | 2,382,294,145,898 |
| Effect of exchange rate fluctuations on cash and cash equivalents | 61 | | (62,065,790) | (57,821,969) |
| Cash and cash equivalents at the end of the period (70 = 50 + 60 + 61) | 70 | 7 | 2,993,443,892,062 | 2,876,443,299,185 |

28 August 2019

Prepared by:

Nguyen Van Hoa
Accountant

Tran Nguyen Trung
Chief Accountant

Approved by:

Teo Hong Keng
Deputy General Director

Neo Gam Siong Bennett
General Director



The accompanying notes are an integral part of these separate interim financial statements

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate interim financial statements for the six-month period ended
30 June 2019

Form B 09a – DN

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

These notes form an integral part of and should be read in conjunction with the accompanying separate interim financial statements.

1. Reporting entity

(a) Ownership structure

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

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

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

(b) Principal activities

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

(c) Normal operating cycle

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

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate interim financial statements for the six-month period ended
30 June 2019 (continued)

Form B 09a – DN

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

(d) Company structure

The Company's structure includes the Company's Head Office, Sai Gon – Nguyen Chi Thanh Factory and Sai Gon – Cu Chi Factory, two factories independently operating and bookkeeping, detailed as follows:

| Name | Principal activities | Address |
|------------------------------------|------------------------------------|--|
| Sai Gon – Nguyen Chi Thanh Factory | Producing beer, alcohol, beverages | No. 187, Nguyen Chi Thanh Street, Ward 12, District 5, Ho Chi Minh City |
| Sai Gon – Cu Chi Factory | Producing beer, alcohol, beverages | C1 Area, D3 Street, Tay Bac Cu Chi Industrial Park, Cu Chi Town, Cu Chi District, Ho Chi Minh City |

As at 30 June 2019, the Company had 24 subsidiaries and 14 associates, jointly controlled entities owned directly (1/1/2019: 24 subsidiaries and 14 associates, jointly controlled entities owned directly) as disclosed in Note 8(c).

Saigon Beer – Alcohol – Beverage Corporation

Notes to the separate interim financial statements for the six-month period ended 30 June 2019 (continued)

Form B 09a – DN

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

Additionally, the Company had indirect investments in 1 subsidiary and 5 associates (1/1/2019: 1 subsidiary and 5 associates), detailed as follows:

| No. | Company name | Registered head office | Principal activities | 30/6/2019 % of equity owned | % of voting rights | 1/1/2019 % of equity owned | % of voting rights |
|--|---|--|--|--------------------------------|--------------------|-------------------------------|--------------------|
| Indirect subsidiary through Western - Sai Gon Beer Joint Stock Company | | | | | | | |
| 1 | Saigon Soc Trang Beer One Member Limited Company | Lot S, An Nghiep Industrial Zone, An Hiep Commune, Chau Thanh District, Soc Trang Province | Producing and trading beer, yeast malt, mineral water, bottled purified water | 51% | 100% | 51% | 100% |
| Associates | | | | | | | |
| 1 | Thanh Nam Consultant Investment - Engineering and Technology Transfer Joint Stock Company | 50A, Bui Thi Xuan Street, Ben Thanh Ward, District 1, Ho Chi Minh City | Providing consulting construction and designing services | 28.57% | 28.57% | 28.57% | 28.57% |
| 2 | Mechanical and Industrial Construction Joint Stock Company | 3E/5, Pho Quang Street, Ward 2, Tan Binh District, Ho Chi Minh City | Manufacturing, installing machinery bridges and roads and industrial construction products | 26% | 26% | 26% | 26% |
| 3 | Saigon - Baclieu Beer Joint Stock Company | Lot B5, Tra Kha Industrial Zone, Ward 8, Bac Lieu City | Producing beer, alcohol and beverage | 10.2% | 20% | 10.2% | 20% |
| 4 | Saigon Binh Tay Beer Group Joint Stock Company | No.8, Nam Ky Khoi Nghia Street, Nguyen Thai Binh Ward, District 1, Ho Chi Minh City | Producing, processing and trading food, beverage, beer and alcohol drinks | 21.8% | 22.18% | 21.8% | 22.18% |
| 5 | Saigon Tay Do Beer - Beverage Joint Stock Company | Lot 22, Tra Noc Industrial Zone, Tra Noc Ward, Binh Thuy District, Can Tho City | Producing and trading beer, alcohol, beverage, soya milk, fruit juice | 27.62% | 34.92% | 27.62% | 34.92% |

As at 30 June 2019, the Company had 775 employees (1/1/2019: 807 employees).

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate interim financial statements for the six-month period ended
30 June 2019 (continued)

Form B 09a – DN
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

2. Basis of preparation

(a) Statement of compliance

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

(b) Basis of measurement

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

(c) Annual accounting period

The annual accounting period of the Company is from 1 January to 31 December. The separate interim financial statements are prepared for the six-month period ended 30 June 2019.

(d) Accounting and presentation currency

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

3. Summary of significant accounting policies

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

The accounting policies that have been adopted by the Company in the preparation of these separate interim financial statements are consistent with those adopted in the preparation of the latest separate annual financial statements.

(a) Foreign currency transactions

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

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

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

Form B 09a – DN
(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

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

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

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

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

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

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(e) Inventories

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

The Company applies the perpetual method of accounting for inventories.

(f) Tangible fixed assets

(i) Cost

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

(ii) Depreciation

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

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

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(g) Intangible fixed assets

(i) Land use rights

Land use rights comprise:

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

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

(ii) Software

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

(h) Investment properties

Investment properties held to earn rental

(i) Cost

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

(ii) Depreciation

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

- buildings and structures 20 years

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(i) Construction in progress

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

(j) Long-term prepaid expenses

(i) Returnable packaging

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

(ii) Tools and instruments

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

(k) Trade and other payables

Trade and other payables are stated at their cost.

(l) Provisions

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

Severance allowance

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

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(m) Share capital

Ordinary shares

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

(n) Taxation

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

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

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

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

(o) Revenue and other income

(i) Goods sold

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

(ii) Services rendered

Revenue from services rendered is recognised in the separate statement of income in proportion to the stage of completion of the transaction at the balance sheet date. The stage of completion is assessed by reference to surveys of work performed. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due.

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(iii) Rental income

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

(iv) Interest income

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

(v) Dividend income

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

(p) Operating lease payments

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

(q) Segment reporting

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

(r) Related parties

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

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4. Seasonality of operations

The Company's principal business activities are to produce and trade beers and raw materials for beer production; other activities are to hold investment properties for earning rental. Management is of the opinion that these segments are not subjected to significant seasonal fluctuation.

5. Changes in accounting estimates

In preparing these separate interim financial statements, the Board of Management has made several accounting estimates. Actual results may differ from these estimates.

There is no significant changes in accounting estimates compared to those made in the most recent separate annual financial statements or those made in the same interim period of the prior year.

6. Segment reporting

(a) Business segments

The Company's business segments are distinguished based on the principal activities as follows:

- Sales of beers which included merchandise goods and finished goods;
- Sales of raw materials; and
- Other activities.

During the period, other business activities accounted for an insignificant proportion of total revenue and operating results of the Company and the Company's assets and liabilities as at reporting dates were mainly related to beer manufacturing activities. Accordingly, the financial information presented in the separate balance sheet as at 30 June 2019 and 1 January 2019 were related to the Company's sales of beers activities. Note 30 and Note 31 disclosed breakdown of revenue and cost of sales per each category of products, which provided sufficient information as to performance of each segment as identified above.

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(b) Geographical segments

Geographically, the Company only operated in the territory of Vietnam in previous years. From 2019, the company's geographical segments are distinguished based on the locations of customers as follows:

| | Geographical segments | | |
|--|------------------------------|-----------------------|----------------------|
| | Local VND | Export VND | Total VND |
| Six-month period ended 30 June 2019 | | | |
| Net revenue | 18,874,888,571,837 | 49,329,382,512 | 18,924,217,954,349 |
| Cost of sales | (16,600,467,372,242) | (39,457,384,330) | (16,639,924,756,572) |
| | 2,274,421,199,595 | 9,871,998,182 | 2,284,293,197,777 |

The Company's assets were located in Vietnam.

7. Cash and cash equivalents

| | 30/6/2019 VND | 1/1/2019 VND |
|----------------------|--------------------------|-------------------------|
| Cash on hand | 362,390,731 | 5,344,081 |
| Cash in banks | 163,081,501,331 | 85,011,100,209 |
| Cash equivalents (*) | 2,830,000,000,000 | 2,455,000,000,000 |
| | 2,993,443,892,062 | 2,540,016,444,290 |

- (*) Cash equivalents represented term deposits at banks with original terms to maturity of three months or less from their transactions dates and earned interest at 5.5% per annum (1/1/2019: 5.5% per annum).

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8. Investments

(a) Held-to-maturity investments – short-term

Held-to-maturity investments – short-term represented term deposits at banks with original terms to maturity of more than three months but less than twelve months from their transaction dates. Term deposits are denominated in VND and earned interest at rates from 6.0% to 7.8% per annum (1/1/2019: from 5.8% to 7.2% per annum).

(b) Held-to-maturity investments – long-term

Held-to-maturity investments – long-term represented the Company's investments into bonds of Shipbuilding Industry Corporation. The allowance was fully made for this investment.

(c) Equity investments in other entities

| | 30/6/2019 | | | 1/1/2019 | | |
|--|-------------------|-------------------|------------------------|-------------------|-------------------|------------------------|
| | Cost VND | Allowance VND | Carrying amount VND | Cost VND | Allowance VND | Carrying amount VND |
| Investments in subsidiaries (i) | 2,731,387,995,029 | (73,602,217,308) | 2,657,785,777,721 | 2,731,387,995,029 | (131,681,560,318) | 2,599,706,434,711 |
| Investments in associates, jointly controlled entities (ii) | 633,705,350,635 | (34,755,934,956) | 598,949,415,679 | 633,705,350,635 | (36,558,104,041) | 597,147,246,594 |
| Equity investments in other entities (iii) | 785,951,682,407 | (347,973,101,389) | 437,978,581,018 | 808,576,870,344 | (363,712,845,726) | 444,864,024,618 |
| | 4,151,045,028,071 | (456,331,253,653) | 3,694,713,774,418 | 4,173,670,216,008 | (531,952,510,085) | 3,641,717,705,923 |

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(i) Investments in subsidiaries

| Company name | 30/6/2019 | | | | 1/1/2019 | | | |
|--|------------------------------------|-----------------|-----------------|------------------|------------------------------------|-----------------|-----------------|-------------------|
| | % of equity owned and voting right | Cost VND | Fair value VND | Allowance VND | % of equity owned and voting right | Cost VND | Fair value VND | Allowance VND |
| ▪ Western - Sai Gon Beer Joint Stock Company | 51% | 100,424,933,209 | 321,682,500,000 | - | 51% | 100,424,933,209 | 360,876,000,000 | - |
| ▪ Chuong Duong Beverages Joint Stock Company | 62.06% | 236,167,400,000 | 176,786,400,000 | (59,381,000,000) | 62.06% | 236,167,400,000 | 117,331,450,000 | (118,835,950,000) |
| ▪ Sai Gon - Quang Ngai Beer Joint Stock Company | 66.56% | 299,548,230,160 | 703,825,000,000 | - | 66.56% | 299,548,230,160 | 643,925,000,000 | - |
| ▪ Binh Tay Liquor Joint Stock Company | 91.75% | 208,414,271,535 | (*) | - | 91.75% | 208,414,271,535 | (*) | - |
| ▪ Sai Gon - Dong Xuan Beer Alcohol Joint Stock Company | 51.24% | 17,650,697,182 | 54,565,275,000 | - | 51.24% | 17,650,697,182 | 59,176,425,000 | - |
| ▪ Saigon - Nghetinh Beer Joint Stock Company | 54.73% | 76,324,868,844 | 73,561,600,000 | (2,763,268,844) | 54.73% | 76,324,868,844 | 83,331,500,000 | - |
| ▪ Saigon - Songlam Beer Joint Stock Company | 68.78% | 314,250,000,000 | 340,450,000,000 | - | 68.78% | 314,250,000,000 | 405,445,000,000 | - |
| ▪ Sai Gon - Ha Noi Beer Corporation | 52.11% | 93,800,000,000 | 240,128,000,000 | - | 52.11% | 93,800,000,000 | 300,160,000,000 | - |
| ▪ Sai Gon Beer Trading Company Limited | 100% | 700,000,000,000 | (*) | - | 100% | 700,000,000,000 | (*) | - |
| ▪ Sa Be Co Mechanical Co., Ltd. | 100% | 59,365,663,690 | (*) | - | 100% | 59,365,663,690 | (*) | - |
| ▪ Sai Gon - Ha Tinh Beer One Member Company Limited | 100% | 120,000,000,000 | (*) | - | 100% | 120,000,000,000 | (*) | - |
| ▪ Sai Gon Beer Packaging Joint Stock Company | 76.81% | 55,174,824,506 | (*) | (11,457,948,464) | 76.81% | 55,174,824,506 | (*) | (12,845,610,318) |
| ▪ Saigon Song Tien Beer Trading Joint Stock Company | 90% | 36,265,364,767 | (*) | - | 90% | 36,265,364,767 | (*) | - |

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(i) Investments in subsidiaries (continued)

| Company name | 30/6/2019 | | | | 1/1/2019 | | | |
|-------------------------------------|------------------------------------|-------------------|----------------|------------------|------------------------------------|-------------------|----------------|-------------------|
| | % of equity owned and voting right | Cost VND | Fair value VND | Allowance VND | % of equity owned and voting right | Cost VND | Fair value VND | Allowance VND |
| ▪ Saigon Song Hau Beer | 90% | 36,798,955,472 | (*) | - | 90% | 36,798,955,472 | (*) | - |
| ▪ Trading Joint Stock Company | | | | | | | | |
| ▪ Saigon Beer Center Trading | 94.42% | 83,141,000,000 | (*) | - | 94.41% | 83,141,000,000 | (*) | - |
| ▪ Joint Stock Company | | | | | | | | |
| ▪ Bia Saigon Mien Trung | 91.24% | 54,546,288,176 | (*) | - | 91.24% | 54,546,288,176 | (*) | - |
| ▪ Trading Joint Stock Company | | | | | | | | |
| ▪ Sai Gon Beer Tay Nguyen | 90% | 36,541,448,653 | (*) | - | 90% | 36,541,448,653 | (*) | - |
| ▪ Trading Joint Stock Company | | | | | | | | |
| ▪ Saigon Beer Nam Trung Bo | 90.14% | 55,799,775,209 | (*) | - | 90.14% | 55,799,775,209 | (*) | - |
| ▪ Trading Joint Stock Company | | | | | | | | |
| ▪ Sai Gon Beer Eastern Trading | 90.68% | 36,362,195,948 | (*) | - | 90.68% | 36,362,195,948 | (*) | - |
| ▪ Joint Stock Company | | | | | | | | |
| ▪ Northern Sai Gon Beer | 94.72% | 37,422,345,046 | (*) | - | 94.72% | 37,422,345,046 | (*) | - |
| ▪ Trading Joint Stock Company | | | | | | | | |
| ▪ Sai Gon Beer Bac Trung Bo | 95.07% | 37,369,732,632 | (*) | - | 95.07% | 37,369,732,632 | (*) | - |
| ▪ Trading Joint Stock Company | | | | | | | | |
| ▪ Sai Gon Beer Northeast | 90.45% | 36,000,000,000 | (*) | - | 90.45% | 36,000,000,000 | (*) | - |
| ▪ Trading Joint Stock Company | 100% | 10,000,000 | (*) | - | 100% | 10,000,000 | (*) | - |
| ▪ Saigon Beer Company Limited | | | | | | | | |
| ▪ Saigon Beer Group Company Limited | 100% | 10,000,000 | (*) | - | 100% | 10,000,000 | (*) | - |
| | | | | | | | | |
| | | 2,731,387,995,029 | | (73,602,217,308) | | 2,731,387,995,029 | | (131,681,560,318) |

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(ii) Investments in associates, jointly controlled entities

| Company name | 30/6/2019 | | | | 1/1/2019 | | | |
|---|------------------------------------|-----------------|---------------------|---------------|------------------------------------|-----------------|---------------------|---------------|
| | % of equity owned and voting right | Cost VND | Fair value VND | Allowance VND | % of equity owned and voting right | Cost VND | Fair value VND | Allowance VND |
| ▪ Truong Sa Food - Food Business Joint Stock Company | 28.35% | 4,725,000,000 | (*) (1,453,320,147) | | 28.35% | 4,725,000,000 | (*) (1,139,381,235) | |
| ▪ Sai Gon - Khanh Hoa Beer Joint Stock Company | 26% | 26,000,000,000 | (*) | - | 26% | 26,000,000,000 | (*) | - |
| ▪ Saigon - Phutho Beer Joint Stock Company | 27.03% | 33,787,500,000 | 68,453,475,000 | - | 27.03% | 33,787,500,000 | 60,817,500,000 | - |
| ▪ Sai Gon - Mien Trung Beer Joint Stock Company | 32.22% | 103,174,711,495 | 322,181,660,500 | - | 32.22% | 103,174,711,495 | 311,602,561,200 | - |
| ▪ Tan Thanh Investment Trading Company Limited | 29% | 72,500,000,000 | (*) (1,670,444,279) | | 29% | 72,500,000,000 | (*) (1,207,209,980) | |
| ▪ Sai Gon - Vinh Long Beer Joint Stock Company | 20% | 30,000,000,000 | (*) | - | 20% | 30,000,000,000 | (*) | - |
| ▪ Sai Gon - Kien Giang Beer Joint Stock Company | 20% | 23,000,000,000 | (*) | - | 20% | 23,000,000,000 | (*) | - |
| ▪ Me Linh Point Limited | 25% | 43,111,007,200 | (*) | - | 25% | 43,111,007,200 | (*) | - |
| ▪ Crown Beverage Cans Saigon Limited | 30.04% | 113,224,326,586 | (*) | - | 30.04% | 113,224,326,586 | (*) | - |
| ▪ Malaya - Vietnam Glass Limited | 30% | 86,338,395,824 | (*) | - | 30% | 86,338,395,824 | (*) | - |
| ▪ San Miguel Yamamura Phu Tho Packaging Company Limited | 35% | 26,212,239,000 | (*) | - | 35% | 26,212,239,000 | (*) | - |

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(ii) Investments in associates, jointly controlled entities (continued)

| Company name | 30/6/2019 | | | | 1/1/2019 | | | |
|--|--|-----------------|-------------------|------------------|--|-----------------|-------------------|------------------|
| | % of equity owned and voting right | Cost VND | Fair value VND | Allowance VND | % of equity owned and voting right | Cost VND | Fair value VND | Allowance VND |
| ▪ Vietnam Spirits and Wine Ltd | 45% | 31,632,170,530 | (*) | (31,632,170,530) | 45% | 31,632,170,530 | (*) | (31,632,170,530) |
| ▪ Saigon - Bentre Beer Joint Stock Company | 20% | 20,000,000,000 | (*) | - | 20% | 20,000,000,000 | (*) | (2,579,342,296) |
| ▪ Saigon - Lamdong Beer Joint Stock Company | 20% | 20,000,000,000 | (*) | - | 20% | 20,000,000,000 | (*) | - |
| | | 633,705,350,635 | | (34,755,934,956) | | 633,705,350,635 | | (36,558,104,041) |

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(iii) Equity investments in other entities

| Company name | 30/6/2019 | | | | 1/1/2019 | | | |
|--|------------------------------------|-----------------|-----------------|-------------------|------------------------------------|-----------------|-----------------|-------------------|
| | % of equity owned and voting right | Cost VND | Fair value VND | Allowance VND | % of equity owned and voting right | Cost VND | Fair value VND | Allowance VND |
| ▪ Orient Commercial Joint Stock Bank | 2.03% | 216,579,320,000 | 191,352,815,133 | (25,226,504,867) | 2.03% | 216,579,320,000 | 181,443,866,133 | (35,135,453,867) |
| ▪ Dong A Commercial Joint Stock Bank | 0.95% | 136,265,460,000 | (*) | (136,265,460,000) | 0.95% | 136,265,460,000 | (*) | (136,265,460,000) |
| ▪ Sabeco - Song Lam Packaging Joint Stock Company | 8.2% | 46,000,000,000 | (*) | - | 8.2% | 46,000,000,000 | (*) | - |
| ▪ PVI Holdings | 0.21% | 51,475,140,000 | 17,721,261,000 | (33,753,879,000) | 0.21% | 51,475,140,000 | 15,730,653,600 | (35,744,486,400) |
| ▪ Underground Space Investment and Development Corporation | 4.91% | 23,085,000,000 | (*) | (23,085,000,000) | 4.91% | 23,085,000,000 | (*) | (23,085,000,000) |
| ▪ Phuong Dong Petroleum Tourism Joint Stock Company | 9.8% | 30,700,950,000 | 7,497,000,000 | (23,203,950,000) | 9.8% | 30,700,950,000 | 8,232,000,000 | (22,468,950,000) |
| ▪ Saigon Securities Investment Fund A2 | 10% | 35,757,720,722 | (*) | (35,757,720,722) | 10% | 51,107,720,722 | (*) | (35,757,720,722) |
| ▪ Saigon Beer Transportation Joint Stock Company | 13.54% | 26,588,267,394 | (*) | - | 13.54% | 26,588,267,394 | (*) | - |
| ▪ Saigon Tay Do Beer - Beverage Joint Stock Company | 14.41% | 19,690,000,000 | (*) | - | 14.41% | 19,690,000,000 | (*) | - |
| ▪ Saigon Binh Tay Beer Group Joint Stock Company | 16.42% | 126,429,237,491 | (*) | - | 16.42% | 126,429,237,491 | (*) | - |
| ▪ Vietnam Investment Fund | - | - | - | - | 7.97% | 7,275,187,937 | (*) | (7,275,187,937) |

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(iii) Equity investments in other entities (continued)

| Company name | 30/6/2019 | | | | 1/1/2019 | | | |
|---|------------------------------------|------------------------|----------------|--------------------------|------------------------------------|------------------------|----------------|--------------------------|
| | % of equity owned and voting right | Cost VND | Fair value VND | Allowance VND | % of equity owned and voting right | Cost VND | Fair value VND | Allowance VND |
| ▪ Dai Viet Securities Corporation | 7.2% | 45,000,000,000 | (*) | (42,300,000,000) | 7.2% | 45,000,000,000 | (*) | (39,600,000,000) |
| ▪ Sabeco HP Investment Company Limited | 8% | 24,426,586,800 | (*) | (24,426,586,800) | 8% | 24,426,586,800 | (*) | (24,426,586,800) |
| ▪ Sai Gon - Dong Nai Beer Joint Stock Company | 10.38% | 3,954,000,000 | (*) | (3,954,000,000) | 10.38% | 3,954,000,000 | (*) | (3,954,000,000) |
| | | <u>785,951,682,407</u> | | <u>(347,973,101,389)</u> | | <u>808,576,870,344</u> | | <u>(363,712,845,726)</u> |

(*) The Company has not determined fair values of these financial instruments for disclosure in the separate interim financial statements because information about their market prices is not available and there is currently no guidance on determination of fair value using valuation techniques under Vietnamese Accounting Standards or the Vietnamese Accounting System for enterprises. The fair values of these investments may differ from their carrying amounts.

Movements of equity investments in other entities during the period were as follows:

| | Six-month period ended | |
|---|------------------------|------------------------|
| | 30/6/2019 VND | 30/6/2018 VND |
| Opening balance | 808,576,870,344 | 783,539,401,803 |
| Decrease through offsetting with other payables | (15,350,000,000) | - |
| Written off during the period | (7,275,187,937) | - |
| Closing balance | <u>785,951,682,407</u> | <u>783,539,401,803</u> |

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(iv) Allowance for diminution in the value of long-term financial investments

Movements in allowance for diminution in the value of long-term financial investments during the period were as follows:

| | Six-month period ended | |
|--------------------------------------|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Opening balance | 531,952,510,085 | 409,487,304,565 |
| Allowance made during the period | 6,975,442,055 | 91,697,419,784 |
| Allowance utilised during the period | (7,275,187,937) | - |
| Allowance reversed during the period | (75,321,510,550) | (43,142,477,911) |
| Closing balance | 456,331,253,653 | 458,042,246,438 |

9. Accounts receivable from customers

(a) Accounts receivable from customers detailed by significant customers

| | 30/6/2019 | 1/1/2019 |
|--------------------------------------|------------------|-----------------|
| | VND | VND |
| Sai Gon Beer Trading Company Limited | 285,902,762,068 | 595,118,607,501 |
| Other customers | 145,041,963,694 | 264,669,840,011 |
| | 430,944,725,762 | 859,788,447,512 |

(b) Accounts receivable from customers who are related parties

| | 30/6/2019 | 1/1/2019 |
|--|------------------|-----------------|
| | VND | VND |
| Subsidiaries | | |
| Sai Gon Beer Trading Company Limited | 285,902,762,068 | 595,118,607,501 |
| Saigon - Soc Trang Beer One Member Limited Company | 8,639,210,359 | 5,356,282,534 |
| Saigon - Songlam Beer Joint Stock Company | 6,960,360,004 | 11,369,131,887 |
| Sai Gon - Quang Ngai Beer Joint Stock Company | 4,638,114,085 | 11,747,280,002 |
| Sai Gon - Ha Tinh Beer One Member Company Limited | 3,742,778,125 | 9,912,502,699 |
| Sai Gon - Dong Xuan Beer Alcohol Joint Stock Company | 3,471,632,339 | 1,937,036,053 |
| Sai Gon - Ha Noi Beer Corporation | 3,381,515,808 | 7,597,002,247 |
| Western - Sai Gon Beer Joint Stock Company | 734,229,100 | 2,294,466,081 |
| Saigon - Nghetinh Beer Joint Stock Company | 451,044,000 | 2,840,306,460 |
| Northern Sai Gon Beer Trading Joint Stock Company | - | 40,809,032 |

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(b) Accounts receivable from customers who are related parties (continued)

| | 30/6/2019 | 1/1/2019 |
|---|------------------|-----------------|
| | VND | VND |
| Associates, jointly controlled entities | | |
| Saigon - Lamdong Beer Joint Stock Company | 16,452,308,204 | - |
| Sai Gon - Mien Trung Beer Joint Stock Company | 14,022,140,169 | 13,012,071,973 |
| Saigon - Phutho Beer Joint Stock Company | 13,218,916,168 | 7,817,994,934 |
| Sai Gon - Kien Giang Beer Joint Stock Company | 8,796,219,180 | 63,613,089,846 |
| Sai Gon - Khanh Hoa Beer Joint Stock Company | 8,700,728,359 | 15,077,209,933 |
| Saigon Binh Tay Beer Group Joint Stock Company | 8,157,142,784 | 26,202,728,309 |
| Sai Gon - Vinh Long Beer Joint Stock Company | 7,459,588,224 | 7,688,071,008 |
| Saigon Tay Do Beer - Beverage Joint Stock Company | 6,887,788,277 | 12,730,293,185 |
| Saigon - Bentre Beer Joint Stock Company | 4,705,788,729 | 22,682,166,416 |
| Saigon - Baclieu Beer Joint Stock Company | 594,489,500 | 1,295,023,699 |

10. Other receivables

(a) Other short-term receivables

| | 30/6/2019 | 1/1/2019 |
|---|--------------------------|------------------------|
| | VND | VND |
| Receivables due to difference between value of capital contribution in kind and agreed capital contribution in an associate | 277,230,733,543 | 277,230,733,543 |
| Interests income from loans granted, bank deposits and bonds purchased | 229,080,765,153 | 144,699,293,867 |
| Dividends receivable | 582,710,572,610 | 41,208,088,679 |
| Other short-term receivables | 16,221,411,548 | 16,147,733,389 |
| | 1,105,243,482,854 | 479,285,849,478 |

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Other short-term receivables from related parties

| | 30/6/2019 VND | 1/1/2019 VND |
|--|--------------------------|-------------------------|
| Subsidiaries | | |
| Saigon Beer Nam Trung Bo Trading Joint Stock Company | 156,713,613,598 | 29,700,000 |
| Sai Gon Beer Tay Nguyen Trading Joint Stock Company | 119,771,034,792 | - |
| Sai Gon Beer Trading Company Limited | 81,653,710,867 | 351,086,615 |
| Sai Gon - Quang Ngai Beer Joint Stock Company | 65,890,000,000 | - |
| Saigon - Songlam Beer Joint Stock Company | 18,570,000,000 | - |
| Sai Gon - Ha Tinh Beer One Member Company Limited | 5,183,839,972 | 3,760,528,679 |
| Sa Be Co Mechanical Co.,Ltd | 11,163,270 | 9,242,328 |
| Western - Sai Gon Beer Joint Stock Company | - | 15,135,816,682 |
| Binh Tay Liquor Joint Stock Company | - | 3,422,834,000 |
| Associates, jointly controlled entities | | |
| Tan Thanh Investment Trading Company Limited | 277,230,733,543 | 277,230,733,543 |
| Crown Beverage Cans Saigon Limited | 128,123,009,996 | - |
| Saigon Binh Tay Beer Group Joint Stock Company | 7,186,150,000 | - |
| Sai Gon - Khanh Hoa Beer Joint Stock Company | 83,916,000 | 83,916,000 |
| Sai Gon - Mien Trung Beer Joint Stock Company | - | 19,234,726,000 |
| Sai Gon - Vinh Long Beer Joint Stock Company | - | 37,530,955 |

(b) Other long-term receivables

| | 30/6/2019 VND | 1/1/2019 VND |
|--|--------------------------|-------------------------|
| Receivables from Sai Gon - Ha Tinh Beer One Member Company Limited | 328,073,502,218 | 328,073,502,218 |
| Long-term deposits | 14,725,342,501 | 13,784,684,101 |
| Other long-term receivables | 8,028,765,000 | 8,028,765,000 |
| | 350,827,609,719 | 349,886,951,319 |

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11. Allowance for doubtful debts

(a) Short-term

| | 30/6/2019 | | | | 1/1/2019 | | | |
|--|-----------------|----------------|------------------|------------------------------|-----------------|----------------|------------------|------------------------------|
| | Overdue days | Cost VND | Allowance VND | Recoverable amount VND | Overdue days | Cost VND | Allowance VND | Recoverable amount VND |
| Prepayments to suppliers | Over 2 years | 141,522,563 | (141,522,563) | - | Over 2 years | 141,522,563 | (141,522,563) | - |
| Other short-term receivables | Over 2 years | 17,554,383,670 | (17,554,383,670) | - | Over 2 years | 17,554,383,670 | (17,554,383,670) | - |
| Shortage of assets awaiting resolution | Over 2 years | 23,091,880,659 | (23,091,880,659) | - | Over 2 years | 23,091,880,659 | (23,091,880,659) | - |
| | | 40,787,786,892 | (40,787,786,892) | - | | 40,787,786,892 | (40,787,786,892) | - |

(b) Long-term

| | 30/6/2019 | | | | 1/1/2019 | | | |
|-------------------------------|-----------------|----------------|------------------|------------------------------|-----------------|----------------|------------------|------------------------------|
| | Overdue days | Cost VND | Allowance VND | Recoverable amount VND | Overdue days | Cost VND | Allowance VND | Recoverable amount VND |
| Investments into Shipbuilding | | | | | | | | |
| Industry Corporation's bonds | Over 2 years | 20,868,879,905 | (20,868,879,905) | - | Over 2 years | 20,868,879,905 | (20,868,879,905) | - |
| Loans receivable – long-term | Over 2 years | 4,000,000,000 | (4,000,000,000) | - | Over 2 years | 4,000,000,000 | (4,000,000,000) | - |
| Other long-term receivables | Over 2 years | 8,000,000,000 | (8,000,000,000) | - | Over 2 years | 8,000,000,000 | (8,000,000,000) | - |
| | | 32,868,879,905 | (32,868,879,905) | - | | 32,868,879,905 | (32,868,879,905) | - |

There was no movement in allowance for doubtful debts – short-term and long-term during the six-month periods ended 30 June 2019 and 30 June 2018.

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12. Shortage of assets awaiting resolution

| | 30/6/2019 VND | 1/1/2019 VND |
|---------------------------------|--------------------------------|-------------------------------|
| Personal income tax receivables | 8,409,516,549 | 8,409,516,549 |
| Other shortage of assets | 14,682,364,110 | 14,682,364,110 |
| | <u>23,091,880,659</u> | <u>23,091,880,659</u> |

13. Inventories

(a) Inventories

| | 30/6/2019 | | 1/1/2019 |
|--------------------|---------------------------|--------------------------------|--------------------------------|
| | Cost VND | Allowance VND | Cost VND |
| | | VND | Allowance VND |
| Goods in transit | 114,915,282,126 | - | 102,013,596,138 |
| Raw materials | 190,595,498,554 | (6,172,184,950) | 223,457,242,655 |
| Tools and supplies | 25,243,962,949 | (22,054,823,732) | 24,572,815,678 |
| Work in progress | 85,823,671,677 | - | 85,866,092,406 |
| Finished goods | 24,067,063,841 | (10,123,969) | 36,016,222,523 |
| Merchandise | | | |
| inventories | 16,728,416,320 | (16,728,416,320) | 16,728,416,320 |
| | <u>457,373,895,467</u> | <u>(44,965,548,971)</u> | <u>488,654,385,720</u> |
| | | | <u>(46,716,160,368)</u> |

Included in inventories at 30 June 2019 was VND44,966 million (1/1/2019: VND46,716 million) of obsolete, slow-moving inventories that are difficult to sell.

Movements in allowance for inventories during the period were as follows:

| | Six-month period ended 30/6/2019 VND | 30/6/2018 VND |
|---|---|--------------------------------|
| Opening balance | 46,716,160,368 | 26,326,459,383 |
| Transfer to long-term tools, supplies and spare parts | (2,136,869) | 6,096,100,957 |
| Allowance made during the period | 257,347,693 | - |
| Allowance reversed during the period | (2,005,822,221) | (544,791,764) |
| Allowance utilised during the period | - | (491,683,979) |
| | <u>44,965,548,971</u> | <u>31,386,084,597</u> |
| Closing balance | | |

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

| | 30/6/2019 | | 1/1/2019 | |
|--|---------------------|--------------------------|---------------------|--------------------------|
| | Cost VND | Allowance VND | Cost VND | Allowance VND |
| Long-term tools, supplies and spare parts | 44,261,672,281 | (15,295,729,151) | 46,150,225,281 | (13,275,686,044) |

Movements in allowance for long-term tools, supplies and spare parts during the period were as follows:

| | Six-month period ended | |
|--------------------------------------|-------------------------------|--------------------------|
| | 30/6/2019 VND | 30/6/2018 VND |
| Opening balance | 13,275,686,044 | 12,153,924,286 |
| Allowance made during the period | 3,230,259,465 | - |
| Transfer from inventories | 2,136,869 | (6,096,100,957) |
| Allowance reversed during the period | (1,212,353,227) | - |
| Closing balance | 15,295,729,151 | 6,057,823,329 |

14. Prepaid expenses

(a) Short-term prepaid expenses

| | 30/6/2019 VND | 1/1/2019 VND |
|------------------------|--------------------------|-------------------------|
| Advertising fee | 34,683,716,148 | 40,229,620,142 |
| Land rental fee | 10,931,318,052 | - |
| Tools and instruments | 570,729,880 | 7,333,770,545 |
| Other prepaid expenses | 4,235,599,039 | 2,352,431,527 |
| | 50,421,363,119 | 49,915,822,214 |

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| | Property held for future investment (*) VND | Returnable packaging VND | Tools and instruments and others VND | Total VND |
|-----------------------------|--|---|---|----------------------|
| Opening balance | 51,602,316,000 | 23,169,336,516 | 7,498,193,850 | 82,269,846,366 |
| Additions | - | 2,117,770,410 | - | 2,117,770,410 |
| Amortisation for the period | - | (9,711,939,977) | (2,189,978,523) | (11,901,918,500) |
| Closing balance | 51,602,316,000 | 15,575,166,949 | 5,308,215,327 | 72,485,698,276 |

(*) Property held for future investment represented the value of land use rights awaiting transfer (Note 23(b)).

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15. Tangible fixed assets

| Cost | Buildings and structures VND | Machinery and equipment VND | Motor vehicles VND | Office equipment VND | Total VND |
|--|---|--|-----------------------------------|-------------------------------------|----------------------|
| Opening balance | 578,837,789,881 | 2,721,622,534,658 | 56,983,995,633 | 96,822,894,226 | 3,454,267,214,398 |
| Additions | - | 3,866,302,000 | - | 2,183,179,364 | 6,049,481,364 |
| Transfer from construction in progress | - | 675,350,333 | - | - | 675,350,333 |
| Disposals | - | (63,606,926,486) | - | - | (63,606,926,486) |
| Written off | (1,937,000,000) | - | - | - | (1,937,000,000) |
| Closing balance | 576,900,789,881 | 2,662,557,260,505 | 56,983,995,633 | 99,006,073,590 | 3,395,448,119,609 |
| Accumulated depreciation | | | | | |
| Opening balance | 382,343,741,709 | 2,208,426,802,801 | 44,299,433,653 | 69,933,043,396 | 2,705,003,021,559 |
| Charge for the period | 16,494,757,625 | 91,923,653,673 | 1,657,098,545 | 4,846,092,034 | 114,921,601,877 |
| Disposals | - | (63,606,926,486) | - | - | (63,606,926,486) |
| Written off | (1,937,000,000) | - | - | - | (1,937,000,000) |
| Closing balance | 396,901,499,334 | 2,236,743,529,988 | 45,956,532,198 | 74,779,135,430 | 2,754,380,696,950 |
| Net book value | | | | | |
| Opening balance | 196,494,048,172 | 513,195,731,857 | 12,684,561,980 | 26,889,850,830 | 749,264,192,839 |
| Closing balance | 179,999,290,547 | 425,813,730,517 | 11,027,463,435 | 24,226,938,160 | 641,067,422,659 |

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Included in tangible fixed assets were assets costing VND703,569 million which were fully depreciated as at 30 June 2019 (1/1/2019: VND705,550 million), but which are still in active use.

The net book value of tangible fixed assets retired from active use and held for disposal amounting to VND56,155 million as at 30 June 2019 (1/1/2019: VND119,454 million).

Historical cost of tangible fixed assets that the Company has leased to its subsidiaries and associates to earn rental income as at 30 June 2019 was VND86,394 million (1/1/2019: VND86,394 million).

16. Intangible fixed assets

| | Land use rights (*) VND | Software VND | Total VND |
|---------------------------------|------------------------------------|-------------------------|----------------------|
| Cost | | | |
| Opening and closing balance | 929,359,796,577 | 63,115,807,247 | 992,475,603,824 |
| Accumulated amortisation | | | |
| Opening balance | 56,750,071,392 | 58,509,901,091 | 115,259,972,483 |
| Charge for the period | 2,311,685,832 | 2,052,231,162 | 4,363,916,994 |
| Closing balance | 59,061,757,224 | 60,562,132,253 | 119,623,889,477 |
| Net book value | | | |
| Opening balance | 872,609,725,185 | 4,605,906,156 | 877,215,631,341 |
| Closing balance | 870,298,039,353 | 2,553,674,994 | 872,851,714,347 |

Included in intangible fixed assets were assets costing VND52,244 million which were fully amortised as at 30 June 2019 (1/1/2019: VND52,244 million), but which are still in use.

- (*) Land use rights as at 30 June 2019 included the value of land use rights of VND735,380 million that the Company has additionally recorded on the equitisation date following the Minutes of Corporate Valuation dated 31 December 2007 and the Equitisation Finalisation Minute, which was performed by representative of the Ministry of Industry and Trade and the Ministry of Finance on 30 April 2008, who issued the report on 6 March 2010. The Company has recorded the increase in value of land use rights in “Intangible fixed assets” with a corresponding payable to State Treasury in “Other short-term payables” account (Note 23(a)).

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

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

| No | Location | Square m2 | Revalued amount in connection with equitisation VND |
|----|--|--------------|--|
| 1 | 46 Ben Van Don, Ward 12, District 4, Ho Chi Minh City, Vietnam | 3,872.5 | 55,241,212,500 |
| 2 | 187 Nguyen Chi Thanh, Ward 12, District 5, Ho Chi Minh City, Vietnam | 17,406.1 | 418,634,111,100 |
| 3 | 474 Nguyen Chi Thanh, Ward 6, District 10, Ho Chi Minh City, Vietnam | 7,729 | 247,637,160,000 |
| 4 | 18/3B Phan Huy Ich, Ward 15, Tan Binh District, Ho Chi Minh City, Vietnam | 2,216.3 | 13,867,389,100 |
| | | | <hr/> 735,379,872,700 <hr/> |

The Company has not amortised the above land use rights because their costs and useful lives have not been measured reliably at the balance sheet date. During the period, the Company has also recognised the land rental expenses to the separate statement of income an amount of VND11,544 million (for the six-month period ended 30 June 2018: VND11,611 million) following the tax payment notices from local tax authorities.

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17. Investment properties

| | Buildings and structures VND |
|---------------------------------|---|
| Cost | |
| Opening and closing balance | 7,859,289,977 |
| Accumulated depreciation | |
| Opening balance | 3,897,263,861 |
| Charge for the period | 196,482,252 |
| Closing balance | 4,093,746,113 |
| Net book value | |
| Opening balance | 3,962,026,116 |
| Closing balance | 3,765,543,864 |

The Company has not determined fair values of investment properties held to earn rental for disclosure in the separate interim financial statements because there is currently no guidance on determination of fair value using valuation techniques under Vietnamese Accounting Standards or the Vietnamese Accounting System for enterprises. The fair value of investment properties held to earn rental may differ from their carrying amounts.

18. Construction in progress

| | Six-month period ended | |
|-----------------------------------|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Opening balance | 101,997,344,337 | 61,211,627,837 |
| Additions during the period | 44,202,084,465 | 34,887,468,278 |
| Transfer to tangible fixed assets | (675,350,333) | (2,111,846,578) |
| Closing balance | 145,524,078,469 | 93,987,249,537 |

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Major constructions in progress were as follows:

| | 30/6/2019 VND | 1/1/2019 VND |
|---|--------------------------|-------------------------|
| Upgrade warehouse and brewery at Nguyen Chi Thanh | | |
| Brewery | 88,911,755,236 | 88,817,343,236 |
| Beer filtration system | 37,972,950,393 | 824,581,182 |
| Other projects | 18,639,372,840 | 12,355,419,919 |
| | <hr/> | <hr/> |
| | 145,524,078,469 | 101,997,344,337 |
| | <hr/> | <hr/> |

19. Deferred tax assets

| | 30/6/2019 VND | 1/1/2019 VND |
|--|--------------------------|-------------------------|
| Deferred tax assets recognised on: | | |
| ▪ Allowance for diminution in the value of long-term financial investments | 57,375,531,599 | 52,984,561,077 |
| ▪ Accrued expenses and provisions | 21,835,633,704 | 34,007,262,753 |
| ▪ Allowance for inventories | 12,052,255,624 | 11,998,369,282 |
| ▪ Allowance for doubtful debts | 2,304,311,667 | 2,304,311,667 |
| | <hr/> | <hr/> |
| Total deferred tax assets | 93,567,732,594 | 101,294,504,779 |
| | <hr/> | <hr/> |

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20. Accounts payable to suppliers

(a) Accounts payable to suppliers detailed by significant suppliers

| | Cost/Amount within payment capacity | |
|------------------------------------|--|-------------------|
| | 30/6/2019 | 1/1/2019 |
| | VND | VND |
| Crown Beverage Cans Saigon Limited | 146,174,869,389 | 217,001,205,735 |
| Other suppliers | 1,183,908,190,731 | 2,153,787,249,088 |
| | <hr/> | <hr/> |
| | 1,330,083,060,120 | 2,370,788,454,823 |

(b) Accounts payable to suppliers who are related parties

| | Cost/Amount within payment capacity | |
|---|--|-----------------|
| | 30/6/2019 | 1/1/2019 |
| | VND | VND |
| Subsidiaries | | |
| Northern Sai Gon Beer Trading Joint Stock Company | 31,881,715,240 | 29,637,985,845 |
| Sai Gon - Quang Ngai Beer Joint Stock Company | 28,845,711,136 | 26,252,241,400 |
| Sai Gon - Ha Tinh Beer One Member Company Limited | 25,894,954,800 | 39,585,975,000 |
| Saigon - Songlam Beer Joint Stock Company | 21,503,369,360 | 58,559,536,728 |
| Saigon Song Hau Beer Trading Joint Stock Company | 17,387,323,124 | 60,211,555,443 |
| Sai Gon - Ha Noi Beer Corporation | 17,373,055,766 | 27,041,488,482 |
| Sai Gon Beer Eastern Trading Joint Stock Company | 16,269,167,539 | 37,813,972,006 |
| Sai Gon Beer Packaging Joint Stock Company | 12,364,826,320 | 18,835,210,240 |
| Saigon Soc Trang Beer One Member Limited Company | 9,584,319,360 | 22,450,953,360 |
| Saigon Beer Center Trading Joint Stock Company | 9,030,630,110 | 28,563,399,700 |
| Saigon Beer Nam Trung Bo Trading Joint Stock Company | 9,024,999,435 | 13,675,794,719 |
| Sai Gon Beer Northeast Trading Joint Stock Company | 8,690,240,451 | 21,767,189,034 |
| Saigon Song Tien Beer Trading Joint Stock Company | 8,540,847,708 | 39,776,536,181 |
| Western - Sai Gon Beer Joint Stock Company | 6,832,542,024 | 12,743,161,114 |
| Saigon - Nghetinh Beer Joint Stock Company | 5,678,942,940 | 3,377,627,770 |
| Bia Saigon Mien Trung Trading Joint Stock Company | 4,359,289,698 | 18,735,326,224 |
| Sai Gon - Dong Xuan Beer Alcohol Joint Stock Company | 3,980,843,810 | 9,405,748,680 |
| Sa Be Co Mechanical Co.,Ltd | 3,129,141,533 | 1,309,900,134 |
| Sai Gon Beer Bac Trung Bo Trading Joint Stock Company | 3,008,157,761 | 13,522,311,831 |
| Sai Gon Beer Tay Nguyen Trading Joint Stock Company | 2,990,002,988 | 25,633,011,879 |
| Sai Gon Beer Trading Company Limited | 248,792,521 | 18,372,124,012 |
| Chuong Duong Beverages Joint Stock Company | - | 10,748,221,283 |

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

| | Cost/Amount within payment capacity | |
|---|--|-----------------|
| | 30/6/2019 | 1/1/2019 |
| | VND | VND |
| Associates, jointly controlled entities | | |
| Crown Beverage Cans Saigon Limited | 146,174,869,389 | 217,001,205,735 |
| Saigon Binh Tay Beer Group Joint Stock Company | 42,467,643,390 | 80,479,565,925 |
| Sai Gon - Mien Trung Beer Joint Stock Company | 36,309,687,260 | 68,407,824,584 |
| Saigon - Phutho Beer Joint Stock Company | 29,293,946,000 | 34,832,174,850 |
| Sai Gon - Khanh Hoa Beer Joint Stock Company | 15,215,133,340 | 43,265,809,950 |
| Saigon - Lamdong Beer Joint Stock Company | 12,904,320,000 | - |
| Sai Gon - Kien Giang Beer Joint Stock Company | 10,734,793,686 | 55,072,169,614 |
| San Miguel Yamamura Phu Tho Packaging Company Limited | 9,717,262,500 | 13,248,400,000 |
| Saigon Tay Do Beer - Beverage Joint Stock Company | 9,613,731,754 | 28,504,068,582 |
| Sai Gon - Vinh Long Beer Joint Stock Company | 8,316,360,624 | 42,224,298,050 |
| Saigon - Bentre Beer Joint Stock Company | 3,548,276,600 | 36,922,865,100 |
| Saigon - Bac Lieu Beer Joint Stock Company | 3,332,839,030 | 6,121,281,540 |
| Truong Sa Food - Food Business Joint Stock Company | - | 436,148,400 |
| Other related party | | |
| TBC-Ball Beverage Can Vietnam Co., Ltd | 27,662,398,408 | 424,310,304 |

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21. Taxes payable to State Treasury

| | 1/1/2019 VND | Incurred VND | Paid VND | Net-off VND | 30/6/2019 VND |
|------------------------|-----------------|-------------------|---------------------|---------------------|------------------|
| Special sales tax | 250,700,528,304 | 1,504,727,772,661 | (1,528,035,177,724) | - | 227,393,123,241 |
| Corporate income tax | 172,138,569,138 | 349,702,247,185 | (408,099,268,309) | - | 113,741,548,014 |
| Value added tax | 42,795,381,517 | 2,486,293,436,930 | (433,305,052,664) | (2,045,817,923,053) | 49,965,842,730 |
| Personal income tax | 20,760,796,577 | 32,881,549,558 | (39,270,486,704) | - | 14,371,859,431 |
| Import-export tax | - | 9,570,095,816 | (9,570,095,816) | - | - |
| Land tax | 1,581,049,815 | 11,632,725,305 | (11,632,725,305) | - | 1,581,049,815 |
| Natural resource taxes | 103,637,520 | 589,573,680 | (596,429,040) | - | 96,782,160 |
| Other taxes | 2,059,190,000 | 5,504,237,711 | (7,487,703,966) | - | 75,723,745 |
| | 490,139,152,871 | 4,400,901,638,846 | (2,437,996,939,528) | (2,045,817,923,053) | 407,225,929,136 |

In 2018, the Company received the Notification of the tax authority requesting provisional payments to the State budget in relation to the late payment penalty and late interest on special sales tax for the period from 2007 to 2015 that had been paid by the Company. However, the Company's position has always been clear and consistent since the State Audit issued audit conclusion in 2015: (i) the Company did not violate regulations on the declaration, calculation and payment of special sales tax, and (ii) the Company has always complied with the written guidance issued by the Ministry of Finance, General Department of Taxation and Ho Chi Minh City Tax Department over the past years on the same matter. The Company has sent the official letters to the relevant authorities to resolve the above matters and is waiting for their official responses.

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22. Accrued expenses

| | 30/6/2019 | 1/1/2019 |
|------------------------------------|------------------|-----------------|
| | VND | VND |
| Advertising and promotion expenses | 542,715,893,274 | 157,990,164,574 |
| Others | 62,849,974,948 | 28,062,346,279 |
| | <hr/> | <hr/> |
| | 605,565,868,222 | 186,052,510,853 |
| | <hr/> | <hr/> |

23. Other payables

(a) Other payables – short-term

| | 30/6/2019 | 1/1/2019 |
|--|------------------|-----------------|
| | VND | VND |
| Estimated land use rights payable to the State in connection with equitisation (*) | 735,379,872,700 | 735,379,872,700 |
| Bonus and welfare fund payable to subsidiaries | 42,274,455,947 | 27,610,484,463 |
| Dividends received in advance | - | 21,949,556,892 |
| Dividends payable | 6,702,709,375 | 6,919,584,375 |
| Other payables | 65,181,397,500 | 91,767,309,798 |
| | <hr/> | <hr/> |
| | 849,538,435,522 | 883,626,808,228 |
| | <hr/> | <hr/> |

- (*) Estimated land use rights payable to the State in connection with equitisation was recorded in accordance with Equitisation Finalisation Minute issued by representative of Ministry of Industry and Trade and Ministry of Finance dated 6 March 2010 (Note 16).

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Other payables – short-term to related parties

| | 30/6/2019 | 1/1/2019 |
|---|------------------|-----------------|
| | VND | VND |
| Subsidiaries | | |
| Sai Gon Beer Trading Company Limited | 25,555,668,022 | 35,739,984,670 |
| Sai Gon - Ha Tinh Beer One Member Company Limited | 8,988,336,717 | 6,422,123,067 |
| Sa Be Co Mechanical Co.,Ltd | 7,730,451,208 | 7,397,933,618 |
| Northern Sai Gon Beer Trading Joint Stock Company | 1,522,160,540 | 1,522,160,540 |
| Saigon Song Tien Beer Trading Joint Stock Company | 815,478,874 | 739,328,874 |
| Sai Gon Beer Bac Trung Bo Trading Joint Stock Company | 437,717,745 | 437,717,745 |
| Saigon Song Hau Beer Trading Joint Stock Company | 106,561,973 | 106,561,973 |
| Saigon Beer Nam Trung Bo Trading Joint Stock Company | 82,229,450 | 82,229,450 |
| Sai Gon Beer Eastern Trading Joint Stock Company | 52,063,478 | 52,063,478 |
| Saigon Soc Trang Beer One Member Limited Company | 12,932,851 | 12,932,851 |
| Associates, jointly controlled entity | | |
| Saigon Binh Tay Beer Group Joint Stock Company | 287,780,949 | 287,780,949 |

(b) Other payables – long-term

| | 30/6/2019 | 1/1/2019 |
|--|------------------|-----------------|
| | VND | VND |
| Land tax payable to the State (Note 14(b)) | 51,602,316,000 | 51,602,316,000 |

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24. Bonus and welfare fund

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

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

| | Six-month period ended | |
|--|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Opening balance | 73,705,919,202 | 97,012,813,080 |
| Appropriation during the period (Note 26) | 48,115,251,112 | - |
| Additional appropriation to bonus and welfare fund (Note 26) | 9,856,905,653 | - |
| Transferred to subsidiaries | (14,663,971,484) | - |
| Utilisation during the period | (65,693,313,735) | (96,442,492,918) |
| Closing balance | 51,320,790,748 | 570,320,162 |

25. Provisions – long-term

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

| | Six-month period ended | |
|-------------------------------|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Opening balance | 99,246,846,000 | 24,966,447,042 |
| Utilisation during the period | (5,548,994,830) | (177,875,000) |
| Closing balance | 93,697,851,170 | 24,788,572,042 |

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26. Changes in owners' equity

| | Share capital VND | Investment and development fund VND | Retained profits VND | Total VND |
|--|----------------------|---|-------------------------|---------------------|
| Balance as at 1 January 2018 | 6,412,811,860,000 | 760,819,802,040 | 4,935,934,888,700 | 12,109,566,550,740 |
| Net profit for the period | - | - | 1,762,344,586,123 | 1,762,344,586,123 |
| Balance as at 1 July 2018 | 6,412,811,860,000 | 760,819,802,040 | 6,698,279,474,823 | 13,871,911,136,863 |
| Net profit for the period | - | - | 1,652,057,134,656 | 1,652,057,134,656 |
| Dividends | - | - | (2,244,484,151,000) | (2,244,484,151,000) |
| Appropriation to bonus and welfare fund | - | - | (114,397,723,138) | (114,397,723,138) |
| Additional appropriation to bonus and welfare fund | - | - | (25,689,699,033) | (25,689,699,033) |
| Appropriation to social activities fund | - | - | (31,798,656,758) | (31,798,656,758) |
| Additional appropriation to social activities fund | - | - | (1,086,828,092) | (1,086,828,092) |
| Balance as at 1 January 2019 | 6,412,811,860,000 | 760,819,802,040 | 5,932,879,551,458 | 13,106,511,213,498 |
| Net profit for the period | - | - | 2,884,349,985,504 | 2,884,349,985,504 |
| Appropriation to bonus and welfare fund (Note 24) | - | - | (48,115,251,112) | (48,115,251,112) |
| Additional appropriation to bonus and welfare fund | - | - | (9,856,905,653) | (9,856,905,653) |
| Appropriation to social activities fund | - | - | (20,232,463,045) | (20,232,463,045) |
| Additional appropriation to social activities fund | - | - | (2,345,360,450) | (2,345,360,450) |
| Balance as at 30 June 2019 | 6,412,811,860,000 | 760,819,802,040 | 8,736,679,556,702 | 15,910,311,218,742 |

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27. Share capital

The Company's authorised and issued share capital are:

| | 30/6/2019 | | 1/1/2019 | |
|--|---------------------|-------------------|---------------------|-------------------|
| | Number of shares | VND | Number of shares | VND |
| Authorised and issued share capital | | | | |
| Ordinary shares | 641,281,186 | 6,412,811,860,000 | 641,281,186 | 6,412,811,860,000 |
| Shares in circulation | | | | |
| Ordinary shares | 641,281,186 | 6,412,811,860,000 | 641,281,186 | 6,412,811,860,000 |

All ordinary shares have a par value of VND10,000. Each share is entitled to one vote at shareholders' meetings of the Company. Shareholders are entitled to receive dividend as declared from time to time. All ordinary shares are ranked equally with regard to the Company's residual assets. In respect of shares bought back by the Company, all rights are suspended until those shares are reissued.

There was no movement in share capital during the six-month periods ended 30 June 2019 and 30 June 2018.

28. Investment and development fund

Investment and development fund was appropriated from retained profits in accordance with the resolution of General Meeting of shareholders. This fund was established for the purpose of future business expansion.

29. Off balance sheet items

(a) Leases

The future minimum lease payments under non-cancellable operating leases were:

| | 30/6/2019 VND | 1/1/2019 VND |
|------------------------|------------------------|------------------------|
| Within one year | 39,043,384,143 | 35,854,967,777 |
| From two to five years | 20,509,213,686 | 35,675,578,218 |
| More than five years | 55,535,712,386 | 56,675,778,615 |
| | 115,088,310,215 | 128,206,324,610 |

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(b) Assets, materials and goods held for third parties

| | Unit | 30/6/2019 | 1/1/2019 |
|----------------|-------|------------|------------|
| Labels | pair | 32,246,200 | 12,006,780 |
| Caps | piece | 14,800,000 | 6,000,000 |
| Bottles | piece | 2,061,139 | 2,601,139 |
| Cans | piece | 1,288,656 | 540,418 |
| Plastic crates | piece | 80,499 | 78,350 |
| Beer cans | box | - | 17,150 |
| Boxes | piece | 7,335 | 9,020 |
| Pallets | piece | 2,040 | - |

(c) Foreign currencies

| | 30/6/2019 | | 1/1/2019 | |
|-----|----------------------|-----------------------|----------------------|----------------------|
| | Original currency | VND equivalent | Original currency | VND equivalent |
| USD | 462,596 | 10,764,610,782 | 63,717 | 1,475,059,894 |
| EUR | 7,692 | 202,284,216 | 9,585 | 253,348,341 |
| | | <u>10,966,894,998</u> | | <u>1,728,408,235</u> |

(d) Capital expenditure commitments

At the reporting date, the Company had the following outstanding capital commitments approved but not provided for in the balance sheet:

| | 30/6/2019 VND | 1/1/2019 VND |
|-------------------------|------------------|-----------------|
| Approved and contracted | 62,106,976,506 | 46,023,659,611 |

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30. Revenue from sales of goods and provision of services

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

Net revenue comprised:

| | Six-month period ended | |
|---|-------------------------------|---------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Total revenue | | |
| ▪ Sales of merchandise goods | 13,215,932,401,925 | 11,918,204,595,840 |
| ▪ Sales of raw materials | 3,604,235,295,102 | 3,474,475,550,631 |
| ▪ Sales of finished goods | 2,084,049,238,858 | 1,947,576,298,233 |
| <i>Sales of finished goods inclusive of special sales tax</i> | 3,588,777,011,519 | 3,256,155,472,560 |
| <i>Special sales tax</i> | (1,504,727,772,661) | (1,308,579,174,327) |
| ▪ Others | 21,830,253,485 | 21,369,079,775 |
| | 18,926,047,189,370 | 17,361,625,524,479 |
| Less revenue deductions | | |
| ▪ Sales returns | 1,829,235,021 | - |
| Net revenue | 18,924,217,954,349 | 17,361,625,524,479 |

31. Cost of sales

| | Six-month period ended | |
|--------------------------------|-------------------------------|--------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Cost of merchandise goods sold | 11,710,569,326,676 | 10,542,091,974,790 |
| Cost of raw materials sold | 3,609,367,228,101 | 3,463,625,628,709 |
| Cost of finished goods sold | 1,317,996,229,560 | 1,272,710,362,118 |
| Others | 1,991,972,235 | 1,194,941,393 |
| | 16,639,924,756,572 | 15,279,622,907,010 |

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32. Financial income

| | Six-month period ended | |
|---|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Dividends and profits distribution income | 1,451,394,628,746 | 527,289,127,149 |
| Interest income | 334,649,804,064 | 256,031,637,311 |
| Realised foreign exchange gains | 5,488,215,825 | 801,894,757 |
| | <hr/> | <hr/> |
| | 1,791,532,648,635 | 784,122,659,217 |
| | <hr/> | <hr/> |

33. Financial expenses

| | Six-month period ended | |
|--|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| (Reversal of allowance)/allowance for diminution in the value of long-term financial investments | (68,346,068,495) | 48,554,941,873 |
| Realised foreign exchange losses | 788,267,057 | 376,009,841 |
| Unrealised foreign exchange losses | 108,098,471 | 113,880,534 |
| | <hr/> | <hr/> |
| | (67,449,702,967) | 49,044,832,248 |
| | <hr/> | <hr/> |

34. Selling expenses

| | Six-month period ended | |
|------------------------------------|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Selling support expenses | 434,000,858,153 | 390,762,352,852 |
| Advertising and promotion expenses | 299,729,298,813 | 175,777,522,652 |
| Staff costs | 13,065,434,182 | 10,347,132,211 |
| Other expenses | 2,981,718,575 | 2,534,475,219 |
| | <hr/> | <hr/> |
| | 749,777,309,723 | 579,421,482,934 |
| | <hr/> | <hr/> |

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35. General and administration expenses

| | Six-month period ended | |
|--|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Staff costs | 75,533,004,425 | 80,145,216,417 |
| Rental expenses | 17,268,634,766 | 14,818,200,218 |
| Depreciation and amortisation expenses | 7,549,276,643 | 7,834,457,307 |
| Other expenses | 46,248,564,261 | 56,772,052,728 |
| | <hr/> | <hr/> |
| | 146,599,480,095 | 159,569,926,670 |
| | <hr/> | <hr/> |

36. Production and business costs by elements

| | Six-month period ended | |
|---|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Raw material costs included in production costs | 966,631,236,836 | 974,380,041,337 |
| Labour and staff costs | 204,051,362,339 | 194,663,410,965 |
| Depreciation and amortisation | 119,482,001,123 | 124,452,227,654 |
| Outside services | 859,888,547,889 | 685,154,476,819 |
| Other expenses | 54,209,947,213 | 51,178,785,109 |
| | <hr/> | <hr/> |

37. Corporate income tax

(a) Recognised in the separate statement of income

| | Six-month period ended | |
|---|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Current tax expense | | |
| Current period | 320,691,246,077 | 309,378,012,086 |
| Under provision in prior years | 29,011,001,108 | - |
| | <hr/> | <hr/> |
| | 349,702,247,185 | 309,378,012,086 |
| Deferred tax expense | | |
| Origination and reversal of temporary differences | 7,726,772,185 | 4,444,963,535 |
| | <hr/> | <hr/> |
| | 357,429,019,370 | 313,822,975,621 |
| | <hr/> | <hr/> |

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(b) Reconciliation of effective tax rate

| | Six-month period ended | |
|--|-------------------------------|------------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Accounting profit before tax | 3,241,779,004,874 | 2,076,167,561,744 |
| Tax at the Company's tax rate | 648,355,800,975 | 415,233,512,349 |
| Tax exempt income | (290,278,925,749) | (105,457,825,430) |
| Non-deductible expenses | 1,048,582,021 | 4,047,288,702 |
| Realisation of deferred tax assets previously unrecognised | (30,707,438,985) | - |
| Under provision in prior years | 29,011,001,108 | - |
| | 357,429,019,370 | 313,822,975,621 |

(c) Applicable tax rates

Under the terms of Corporate Income Tax Law, the Company has an obligation to pay income tax at the rate of 20% of taxable profits.

38. Significant transactions with related parties

In addition to related party balances disclosed in other notes to the separate interim financial statements, the Company had the following significant transactions with related parties during the period:

| | Six-month period ended | |
|---|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Subsidiaries | | |
| Sai Gon Beer Packaging Joint Stock Company | | |
| Purchases of raw materials | 68,869,871,200 | 69,000,454,000 |
| Other income | - | 67,548,800 |
| Sai Gon - Dong Xuan Beer Alcohol Joint Stock Company | | |
| Sales of raw materials | 75,573,499,832 | 75,260,051,199 |
| Purchases of merchandise goods | 207,537,599,980 | 196,071,532,300 |
| Dividends received | 4,611,150,000 | - |
| Other income | 188,752,800 | 188,752,800 |
| Sai Gon - Ha Noi Beer Corporation | | |
| Sales of raw materials | 185,119,701,782 | 147,575,202,266 |
| Purchases of merchandise goods | 685,713,406,250 | 594,294,820,930 |
| Dividends received | 28,140,000,000 | - |

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate interim financial statements for the six-month period ended
30 June 2019 (continued)

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

| | Six-month period ended | |
|--|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Saigon - Nghetinh Beer Joint Stock Company | | |
| Sales of raw materials | 22,345,142,236 | 23,388,261,903 |
| Purchases of merchandise goods | 130,617,518,400 | 136,799,938,600 |
| Dividends received | - | 3,448,200,000 |
| Sai Gon - Quang Ngai Beer Joint Stock Company | | |
| Sales of raw materials | 302,736,369,149 | 264,351,860,153 |
| Purchases of merchandise goods | 974,869,900,380 | 766,837,619,700 |
| Dividends received | 65,890,000,000 | 29,950,000,000 |
| Saigon - Songlam Beer Joint Stock Company | | |
| Sales of raw materials | 288,327,306,221 | 291,396,851,657 |
| Purchases of merchandise goods | 948,185,223,660 | 787,364,910,090 |
| Dividends received | 18,570,000,000 | - |
| Western - Sai Gon Beer Joint Stock Company | | |
| Sales of raw materials | 63,117,831,961 | 57,856,010,984 |
| Purchases of merchandise goods | 355,269,618,960 | 325,118,914,100 |
| Dividends received | - | 29,580,000,000 |
| Chuong Duong Beverages Joint Stock Company | | |
| Purchases of merchandise goods | 2,285,075,487 | - |
| Binh Tay Liquor Joint Stock Company | | |
| Purchases of merchandise goods | 308,000,000 | 632,240,400 |
| Sai Gon Beer Bac Trung Bo Trading Joint Stock Company | | |
| Support for selling expenses | 26,835,490,334 | 33,546,815,746 |
| Promotion goods expenses | 1,687,701,802 | 1,870,440,000 |
| Purchases of merchandise goods | - | 114,075,000 |
| Dividends received | 25,164,554,554 | - |
| Sai Gon Beer Northeast Trading Joint Stock Company | | |
| Support for selling expenses | 26,581,464,546 | 17,875,014,401 |
| Promotion goods expenses | 2,482,816,973 | 1,987,524,000 |
| Purchases of merchandise goods | 600,000,000 | 1,737,515,000 |
| Dividends received | 12,960,000,000 | - |
| Northern Sai Gon Beer Trading Joint Stock Company | | |
| Support for selling expenses | 65,313,708,285 | 47,779,965,297 |
| Promotion goods expenses | 4,051,037,094 | 5,786,385,000 |
| Purchases of merchandise goods | 8,592,820 | 614,255,000 |
| Dividends received | 30,610,800,000 | - |

Saigon Beer – Alcohol – Beverage Corporation
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30 June 2019 (continued)

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| | Six-month period ended | |
|---|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Sai Gon Beer Eastern Trading Joint Stock Company | | |
| Support for selling expenses | 39,338,816,109 | 57,425,805,795 |
| Promotion goods expenses | 3,656,640,541 | 5,267,950,380 |
| Purchases of merchandise goods | 9,464,920 | 675,346,000 |
| Dividends received | 133,899,300,000 | - |
| Bia Saigon Mien Trung Trading Joint Stock Company | | |
| Support for selling expenses | 15,626,291,286 | 27,789,750,683 |
| Promotion goods expenses | 1,270,100,458 | 1,622,324,000 |
| Purchases of merchandise goods | 64,090,000 | 103,545,000 |
| Dividends received | 58,254,776,313 | - |
| Saigon Beer Nam Trung Bo Trading Joint Stock Company | | |
| Support for selling expenses | 18,422,704,048 | 27,226,824,425 |
| Promotion goods expenses | 1,259,993,582 | 2,629,211,200 |
| Purchases of merchandise goods | - | 91,260,000 |
| Dividends received | 156,683,913,598 | - |
| Other income | 198,000,000 | 198,000,000 |
| Saigon Song Hau Beer Trading Joint Stock Company | | |
| Support for selling expenses | 48,185,812,035 | 44,496,575,021 |
| Promotion goods expenses | 1,432,438,911 | 3,432,708,620 |
| Purchases of merchandise goods | 166,634,000 | 1,279,440,000 |
| Dividends received | 112,529,277,566 | - |
| Saigon Song Tien Beer Trading Joint Stock Company | | |
| Support for selling expenses | 39,236,220,968 | 41,836,351,133 |
| Promotion goods expenses | 1,695,629,772 | 2,199,121,760 |
| Purchases of merchandise goods | 197,397,200 | 138,645,000 |
| Dividends received | 74,520,000,000 | - |
| Sai Gon Beer Tay Nguyen Trading Joint Stock Company | | |
| Support for selling expenses | 16,188,292,704 | 25,570,842,928 |
| Promotion goods expenses | 1,390,839,653 | 1,810,770,500 |
| Purchases of merchandise goods | 43,581,200 | 184,626,500 |
| Dividends received | 119,771,034,792 | - |
| Saigon Beer Center Trading Joint Stock Company | | |
| Support for selling expenses | 48,402,845,770 | 67,214,407,423 |
| Promotion goods expenses | 1,756,585,584 | 7,411,504,320 |
| Purchases of merchandise goods | 1,105,800,020 | 7,112,909,840 |
| Capital contribution | - | 2,141,000,000 |

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate interim financial statements for the six-month period ended
30 June 2019 (continued)

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| | Six-month period ended | |
|--|-------------------------------|--------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Sai Gon - Ha Tinh Beer One Member Company Limited | | |
| Sales of raw materials | 203,279,100,040 | 221,574,680,620 |
| Purchases of merchandise goods | 583,928,124,000 | 573,733,376,500 |
| Profits distribution | 31,178,918,719 | 24,550,268,373 |
| Other income | 777,057,894 | 777,057,894 |
| Saigon Soc Trang Beer One Member Limited Company | | |
| Sales of raw materials | 200,977,871,805 | 199,898,903,566 |
| Purchases of merchandise goods | 605,080,258,800 | 554,792,016,000 |
| Sa Be Co Mechanical Co., Ltd. | | |
| Purchases of maintenance expenses | 19,122,431,176 | 19,819,362,833 |
| Profits distribution | 549,403,910 | 3,171,340,715 |
| Other income | 371,730,498 | 49,112,499 |
| Sai Gon Beer Trading Company Limited | | |
| Sales of merchandise and finished goods | 15,250,137,760,689 | 13,865,785,640,073 |
| Profits distribution | 357,314,588,347 | 158,882,171,087 |
| Purchases of merchandise goods | 4,688,386,920 | 34,371,892,000 |
| Transportation fees | 514,988,737 | - |
| Pallets rental fees | 454,405,110 | - |
| Bottles replacement fees | 5,346,060,002 | 6,880,500,000 |
| Other income | 319,169,650 | 35,010,000 |
| Associates, jointly controlled entities | | |
| Sai Gon - Khanh Hoa Beer Joint Stock Company | | |
| Sales of raw materials | 191,983,957,850 | 223,221,807,248 |
| Purchases of merchandise goods | 550,896,231,690 | 565,455,848,760 |
| Dividends received | 3,900,000,000 | - |
| Sai Gon - Kien Giang Beer Joint Stock Company | | |
| Sales of raw materials | 218,004,658,189 | 224,741,493,235 |
| Purchases of merchandise goods | 709,584,043,991 | 769,961,160,920 |
| Dividends received | 4,600,000,000 | 5,750,000,000 |
| Other income | 174,604,500 | - |
| Sai Gon - Mien Trung Beer Joint Stock Company | | |
| Sales of raw materials | 327,127,626,702 | 277,803,317,058 |
| Purchases of merchandise goods | 1,101,568,091,300 | 925,498,621,500 |
| Dividends received | 19,234,726,000 | 28,852,089,000 |
| Other income | 39,564,000 | - |

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate interim financial statements for the six-month period ended
30 June 2019 (continued)

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| | Six-month period ended | |
|--|-------------------------------|-------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Saigon - Phutho Beer Joint Stock Company | | |
| Sales of raw materials | 174,358,403,021 | 171,377,227,075 |
| Purchases of merchandise goods | 476,111,180,320 | 433,404,403,750 |
| Dividends received | 6,757,500,000 | 10,136,250,000 |
| Sai Gon - Vinh Long Beer Joint Stock Company | | |
| Sales of raw materials | 200,260,674,846 | 203,116,811,604 |
| Purchases of merchandise goods | 670,343,010,816 | 667,255,737,150 |
| Dividends received | 4,500,000,000 | 6,000,000,000 |
| Other income | 1,638,389,053 | 1,600,858,098 |
| Saigon - Bentre Beer Joint Stock Company | | |
| Sales of raw materials | 169,440,355,627 | - |
| Purchases of merchandise goods | 585,970,019,480 | - |
| Other income | 126,913,500 | - |
| Saigon - Lamdong Beer Joint Stock Company | | |
| Sales of raw materials | 22,874,483,572 | - |
| Purchases of merchandise goods | 14,586,000,000 | - |
| Saigon Binh Tay Beer Group Joint Stock Company | | |
| Sales of raw materials | 313,749,266,648 | 346,656,138,139 |
| Purchases of merchandise goods | 1,031,773,178,350 | 1,110,481,158,190 |
| Dividends received | 14,372,300,000 | 7,500,000,000 |
| Other income | 327,694,500 | - |
| Crown Beverage Cans Saigon Limited | | |
| Purchases of merchandise goods | 853,144,166,641 | 883,351,511,433 |
| Dividends received | 128,123,009,996 | 144,629,881,178 |
| Compensation | 86,281,577 | 78,288,457 |
| San Miguel Yamamura Phu Tho Packaging Company Limited | | |
| Purchases of raw materials | 56,208,864,000 | 81,645,500,000 |
| Me Linh Point Limited | | |
| Dividends received | 29,213,424,951 | 27,423,437,596 |
| Truong Sa Food - Food Business Joint Stock Company | | |
| Purchases of raw materials | 852,643,400 | 6,322,786,020 |

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| | Six-month period ended | |
|--|-------------------------------|------------------|
| | 30/6/2019 | 30/6/2018 |
| | VND | VND |
| Saigon Tay Do Beer - Beverage Joint Stock Company | | |
| Sales of raw materials | 161,035,240,878 | 124,401,309,962 |
| Purchases of merchandise goods | 509,673,253,520 | 419,024,996,000 |
| Dividends received | 3,745,950,000 | 7,203,750,000 |
| Other income | 109,147,500 | - |
| Saigon - Bac Lieu Beer Joint Stock Company | | |
| Sales of raw materials | 41,598,845,308 | 53,768,976,123 |
| Purchases of merchandise goods | 246,944,849,584 | 311,118,708,600 |
| Other income | - | 541,576,200 |
| Other related parties | | |
| TBC-Ball Beverage Can Vietnam Co., Ltd | | |
| Purchases of raw materials | 106,951,121,968 | - |
| Best Spirits Company Limited | | |
| Sales of merchandise and finished goods | 228,111,930 | - |
| Key management personnel | | |
| Salary, bonus and remuneration | 15,580,453,858 | 22,772,925,144 |

39. Post balance sheet event

Dividends declared after the period-end

Subsequent to the interim financial period-end, a dividend of VND961,922 million has been declared to the shareholders per Resolution dated 21 August 2019. The amount payable has not been accrued in these separate interim financial statements.

Saigon Beer – Alcohol – Beverage Corporation
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40. Corresponding figures

The corresponding figures as at 1 January 2019 were brought forward from the Company's separate financial statements as at and for the year ended 31 December 2018. The corresponding figures of the statements of income and cash flow for the six-month period ended 30 June 2018 were brought forward from the Company's separate interim financial statements as at and for the six-month period ended 30 June 2018.

28 August 2019

Prepared by:



Nguyen Van Hoa
Accountant



Tran Nguyen Trung
Chief Accountant

Approved by:



Teo Hong Keng
Deputy General Director



Neo Gim Siong Bennett
General Director