



FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED 30 JUNE 2023

CIC39 CORPORATION

CONTENTS

	Page
1. Contents	1
2. Statement of the Board of Directors	2 - 4
3. Independent Auditor's report	5
4. Balance sheet as of 30 June 2023	6 - 9
5. Income statement for the first 6 months of the fiscal year ending 31 December 2023	10
6. Cash flows statement for the first 6 months of the fiscal year ending 31 December 2023	11 - 12
7. Notes to the financial statements for the first 6 months of the fiscal year ending 31 December 2023	13 - 41
8. Appendix	42 - 45

STATEMENT OF THE BOARD OF DIRECTORS

The Board of Directors of CIC39 Corporation (hereinafter referred to as “the Corporation”) presents this statement together with the Interim Financial Statements for the first 6 months of the fiscal year ending 31 December 2023.

Business highlights

CIC39 Corporation (renamed from Construction Investment Corporation 3-2) is an enterprise which was equitized from a State-owned enterprise - Construction Investment Company 3-2 under the Decision No. 1214/QĐ-UBND dated 21 April 2008 of the People’s Committee of Binh Duong Province. The Corporation has been operating in accordance with the Business Registration Certificate No. 3700146225, registered for the first time on 24 December 2008 and amended for the 12th time on 18 July 2022, granted by the Department of Planning and Investment of Binh Duong Province.

Head office

- Address : No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province.
- Tel. : (84 - 274) 3 759 446
- Fax : (84 - 274) 3 755 605

The Corporation has the following affiliates:

<u>Affiliate</u>	<u>Address</u>
Branch of CIC39 Corporation – Construction Stone Plant	No. 635/1A, 1K Highway, Tan An Quarter, Tan Dong Hiep Ward, Di An City, Binh Duong Province
Branch of CIC39 Corporation – Concrete Sewer Plant	No. 6, Hill Road 16, Cay Cham Quarter, Thanh Phuoc Ward, Tan Uyen Town, Binh Duong Province
Branch of CIC39 Corporation – Concrete Brick Plant	No. 5/138 Binh Duong Boulevard, Hoa Lan 1 Quarter, Thuan Giao Ward, Thuan An City, Binh Duong Province
Business location of CIC39 Corporation - Long Nguyen Concrete Plant	No. 216B, Bung Thuoc Hamlet, Long Nguyen Commune, Bau Bang District, Binh Duong Province
Business location of CIC39 Corporation - 279 Construction Material Trading Center	No. 1/278, 22/12 Street, Hoa Lan 2 Quarter, Thuan Giao Ward, Thuan An City, Binh Duong Province

Principal business activities of the Corporation are:

- Growing rubber trees; growing trees;
- Dismantling;
- Drainage and waste water treatment;
- Installing industrial machinery and equipment;
- Wholesaling materials, other installation equipment in construction;
- Wholesaling iron and steel;
- Trading real estate; leasing land, offices, houses and workshops (in accordance with the planning); investing and trading traffic bridges, waterway ferry docks, roads;
- Completing construction works;
- Producing beds, wardrobes, tables, chairs;
- Providing goods transportation by road;
- Cargo loading and unloading for road transportation;
- Growing trees, urban grass;
- Installing low-voltage power grids and stations with lines of under 35KV; constructing lighting systems; installing protection, alarm equipment, fire protection systems, lightning protection systems for construction works;

- Forging, stamping, pressing and laminating metals; refining metal powder (not forging, stamping, pressing, laminating, refining metals at the head office, the head office is only used as transaction office); mechanical processing (except for metal processing, coating, plating);
- Warehouse operations;
- Exploiting stone, sand, gravel, soil and clay (only after obtaining permits from competent agencies);
- Providing construction consultancy. Designing civil and industrial construction works, road traffic works: designing architecture for works; providing interior and exterior designing for works; designing landscape; designing construction structure; designing electrical - electromechanical system for works; designing water supply and drainage systems; designing ventilation - heat supply and drainage system; designing information and communication networks for construction works; designing fire protection system;
- Contributing capital, purchasing shares;
- Weighing goods in relation to transportation;
- Leasing motor vehicles;
- Constructing road works;
- Constructing residential houses;
- Exploiting other forestal products, except for wood;
- Cultivating other perennials;
- Constructing non-residential houses;
- Constructing water supply and drainage works;
- Afforesting and taking care of forests and cultivating saplings;
- Constructing telecommunications and communication works;
- Constructing other public works;
- Constructing other civil engineering works;
- Producing concrete and products from concrete, cement and plaster.

Board of Management and Executive Officers

The Board of Management and the Executive Officers of the Corporation during the period and as of the date of this statement include:

The Board of Management

Full name	Position	Appointing/re-appointing date
Mr. Nguyen Le Van	Chairman	Appointed on 01 August 2020
Mr. Vo Van Lanh	Member	Appointed on 01 August 2020
Mr. Tran Van Binh	Member	Re-appointed on 23 April 2019
Mr. Trinh Tien Bay	Member	Appointed on 23 April 2019
Mr. Bui Tien Duc	Member cum Audit Committee Member	Appointed on 21 April 2022

The Board of Directors

Full name	Position	Re-appointing date
Mr. Vo Van Lanh	General Director	Re-appointed on 25 March 2020
Mr. Tran Van Binh	Deputy General Director	Re-appointed on 25 March 2020

Legal Representative

The Corporation's legal representative during the period and as of the date of this statement is Mr. Vo Van Lanh - General Director (re-appointed on 25 March 2020).

Auditors

A&C Auditing and Consulting Co., Ltd. has been appointed to perform the review on the Corporation's Interim Financial Statements for the first 6 months of the fiscal year ending 31 December 2023.

Responsibilities of the Board of Directors

The Board of Directors of the Corporation is responsible for the preparation of the Interim Financial Statements to give a true and fair view of the financial position, the financial performance and the cash flows of the Corporation during the period. In order to prepare these Interim Financial Statements, the Board of Directors must:

- select appropriate accounting policies and apply them consistently;
- make judgments and estimates prudently;
- state clearly whether the accounting standards applied to the Corporation are followed or not, and all the material differences from these standards are disclosed and explained in the Interim Financial Statements;
- prepare the Interim Financial Statements of the Corporation on the going-concern basis, except for the cases that the going-concern assumption is considered inappropriate;
- design and implement effectively the internal control system in order to ensure that the preparation and presentation of the Interim Financial Statements are free from material misstatements due to frauds or errors.

The Board of Directors hereby ensures that all the accounting books of the Corporation have been fully recorded and can fairly reflect the financial position of the Corporation at any time, and that all the accounting books have been prepared in compliance with the applicable Accounting System. The Board of Directors is also responsible for managing the Corporation's assets and consequently has taken appropriate measures to prevent and detect frauds and other irregularities.

The Board of Directors hereby commits to the compliance with the aforementioned requirements in preparation of the Interim Financial Statements.

Approval of the Interim Financial Statements

The Board of Directors hereby approves the accompanying Interim Financial Statements, which give a true and fair view of the financial position as of 30 June 2023 of the Corporation, its financial performance and its cash flows for the first 6 months of the fiscal year ending 31 December 2023, in conformity with the Vietnamese Accounting Standards and System and other regulatory requirements on preparation and presentation of the Interim Financial Statements.

For and on behalf of the Board of Directors,



[Signature]
Vo Van Lanh
General Director

Date: 25 August 2023

No. 1.1349/23/TC-AC

REPORT ON THE REVIEW OF INTERIM FINANCIAL INFORMATION**To: THE SHAREHOLDERS, THE BOARD OF MANAGEMENT AND THE BOARD OF DIRECTORS
CIC39 CORPORATION**

We have reviewed the accompanying Interim Financial Statements of CIC39 Corporation (hereinafter referred to as “the Corporation”), which were prepared on 25 August 2023 (from page 06 to page 45), including the Interim Balance Sheet as of 30 June 2023, the Interim Income Statement, the Interim Cash Flow Statement for the first 6 months of the fiscal year ending 31 December 2023 and the Notes to the Interim Financial Statements.

Responsibilities of the Board of Directors

The Board of Directors of the Corporation is responsible for the preparation, true and fair presentation of these Interim Financial Statements in accordance with Vietnamese Accounting Standards and System as well as other regulatory requirements on preparation and presentation of the Interim Financial Statements; and responsible for such internal control as the Corporation’s Board of Directors determines necessary to enable the preparation and presentation of the Interim Financial Statements to be free from material misstatements due to frauds or errors.

Responsibilities of Auditors

Our responsibility is to express conclusion on these Interim Financial Statements based on our review. We have conducted the review in accordance with the Vietnamese Standard on Review Engagements No. 2410 – Review on interim financial information performed by 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.

Conclusion of Auditors

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Interim Financial Statements have not given a true and fair view, in all material respects, of the financial position as of 30 June 2023 of CIC39 Corporation, its financial performance and its cash flows for the first 6 months of the fiscal year ending 31 December 2023, in conformity with the Vietnamese Accounting Standards and System and other regulatory requirements on preparation and presentation of the Interim Financial Statements.

For and on behalf of
A&C Auditing and Consulting Co., Ltd.



Ly Quốc Trung
Partner

Audit Practice Registration Certificate No. 0099-2023-008-1
Authorized Signatory

Ho Chi Minh City, 25 August 2023

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

INTERIM BALANCE SHEET**(Full form)**
As of 30 June 2023

Unit: VND

ITEMS	Code	Note	Ending balance	Beginning balance
A - CURRENT ASSETS	100		400.905.900.781	539.678.155.056
I. Cash and cash equivalents	110	V.1	57.610.742.252	97.399.693.822
1. Cash	111		16.610.742.252	10.899.693.822
2. Cash equivalents	112		41.000.000.000	86.500.000.000
II. Short-term financial investments	120		47.133.057.141	131.964.010.327
1. Trading securities	121	V.2a	44.275.010.621	53.184.701.768
2. Provisions for devaluation of trading securities	122	V.2a	(4.723.139.554)	(7.359.864.034)
3. Held-to-maturity investments	123	V.2b	7.581.186.074	86.139.172.593
III. Short-term receivables	130		210.535.996.881	230.049.803.782
1. Short-term trade receivables	131	V.3	129.028.821.235	128.398.564.782
2. Short-term prepayments to suppliers	132	V.4	4.119.325.870	21.949.953.362
3. Short-term inter-company receivables	133		-	-
4. Receivables according to the progress of construction contract	134		-	-
5. Receivables for short-term loans	135		-	-
6. Other short-term receivables	136	V.5	82.491.770.344	84.371.925.055
7. Allowance for short-term doubtful debts	137	V.6	(5.103.920.568)	(4.670.639.417)
8. Deficit assets for treatment	139		-	-
IV. Inventories	140	V.7	78.968.512.455	74.395.772.824
1. Inventories	141		86.644.682.217	82.425.627.415
2. Allowance for inventories	149		(7.676.169.762)	(8.029.854.591)
V. Other current assets	150		6.657.592.052	5.868.874.301
1. Short-term prepaid expenses	151	V.8a	1.136.991.078	607.409.881
2. Deductible VAT	152		203.760.695	-
3. Taxes and other receivables from the State	153	V.15	5.316.840.279	5.261.464.420
4. Trading Government bonds	154		-	-
5. Other current assets	155		-	-

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Interim Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
B- NON-CURRENT ASSETS	200		434.842.593.500	445.907.601.827
I. Long-term receivables	210		-	-
1. Long-term trade receivables	211		-	-
2. Long-term prepayments to suppliers	212		-	-
3. Working capital in affiliates	213		-	-
4. Long-term inter-company receivables	214		-	-
5. Receivables for long-term loans	215		-	-
6. Other long-term receivables	216		-	-
7. Allowance for long-term doubtful debts	219		-	-
II. Fixed assets	220		159.909.209.607	169.349.766.512
1. Tangible fixed assets	221	V.9	102.099.089.930	110.621.991.397
- Historical cost	222		254.261.853.948	253.143.002.508
- Accumulated depreciation	223		(152.162.764.018)	(142.521.011.111)
2. Financial leased assets	224		-	-
- Historical cost	225		-	-
- Accumulated depreciation	226		-	-
3. Intangible fixed assets	227	V.10	57.810.119.677	58.727.775.115
- Initial cost	228		101.647.895.261	101.647.895.261
- Accumulated amortization	229		(43.837.775.584)	(42.920.120.146)
III. Investment property	230	V.11	3.490.903.606	3.707.330.994
- Historical costs	231		8.331.392.116	8.331.392.116
- Accumulated depreciation	232		(4.840.488.510)	(4.624.061.122)
IV. Long-term assets in process	240		2.022.096.540	2.780.947.603
1. Long-term work in process	241		-	-
2. Construction-in-progress	242	V.12	2.022.096.540	2.780.947.603
V. Long-term financial investments	250		205.671.076.937	205.671.076.937
1. Investments in subsidiaries	251	V.2c	37.200.000.000	37.200.000.000
2. Investments in joint ventures and associates	252	V.2c	136.907.156.453	136.907.156.453
3. Investments in other entities	253	V.2c	22.700.887.800	22.700.887.800
4. Provisions for devaluation of long-term financial investments	254		(386.967.316)	(386.967.316)
5. Held-to-maturity investments	255	V.2b	9.250.000.000	9.250.000.000
VI. Other non-current assets	260		63.749.306.810	64.398.479.781
1. Long-term prepaid expenses	261	V.8b	63.749.306.810	64.398.479.781
2. Deferred income tax assets	262		-	-
3. Long-term components and spare parts	263		-	-
4. Other non-current assets	268		-	-
TOTAL ASSETS	270		835.748.494.281	985.585.756.883

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Interim Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
C - LIABILITIES	300		282.850.974.757	423.241.046.718
I. Current liabilities	310		258.491.907.257	394.137.779.218
1. Short-term trade payables	311	V.13	25.302.747.237	15.217.049.513
2. Short-term advances from customers	312	V.14	29.943.842.630	8.698.781.797
3. Taxes and other obligations to the State Budget	313	V.15	22.253.240	110.500.789
4. Payables to employees	314	V.16	2.872.585.479	5.617.214.399
5. Short-term accrued expenses	315	V.17	5.249.428.048	38.338.910.663
6. Short-term inter-company payables	316		-	-
7. Payables according to the progress of construction contracts	317		-	-
8. Short-term unearned revenue	318		16.727.253	14.545.437
9. Other short-term payables	319	V.18	7.254.379.465	7.420.630.253
10. Short-term borrowings and financial leases	320	V.19a	186.311.094.007	316.372.736.095
11. Provisions for short-term payables	321	V.20	607.369.313	897.339.561
12. Bonus and welfare funds	322	V.21	911.480.585	1.450.070.711
13. Price stabilization fund	323		-	-
14. Trading Government bonds	324		-	-
II. Non-current liabilities	330		24.359.067.500	29.103.267.500
1. Long-term trade payables	331		-	-
2. Long-term advances from customers	332		-	-
3. Long-term accrued expenses	333		-	-
4. Inter-company payables for working capital	334		-	-
5. Long-term inter-company payables	335		-	-
6. Long-term unearned revenue	336		-	-
7. Other long-term payables	337		-	-
8. Long-term borrowings and financial leases	338	V.19b	24.359.067.500	29.103.267.500
9. Convertible bonds	339		-	-
10. Preferred shares	340		-	-
11. Deferred income tax liability	341		-	-
12. Provisions for long-term payables	342		-	-
13. Science and technology development fund	343		-	-

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Interim Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
D - OWNER'S EQUITY	400		552.897.519.524	562.344.710.165
I. Owner's equity	410		552.897.519.524	562.344.710.165
1. Capital	411	V.22	150.301.450.000	150.301.450.000
- Ordinary shares carrying voting rights	411a		150.301.450.000	150.301.450.000
- Preferred shares	411b		-	-
2. Share premiums	412	V.22	2.190.000.000	2.190.000.000
3. Bond conversion options	413		-	-
4. Other sources of capital	414		-	-
5. Treasury stocks	415	V.22	(20.100.000)	(20.100.000)
6. Differences on asset revaluation	416		-	-
7. Foreign exchange differences	417		-	-
8. Investment and development fund	418	V.22	216.217.666.135	214.632.363.885
9. Business arrangement supporting fund	419		-	-
10. Other funds	420		-	-
11. Retained earnings	421	V.22	184.208.503.389	195.240.996.280
- Retained earnings accumulated to the end of the previous period	421a		178.042.153.163	195.240.996.280
- Retained earnings of the current period	421b		6.166.350.226	-
12. Construction investment fund	422		-	-
II. Other sources and funds	430		-	-
1. Sources of expenditure	431		-	-
2. Fund to form fixed assets	432		-	-
TOTAL LIABILITIES AND OWNER'S EQUITY	440		835.748.494.281	985.585.756.883

Binh Duong, 25 August 2023



 Nguyen Thi Cam Van
 Preparer



 Nguyen Xuan Hieu
 Chief Accountant



 Vo Van Lanh
 General Director

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

INTERIM INCOME STATEMENT

(Full form)

For the first 6 months of the fiscal year ending 31 December 2023

Unit: VND

ITEMS	Code	Note	Accumulated from the beginning of the year	
			Current year	Previous year
1. Sales	01	VI.1	220.115.400.810	280.201.627.374
2. Sales deductions	02	VI.2	-	6.545.600
3. Net sales	10		220.115.400.810	280.195.081.774
4. Cost of sales	11	VI.3	193.453.891.747	242.658.878.260
5. Gross profit	20		26.661.509.063	37.536.203.514
6. Financial income	21	VI.4	10.761.082.790	6.125.886.703
7. Financial expenses	22	VI.5	7.651.396.126	8.709.621.363
In which: Loan interest expenses	23		10.276.055.203	6.152.374.846
8. Selling expenses	25	VI.6	14.679.366.428	10.770.130.665
9. General and administration expenses	26	VI.7	8.860.112.140	7.362.403.407
10. Net operating profit	30		6.231.717.159	16.819.934.782
11. Other income	31	VI.8	69.801.234	3.592.350.756
12. Other expenses	32	VI.9	135.168.167	990.981.497
13. Other profit/(loss)	40		(65.366.933)	2.601.369.259
14. Total accounting profit before tax	50		6.166.350.226	19.421.304.041
15. Current income tax	51	V.15	-	3.431.718.287
16. Deferred income tax	52		-	-
17. Profit after tax	60		<u>6.166.350.226</u>	<u>15.989.585.754</u>
18. Basic earnings per share	70	VI.10	-	-
19. Diluted earnings per share	71	VI.10	-	-

Binh Duong, 25 August 2023



Nguyen Thi Cam Van
Preparer



Nguyen Xuan Hieu
Chief Accountant



Vo Van Lanh
General Director

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

INTERIM CASH FLOW STATEMENT

(Full form)

(Indirect method)

For the first 6 months of the fiscal year ending 31 December 2023

Unit: VND

ITEMS	Code	Note	Accumulated from the beginning of the year	
			Current year	Previous year
I. Cash flows from operating activities				
1. Profit before tax	01		6.166.350.226	19.421.304.041
2. Adjustments				
- Depreciation of fixed assets and investment properties	02	V.9, V.10, V.11	12.361.185.916	12.457.369.818
- Provisions and allowances	03	V2, V.6, V.7, V.20	(2.847.098.406)	1.968.732.354
- Exchange gain/(loss) due to revaluation of monetary items in foreign currencies	04		-	-
- Gain/(loss) from investing activities	05	VI.4, VI.8, VI.9	(10.251.109.866)	(6.324.387.198)
- Interest expenses	06	VI.5	10.276.055.203	6.152.374.846
- Others	07		-	-
3. Operating profit before changes of working capital	08		15.705.383.073	33.675.393.861
- Increase/(decrease) of receivables	09		21.718.251.507	6.409.169.457
- Increase/(decrease) of inventories	10		(4.219.054.802)	(29.482.758.230)
- Increase/(decrease) of payables	11		(4.623.113.204)	(44.128.614.355)
- Increase/(decrease) of prepaid expenses	12		119.591.774	(484.693.584)
- Increase/(decrease) of trading securities	13		8.909.691.147	(34.495.401.040)
- Interests paid	14	V.18, VI.5	(10.409.736.898)	(6.117.628.862)
- Corporate income tax paid	15		-	(8.927.563.782)
- Other cash inflows	16	V.21	947.810.000	304.000.000
- Other cash outflows	17	V.21, V.22	(2.069.795.993)	(8.624.500.079)
Net cash flows from operating activities	20		26.079.026.604	(91.872.596.614)
II. Cash flows from investing activities				
1. Purchases and construction of fixed assets and other non-current assets	21	V.9, V.12, V.II	(3.406.552.791)	(1.132.813.672)
2. Proceeds from disposals of fixed assets and other non-current assets	22	V.9, VI.8	386.893.637	420.982.727
3. Cash outflow for lending, buying debt instruments of other entities	23	V.2b	(1.802.990.643)	(2.510.798.788)
4. Cash recovered from lending, selling debt instruments of other entities	24	V.2b	80.360.977.162	3.000.000.000
5. Investments in other entities	25		-	-
6. Withdrawals of investments in other entities	26		-	2.464.500
7. Interest earned, dividends and profits received	27	V.5, VI.4	8.428.556.149	6.332.175.230
Net cash flows from investing activities	30		83.966.883.514	6.112.009.997

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Interim Cash Flow Statement (cont.)

ITEMS	Code	Note	Accumulated from the beginning of the year	
			Current year	Previous year
III. Cash flows from financing activities				
1. Proceeds from issuing stocks and capital contributions from owners	31		-	-
2. Repayment for capital contributions and re-purchases of stocks already issued	32		-	(20.100.000)
3. Proceeds from borrowings	33	V.19	220.269.945.435	337.507.612.583
4. Repayment for loan principal	34	V.19	(355.075.787.523)	(235.359.406.962)
5. Payments for financial leased assets	35		-	-
6. Dividends and profit paid to the owners	36	V.18, V.22	(15.029.019.600)	(18.034.823.520)
<i>Net cash flows from financing activities</i>	<i>40</i>		<u><i>(149.834.861.688)</i></u>	<u><i>84.093.282.101</i></u>
Net cash flows during the period	50		(39.788.951.570)	(1.667.304.516)
Beginning cash and cash equivalents	60	V.1	97.399.693.822	113.301.430.039
Effects of fluctuations in foreign exchange rates	61		-	-
Ending cash and cash equivalents	70	V.1	<u>57.610.742.252</u>	<u>111.634.125.523</u>



 Nguyen Thi Cam Van
 Preparer



 Nguyen Xuan Hieu
 Chief Accountant



Binh Duong, 25 August 2023

 Vo Van Lanh
 General Director

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

I. GENERAL INFORMATION

1. Ownership form

CIC39 Corporation (hereinafter referred to as “the Corporation”) is a joint stock company.

2. Operating field

The Corporation’s operating fields are manufacturing, constructing, trading, real estate trading and servicing.

3. Principal business activities

Principal business activities of the Corporation are manufacturing stone, concrete and bricks; constructing works; trading construction materials; trading real estate; leasing cars, construction tools.

4. Normal operating cycle

Normal operating cycle of the Corporation is within 12 months.

5. Structure of the Corporation

Subsidiary

The Corporation only invested in Tien Phuoc Construction Mineral Joint Stock Company – a subsidiary, located at Nam Dong Phu Industrial Park, Tan Lap Commune, Dong Phu District, Binh Phuoc Province. Principal business activities of this subsidiary are exploiting and processing stone. As of the balance sheet date, the Corporation’s capital contribution rate at this subsidiary is 80%, the voting rate and benefit rate are 83,38%.

Associates

Associates	Address	Principal business activities	Contribution rate	Ownership rate	Voting rate
Mien Dong Joint-Stock Company	Road No. 1, Bien Hoa 1 Industrial Park, An Binh Ward, Bien Hoa City, Dong Nai Province	Manufacturing, quarrying stone, trading real estate and construction and installation activities	32,01%	32,01%	32,01%
Thu Duc - Long An Centrifugal Concrete Joint Stock Company	Hamlet 3, An Thanh Commune, Ben Luc District, Long An Province	Trading construction materials	42,50%	42,50%	42,50%

Affiliates which are not legal entities and cannot do accounting works independently

Affiliates	Address
Branch of CIC39 Corporation - Construction Stone Plant	No. 635/1A, 1K Highway, Tan An Quarter, Tan Dong Hiep Ward, Di An City, Binh Duong Province
Branch of CIC39 Corporation - Concrete Sewer Plant	No. 6, Hill Road 16, Cay Cham Quarter, Thanh Phuoc Ward, Tan Uyen Town, Binh Duong Province
Branch of CIC39 Corporation - Concrete Brick Plant	No. 5/138 Binh Duong Boulevard, Hoa Lan 1 Quarter, Thuan Giao Ward, Thuan An City, Binh Duong Province
Business location of CIC39 Corporation - Long Nguyen Concrete Plant	No. 216B, Bung Thuoc Hamlet, Long Nguyen Commune, Bau Bang District, Binh Duong Province
Business location of CIC39 Corporation - 279 Construction Material Trading Center	No. 1/278, 22/12 Street, Hoa Lan 2 Quarter, Thuan Giao Ward, Thuan An City, Binh Duong Province

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

6. Statement of information comparability on the Interim Financial Statements

The corresponding figures in the previous period can be comparable with the figures in the current period.

7. Headcount

As of the balance sheet date, the Corporation's headcount is 235 (headcount at the beginning of the year: 221).

II. FISCAL YEAR AND ACCOUNTING CURRENCY

1. Fiscal year

The fiscal year of the Corporation is from 01 January to 31 December annually.

2. Accounting currency unit

The accounting currency unit is Vietnamese Dong (VND) because the Corporation's transactions are primarily made in VND.

III. ACCOUNTING STANDARDS AND SYSTEM

1. Accounting system

The Corporation applies the Vietnamese Accounting Standards and System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014 and other Circulars guiding the implementation of Vietnamese Accounting Standards of the Ministry of Finance in the preparation and presentation of Interim Financial Statements.

2. Statement of the compliance with the Accounting Standards and System

The Board of Directors ensures to follow all the requirements of the Vietnamese Accounting Standards and System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014 as well as other Circulars guiding the implementation of Vietnamese Accounting Standards of the Ministry of Finance in the preparation and presentation of Interim Financial Statements.

IV. ACCOUNTING POLICIES

1. Accounting convention

All the Financial Statements are prepared on the accrual basis (except for the information related to cash flows).

2. Cash and cash equivalents

Cash includes cash on hand and demand deposits in banks. Cash equivalents are short-term investments of which the due dates cannot exceed 3 months from the dates of the investments and the convertibility into cash is easy, and which do not have a lot of risks in the conversion into cash as of the balance sheet date.

3. Financial investments

Trading securities

Investments classified as trading securities are those held by the Corporation for the trading purpose with the aim of making profit.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

Trading securities are recognized at costs which include fair value of the payments made at the time of the transaction plus other costs attributable to transaction costs.

The time of recognizing trading securities is when the Corporation acquires the ownership, as follows:

- For listed securities: recognized at the time of order-matching (T+0).
- For unlisted securities: recognized at the time of acquiring official ownership as stipulated by law.

Dividends of the periods prior to the acquisition of trading securities are recorded as a decrease in the value of such securities. Dividends of the periods after the acquisition of such securities are recorded in the Corporation's revenues. Particularly, the dividends paid in form of shares are not recorded as an increase in values, but the increasing quantity is followed up.

Convertible shares are determined on the basis of the fair value at the date of exchange. The fair value of the shares is determined as follows:

- For shares of listed companies: the closing price listed on the stock market at the date of exchange. In case at the date of exchange, the stock market is not traded, the fair value of shares is the closing price of the preceding trading with the date of exchange.
- For unlisted shares traded on UPCOM: the closing price on UPCOM at the date of exchange. In case at the date of exchange, the UPCOM is not traded, the fair value of shares is the closing price of the preceding trading with the date of exchange.
- For other unlisted shares: the price agreed by the parties under the contracts or the carrying value at the time of exchange.

Provisions for devaluation of trading securities are made for each particular type of securities in the market of which the fair value is lower than costs. The fair value of trading securities which are securities listed on the stock market is the closing price at the most recent trading date by the balance sheet date.

Increases/(decreases) in the provisions for devaluation of trading securities as of the balance sheet date are recorded into financial expenses.

Gain or loss from transfer of trading securities is recognized into financial income or financial expenses. The costs are determined in accordance with the mobile weighted average method.

Held-to-maturity investments

Investments are classified as held-to-maturity investments that the Corporation intends and is able to hold to maturity. Held-to-maturity investments include term deposits, held-to-maturity bonds for the purpose of receiving periodical interest.

Held-to-maturity investments are initially recognized at cost including the purchase cost and other transaction costs. After initial recognition, these investments are recorded at recoverable value. Interest from these held-to-maturity investments after acquisition date is recognized in the profit or loss on the basis of the interest income to be received. Interests arising prior to the Corporation's acquisition of held-to-maturity investments are recorded as a decrease in the costs as at the acquisition time.

When there are reliable evidences proving that a part or the whole investment cannot be recovered and the loss are reliably determined, the loss is recognized as financial expenses during the period while the investment value is derecognized.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

Investments in subsidiaries, associates

Subsidiary

Subsidiary is an entity that is controlled by the Corporation. Control is the Corporation's power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

Associates

An associate is an entity which the Corporation has significant influence but not the control to govern the financial and operating policies. Significant influence is the right to participate in making the associate's financial and operating policies but not control those policies.

Initial recognition

Investments in subsidiaries, associates are initially recognized at costs, including the cost of purchase or capital contributions plus other directly attributable transaction cost. In case of investment in non-monetary assets, the costs of the investment are recognized at the fair value of non-monetary assets at the arising time.

Dividends and profit of the periods prior to the acquisition of trading securities are recorded as a decrease in the value of such securities. Dividends and profit of the periods after the acquisition of such securities are recorded in the Corporation's revenues. Particularly, the dividends paid in form of shares are not recorded as an increase in values, but the increasing quantity is followed up.

Provisions for impairment of investments in subsidiaries, associates

Provisions for impairment of investments in subsidiaries, associates are made when the subsidiaries, associates suffer from losses at the rate equal to the difference between the actual capital invested by investors in subsidiaries, associates and the actual owner's equity multiplying (x) by the ownership rate of the charter capital actually contributed by the Corporation in subsidiaries, associates. If the subsidiaries, associates are consolidated into Consolidated Financial Statements, the basis for impairment provisions is the Consolidated Financial Statements.

Increases/(decreases) in the provisions for impairment of investments in subsidiaries, associates are recorded into financial expenses.

Investments in equity instruments of other entities

Investments in equity instruments of other entities include such investments in equity instruments that do not enable the Corporation to have the control, joint control or significant influence on these entities.

Investments in equity instruments of other entities are initially recognized at costs, including cost of purchase plus other directly attributable transaction costs. Values of these investments are derecognized for dividends and profits arising in the periods prior to the acquisition of such investments. Dividends and profit arising in the periods after the acquisition of investments are recorded into the Corporation's revenue. Particularly, the dividends paid in form of shares are not recorded as an increase in values, but the increasing quantity of shares is followed up.

Provisions for impairment of investments in equity instruments of other entities are made as follows:

- For investments in listed shares or fair value of investments which is reliably measured, provisions are made on the basis of the market value of shares.
- For investments of which the fair value cannot be measured at the time of reporting, provisions are made on the basis of the losses suffered by investees, at the rate equal to the difference between the actual capital invested by owners and the owner's equity as of the balance sheet date multiplying (x) by the Corporation's rate of charter capital over the total actual charter capital invested in these investees.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

Increases/(decreases) in the provisions for impairment of investments in equity instruments of other entities are recorded into financial expenses.

4. Receivables

Receivables are recognized at the carrying amounts less allowances for doubtful debts.

The classification of receivables as trade receivables and other receivables is made according the following principles:

- Trade receivables reflect receivables concerning the commercial nature arising from purchase and sale transactions between the Corporation and customers who are independent to the Corporation.
- Other receivables reflect receivables not concerning the commercial nature and irrelevant to purchase and sale transactions.

Allowance is made for each doubtful debt on the basis of the ages of debts after offsetting against liabilities (if any) or estimated loss as follows:

- As for overdue debts:
 - 30% of the value of debts overdue between 6 months and less than 1 year.
 - 50% of the value of debts overdue between 1 year and less than 2 years.
 - 70% of the value of debts overdue between 2 years and less than 3 years.
 - 100% of the value of debts overdue more than 3 years.
- As for doubtful debts: Allowance is made on the basis of the estimated loss.

Increases/(decreases) in the obligatory allowance for doubtful debts as of the balance sheet date are recorded into general and administration expenses.

5. Inventories

Inventories are recognized at the lower of cost or net realizable value.

Cost of inventories is determined as follows:

- For materials and merchandises: Costs comprise costs of purchases and other directly relevant costs incurred in bringing the inventories to their present location and conditions.
- Work-in-process: Costs comprise costs of main materials, labor and other directly relevant costs.
- For finished goods: Costs comprise costs of materials, direct labor and directly relevant general manufacturing expenses allocated on the basis of normal operations.

Stock-out costs are determined in accordance with the weighted average method and recorded in line with the perpetual method.

Net realizable value is the estimated selling price of inventories in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Allowance for inventories is recognized for each type of inventories when their costs are higher than their net realizable values. Increases/(decreases) in the obligatory allowance for inventories as of the balance sheet date are recorded into costs of sales.

6. Prepaid expenses

Prepaid expenses comprise actual expenses arising and relevant to financial performance in several accounting periods. Prepaid expenses of the Corporation mainly include expenses of tools, land use rights, land rental and repair expenses. These prepaid expenses are allocated over the prepayment period or period of corresponding economic benefits generated from these expenses.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

Tools

Expenses of tools being put into use are allocated into expenses in accordance with the straight-line method for the maximum period of 3 years.

Land use rights

Expenses of impermanent land use rights reflect the amount paid for the transfer and prepaid rental for land being used by the Corporation. Expenses of impermanent land use rights are allocated over the term regulated in Certificates of land use rights.

Prepaid land rental

Prepaid land rental reflects the rental prepaid for the land being used by the Corporation and is allocated over the lease term as regulated in the land lease.

Repair expenses

Expenses of fixed asset repairs incurred once with high value are allocated into expenses in accordance with the straight-line method in 3 years.

7. Operating leased assets

A lease is classified as an operating lease if it transfers substantially all the risks and rewards incident to ownership belonging to the lessor. The lease expenses are allocated in the Corporation's operation costs in accordance with the straight-line method over the lease term and do not depend on the method of lease payment.

8. Tangible fixed assets

Tangible fixed assets are determined by their historical costs less accumulated depreciation. Historical costs of tangible fixed assets include all the expenses paid by the Corporation to bring the asset to its working condition for its intended use. Other expenses arising subsequent to initial recognition are included into historical costs of fixed assets only if it can be clearly demonstrated that the expenditure has resulted in future economic benefits expected to be obtained from the use of these assets. Those which do not meet the above conditions will be recorded into operation costs during the period.

When a tangible fixed asset is sold or disposed, its historical cost and accumulated depreciation are written off, then any gain or loss arising from such disposal is included in the income or the expenses during the period.

Tangible fixed assets are depreciated in accordance with the straight-line method over their estimated useful lives. The depreciation years applied are as follows:

<u>Fixed assets</u>	<u>Years</u>
Buildings and structures	06 – 25
Machinery and equipment	06 – 12
Vehicles	05 – 10
Office equipment	03 – 08

9. Intangible fixed assets

Intangible fixed assets are determined by their initial costs less accumulated amortization.

Initial costs of intangible fixed assets include all the costs paid by the Corporation to bring the asset to its working condition for its intended use. Other costs relevant to intangible fixed assets arising subsequent to initial recognition are included into operation costs during the period only if these costs are associated with a specific intangible fixed asset and result in future economic benefits expected to be obtained from the use of these assets.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

When an intangible fixed asset is sold or disposed, its initial costs and accumulated amortization are written off, then any gain or loss arising from such disposal is included in the income or the expenses during the period.

The Corporation's intangible fixed assets include:

Land use right

Land use right includes all the actual expenses paid by the Corporation directly related to the land being used such as expenses to obtain the land use right, expenses for house removal, land clearance and ground leveling, registration fees, etc.

The land use right of the Corporation is amortized as follows:

- Land use right assigned by the State with collection of land use fees is amortized in accordance with the straight-line method over the land assigned period (i.e. 50 years); if the land use right is permanent, it is not amortized.
- Land use right legally transferred is amortized in accordance with the straight-line method over the term of land use right (i.e. 42 – 50 years), if the land use right is permanent, it is not amortized.

Computer software

Expenses attributable to computer software, which is not a part associated with the relevant hardware, will be capitalized. Costs of computer software include all the expenses paid by the Corporation until the date the software is put into use. Computer software is amortized in accordance with the straight-line method in 3-8 years.

10. Investment properties

Investment property is property which is a building or part of a building, infrastructure held by the Corporation or by the lessee under a finance lease to earn rentals. Investment properties for lease are measured at their historical costs less accumulated depreciation. Historical cost includes all the expenses paid by the Corporation or the fair value of other considerations given to acquire the assets up to the date of its acquisition or construction.

Expenses related to investment property arising subsequent to initial recognition should be added to the historical cost of the investment property when it is probable that future economic benefits, in excess of the originally assessed standard of performance of the existing investment property, will flow to the Corporation.

When the investment property is sold or disposed, its historical cost and accumulated depreciation are written off, then any gain or loss arising from such disposals is included in the income or the expenses during the period.

The transfer from owner-occupied property or inventories into investment property shall be made when, and only when, there is a change in use evidenced by the end of owner-occupation and the commencement of an operating lease to another party or the end of construction. The transfer from investment property to owner-occupied property or inventories shall be made when, and only when, there is a change in use evidenced by the commencement of owner-occupation or the commencement of development with a view to sale. The transfer from investment property to owner-occupied property or inventories does not change the historical cost or net book value of investment property at the date of transfer.

Investment property for lease is depreciated in accordance with the straight-line method and the depreciation years of houses and infrastructure are 25 years and 6 - 15 years respectively.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

11. Construction-in-progress

Construction-in-progress reflects the expenses (including relevant loan interest expenses following the accounting policies of the Corporation) directly attributable to assets under construction, machinery and equipment under installation for purposes of production, leasing and management as well as the repair of fixed assets in progress. These assets are recorded at historical costs and not depreciated.

12. Payables and accrued expenses

Payables and accrued expenses are recorded for the amounts payable in the future associated with the goods and services received. Accrued expenses are recorded based on reasonable estimates for the amounts payable.

The classification of payables as trade payables, accrued expenses and other payables is made on the basis of following principles:

- Trade payables reflect payables of commercial nature arising from the purchase of goods, services, or assets, of which the seller is an independent entity with the Corporation.
- Accrued expenses reflect expenses for goods, services received from suppliers or supplied to customers but have not been paid, invoiced or lack of accounting records and supporting documents; pay on leave payable to employees; and accrual of operation expenses.
- Other payables reflect payables of non-commercial nature and irrelevant to purchase, sales of goods or provisions of services.

The payables and accrued expenses are classified as short-term and long-term items in the Interim Balance Sheet on the basis of their remaining term as of the balance sheet date.

13. Provisions for warranty of construction works

Provisions for warranty expenses are made for each type of construction works under the commitment of warranty.

The extraction of provisions for warranty is 0,19% on total value of warranty works for civil works, and 0,45% on total value of infrastructure works and is specified in each contract, but not exceeding 5% for other construction works. This rate is estimated on the basis of the warranty expenses in the previous years and weighted rate of all the possible bad results with corresponding probability. Upon expiry of the warranty period, provisions for warranty of construction works which are not used or not used up are recorded in other income.

14. Owner's equity

Capital

Capital is recorded according to the actual amounts invested by shareholders.

Share premiums

Share premiums are recorded in accordance with the difference between the issuance price and face value upon the IPO, additional issue or the difference between the re-issuance price and carrying value of treasury shares and the equity component of convertible bonds upon maturity date. Expenses directly related to the additional issue of shares and the re-issuance of treasury shares are recorded as a decrease in share premiums.

Treasury shares

When a share capital in the owner's equity is re-purchased, the amount payable including the expenses related to the transaction is recorded as treasury shares and a corresponding decrease in owner's equity then is recognized. When this share capital is re-issued, the difference between the re-issuance price and carrying value of treasury shares is recorded in "share premiums".

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

15. Profit distribution

Profit after tax is distributed to the shareholders after appropriation for funds under the Charter of the Corporation as well as legal regulations and approved by the General Meeting of Shareholders.

The distribution of profits to the shareholders is made with consideration toward non-cash items in the retained earnings that may affect cash flows and payment of dividends such as profit due to revaluation of assets contributed as investment capital, profit due to revaluation of monetary items, financial instruments and other non-cash items.

Dividends are recorded as payables upon approval of the General Meeting of Shareholders and notice on dividend payment of the Board of Management.

16. Recognition of sales and income

Sales of merchandises, finished goods

Sales of merchandises, finished goods shall be recognized when all of the following conditions are satisfied:

- The Corporation transfers most of risks and benefits incident to the ownership of goods, products to customers.
- The Corporation retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods, products sold.
- The amount of sales can be measured reliably. When the contracts stipulate that buyers have the right to return products, goods purchased under specific conditions, sales are recorded only when those specific conditions are no longer exist and buyers retains no right to return goods, products (except for the case that such returns are in exchange for other goods or services).
- The Corporation received or shall probably receive the economic benefits associated with sale transactions.
- The cost incurred or to be incurred in respect of the sale transaction can be measured reliably.

Sales of service provision

Sales of service provision shall be recognized when all of the following conditions are satisfied:

- The amount of sales can be measured reliably. When the contract stipulates that the buyer is entitled to return the services provided under specific conditions, sales is recognized only when these specific conditions are no longer existed and the buyer is not entitled to return the services provided.
- The Corporation received or shall probably receive the economic benefits associated with the provision of services.
- The stage of completion of the transaction at the end of reporting period can be measured reliably.
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

In the case that the services are provided in several accounting periods, the determination of sales is done on the basis of the volume of work done as of the balance sheet date.

Sales of real estates

Sales of real estates that invested by the Corporation shall be recognized when all of the following conditions are satisfied:

- real estates are fully completed and handed over to the buyers, and the Corporation transfers most of risks and benefits incident to the ownership of real estate to the buyer.
- the Corporation retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the real estates sold.
- the amount of sales can be measured reliably.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

- the Corporation received or shall probably receive the economic benefits associated with the transaction.
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

In case the customer has the right to complete the interior of the real estate and the Corporation completes the interiors according to the designs, models as requested by customer under a separate contract on interior completion, revenues are recognized upon the completion and handover of the main construction works to customers.

Income from leasing operating assets

Income from leasing operating assets is recognized in accordance with the straight-line method during the lease term. Rentals received in advance for several periods are allocated to revenues in consistence with the lease term.

Interest

Interest is recorded, based on the term and the actual interest rate applied in each particular period.

Dividends and profit shared

Dividends and profit shared are recognized when the Corporation has the right to receive dividends or profit from the capital contribution. Particularly, the dividends paid in form of shares are not recorded as an increase in value, but the increasing quantity is followed up.

17. Construction contracts

Construction contract is a contract agreed for acquisition of an asset or combined assets closely relevant or mutually dependent on their design, technology, function or basic using purpose.

When the outcome of the construction contracts is estimated reliably:

- For the construction contracts stipulating that the contractors are paid according to the planned progress, revenue and costs related to these contracts are recognized in proportion to the stage of completion of contract activity as determined by the Corporation itself as of the balance sheet date.
- For the construction contracts stipulating that the contractors are paid according to the work actually performed, revenue and costs related to these contracts are recognized in proportion to the stage of completion of contract activity as confirmed in the invoices made by the customers.

Increases/(decreases) in revenue of the works done, compensation receivable and other receivables are only recognized upon the agreement with customers.

When the results of the contract implementation cannot be estimated reliably:

- Contract revenue is recognized only to the extent that contract costs incurred are expected to be reliably recoverable.
- Contract costs are only recognized as actually incurred.

The difference between the accumulated revenue from the construction contract recognized and the accumulated amount in the invoices according to the planned progress of contract is recognized as an amount receivable or an amount payable according to the planned progress of implementation of the construction contracts.

18. Sales deductions

Sales deductions include trade discounts, sales allowances, sales returns incurred in the same period of providing products, merchandises, services, in which revenues are derecognized.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

In case of products, merchandises, services provided in the previous periods but trade discounts, sales allowances, sales returns incurred in the current period, revenues are derecognized as follows:

- If sales allowances, trade discounts, sales returns incur prior to the release of the Interim Financial Statements, revenues are derecognized on the Interim Financial Statements of the current period.
- If sales allowances, trade discounts, sales returns incur after the release of the Interim Financial Statements, revenues are derecognized on the Interim Financial Statements of the following period.

19. Borrowing costs

Borrowing costs are interests and other costs that the Corporation directly incurs in connection with the borrowing.

Borrowing costs are recorded as an expense when it is incurred. In case the borrowing costs are directly attributable to the construction or the production of an asset in progress, which takes a substantial period of time (over 12 months) to get ready for intended use or sales of the asset, these costs will be included in the cost of that asset. To the extent that the borrowings are especially for the purpose of construction of fixed assets and investment properties, the borrowing cost is eligible for capitalization even if construction period is under 12 months. Incomes arisen from provisional investments as loans are recognized as a decrease in the costs of relevant assets.

In the event that general borrowings are partly used for the acquisition, construction or production of an asset in progress, the costs eligible for capitalization will be determined by applying the capitalization rate to average accumulated expenditure on construction or production of that asset. The capitalization rate is computed at the weighted average interest rate of the borrowings not yet paid during the period, except for particular borrowings serving the purpose of obtaining a specific asset.

20. Expenses

Expenses are those that result in outflows of the economic benefits and are recorded at the time of transactions or when incurrence of the transaction is reliable regardless of whether payment for expenses is made or not.

Expenses and their corresponding revenues are simultaneously recognized in accordance with matching principle. In the event that matching principle conflicts with prudence principle, expenses are recognized based on the nature and regulations of accounting standards in order to guarantee that transactions can be fairly and truly reflected.

21. Corporate income tax

Corporate income tax includes current income tax and deferred income tax.

Current income tax

Current income tax is the tax amount computed based on the taxable income. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures, non-deductible expenses as well as those of non-taxable income and losses brought forward.

Deferred income tax

Deferred income tax is the amount of corporate income tax payable or refundable due to temporary differences between book values of assets and liabilities serving the preparation of the Financial Statements and the values for tax purposes. Deferred income tax liabilities are recognized for all the temporary taxable differences. Deferred income tax assets are recorded only when there is an assurance on the availability of taxable income in the future against which the temporarily deductible differences can be used.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

Carrying values of deferred corporate income tax assets are considered as of the balance sheet date and will be reduced to the rate that ensures enough taxable income against which the benefits from part of or all of the deferred income tax can be used. Deferred corporate income tax assets, which have not been recorded before, are considered as of the balance sheet date and are recorded when there is certainly enough taxable income to use these unrecognized deferred corporate income tax assets.

Deferred income tax assets and deferred income tax liabilities are determined at the estimated rate to be applied in the year when the assets are recovered or the liabilities are settled based on the effective tax rates as of the balance sheet date. Deferred income tax is recognized in the Income Statement. In the case that deferred income tax is related to the items of the owner's equity, corporate income tax will be included in the owner's equity.

The Corporation shall offset deferred tax assets and deferred tax liabilities if:

- The Corporation has the legal right to offset current income tax assets against current income tax liabilities; and
- Deferred income tax assets and deferred income tax liabilities are relevant to corporate income tax which is under the management of one tax authority either:
 - Of the same subject to corporate income tax; or
 - The Corporation has intention to pay current income tax liabilities and current income tax assets on a net basis or recover tax assets and settle tax liability simultaneously in each future period to the extent that the majority of deferred income tax liabilities or deferred income tax assets are paid or recovered.

22. Related parties

A party is considered a related party of the Corporation in case that party is able to control the Corporation or to cause material effects on the financial decisions as well as the operations of the Corporation. A party is also considered a related party of the Corporation in case that party is under the same control or is subject to the same material effects.

Considering the relationship of related parties, the nature of relationship is focused more than its legal form.

23. Segment reporting

A business segment is a distinguishable component of the Corporation that is engaged in manufacturing or providing products or services and that is subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component of the Corporation that is engaged in manufacturing or providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments.

The segment information is prepared and presented in conformity with the accounting policies applicable to the preparation and presentation of the Interim Financial Statements of the Corporation.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

V. ADDITIONAL INFORMATION ON THE ITEMS OF THE INTERIM BALANCE SHEET**1. Cash and cash equivalents**

	<u>Ending balance</u>	<u>Beginning balance</u>
Cash on hand	238.371.255	466.153.189
Demand deposits in banks	16.372.370.997	10.433.540.633
Cash equivalents (Deposits of which the principal maturity is within 3 months)	41.000.000.000	86.500.000.000
Total	<u>57.610.742.252</u>	<u>97.399.693.822</u>

2. Financial investments

The financial investments of the Corporation include trading securities, held-to-maturity investments and investments in other entities. The Corporation's financial investments are as follows:

2a. Trading securities

	Ending balance			Beginning balance		
	Original amount	Provisions	Fair values	Original amount	Provisions	Fair values
Petrolimex Gas Corporation JSC	3.697.623.460	(1.297.603.460)	2.400.020.000	3.697.623.460	(1.115.323.460)	2.582.300.000
Cat Lai Port Joint Stock Company	-	-	-	7.677.142.814	(1.203.852.814)	6.473.290.000
Vingal-Vnsteel Industries Joint Stock Company	15.822.791.067	-	20.764.714.500	16.853.067.734	-	16.853.067.734
Tan Cang Warehousing Joint Stock Company	10.299.699.644	(1.321.149.644)	8.978.550.000	10.501.971.310	(1.875.521.310)	8.626.450.000
Can Don Hydro Power Joint Stock Company	14.454.896.450	(2.104.386.450)	12.350.510.000	14.454.896.450	(3.165.166.450)	11.289.730.000
Total	<u>44.275.010.621</u>	<u>(4.723.139.554)</u>	<u>44.493.794.500</u>	<u>53.184.701.768</u>	<u>(7.359.864.034)</u>	<u>45.824.837.734</u>

Fluctuations in provisions for impairments of trading securities are as follows:

	<u>Current period</u>	<u>Previous period</u>
Beginning balance	7.359.864.034	932.146.235
Provisions made/(Reversal of provisions)	(2.636.724.480)	2.549.897.865
Ending balance	<u>4.723.139.554</u>	<u>3.482.044.100</u>

2b. Held-to-maturity investments

	Ending balance		Beginning balance	
	Original amount	Carrying value	Original amount	Carrying value
Short-term				
Term deposits ⁽ⁱ⁾	7.581.186.074	7.581.186.074	86.139.172.593	86.139.172.593
Long-term				
Bonds ⁽ⁱⁱ⁾	9.250.000.000	9.250.000.000	9.250.000.000	9.250.000.000
Total	<u>16.831.186.074</u>	<u>16.831.186.074</u>	<u>95.389.172.593</u>	<u>95.389.172.593</u>

(i) This item reflects 12-month deposit. This deposit has been mortgaged to secure the overdraft loans from BIDV – Southern Binh Duong Branch (see Note No. V.19).

(ii) This item reflects bonds issued by BIDV and VietinBank. Details are as follows:

Issuers	Year of issuance	Term (years)	Ending balance	Beginning balance
BIDV	2018	10 years	1.980.000.000	1.980.000.000
BIDV	2019	10 years	1.270.000.000	1.270.000.000
VietinBank	2020	10 years	6.000.000.000	6.000.000.000
Total			<u>9.250.000.000</u>	<u>9.250.000.000</u>

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

All of these bonds have been mortgaged to secure the overdraft loans from BIDV – Southern Binh Duong Branch and VietinBank – Binh Duong Branch (see Note No. V.19).

2c. Investments in other entities

	Ending balance			Beginning balance		
	Original amount	Provisions	Fair value	Original amount	Provisions	Fair value
Investments in subsidiary	37.200.000.000	(162.308.828)		37.200.000.000	(162.308.828)	
Tien Phuoc Construction Mineral Joint Stock Company ⁽ⁱ⁾	37.200.000.000	(162.308.828)		37.200.000.000	(162.308.828)	
Investments in associates	136.907.156.453			136.907.156.453		
Thu Duc - Long An Centrifugal Concrete Joint Stock Company ⁽ⁱⁱ⁾	94.688.324.245			94.688.324.245		
Mien Dong Joint-Stock Company ⁽ⁱⁱⁱ⁾	42.218.832.208		-57.679.232.500	42.218.832.208		-41.473.285.000
Investments in other entities	22.700.887.800	(224.658.488)		22.700.887.800	(224.658.488)	
Binh Duong General Construction and Consultation Joint Stock Company ^(iv)	200.887.800	(200.887.800)		200.887.800	(200.887.800)	
Dong Phu - Binh Duong Highway Building Operation Transfer Joint Stock Company ^(v)	22.500.000.000	(23.770.688)		22.500.000.000	(23.770.688)	
Total	196.808.044.253	(386.967.316)		196.808.044.253	(386.967.316)	

- (i) According to the initial agreement of the founding shareholders, CIC39 Corporation registered for the direct contribution capital of VND 55.200.000.000, accounting for 80% of total charter capital of Tien Phuoc Construction Mineral Joint Stock Company. As of the balance sheet date, the Corporation contributed VND 37.200.000.000, equivalent to 53,91% of charter capital. The charter capital to be invested in Tien Phuoc Construction Mineral Joint Stock Company is VND 18.000.000.000.
- (ii) As of the balance sheet date, the Corporation held 6.375.238 shares, equivalent to 42,50% of charter capital of Thu Duc - Long An Centrifugal Concrete Joint Stock Company.
- (iii) As of the balance sheet date, the Corporation held 3.485.150 shares, equivalent to 32,01% of charter capital of Mien Dong Joint-Stock Company.
- (iv) As of the balance sheet date, the Corporation held 18.098 shares, equivalent to 3,52% of charter capital of Binh Duong General Construction and Consultation Joint Stock Company.
- (v) The Corporation registered to purchase 3.375.000 shares at the acquiring price of VND 33.750.000.000 (accounting for 15% of charter capital of Dong Phu - Binh Duong Highway Building Operation Transfer Joint Stock Company). As of the balance sheet date, the Corporation held 2.250.000 shares at the value of VND 22.500.000.000 (beginning balance: 1.687.500 shares at the value of VND 16.875.000.000). The charter capital to be invested is VND 11.250.000.000.

Fair value

Fair value of investments with listed price is measured at the listed price as of the balance sheet date. The Corporation has not measured the fair value of the investments without listed price because there is no specific instruction on measurement of fair value.

Operation of subsidiary and associates

Tien Phuoc Construction Mineral Joint Stock Company is currently in the stage of construction and has not generated revenue yet.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

The associates have been in the normal operation with profits and have not experienced any significant change against that of the previous period.

Transactions with subsidiary and associates

Significant transactions between the Corporation and its subsidiary and associates are as follows:

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
<i>Thu Duc - Long An Centrifugal Concrete Joint Stock Company</i>		
Sales of merchandises	6.465.294.046	3.470.564.394
Dividends shared	3.197.184.000	-
<i>Mien Dong Joint-Stock Company</i>		
Sales of merchandises	1.916.707.189	6.390.705.262
Sales of finished goods	29.788.744.979	443.470.556
Purchases of materials	25.643.958.993	23.551.948.973
Purchases of services	247.158.755	676.554.217
Dividend distribution	2.091.090.000	-
Acquisition of fixed assets	400.000.000	-
3. Short-term trade receivables		
	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Receivables from related parties</i>		
Mien Dong Joint-Stock Company	55.362.542.970	54.885.868.709
Thu Duc - Long An Centrifugal Concrete Joint Stock Company	3.831.510.580	1.535.378.117
<i>Receivables from other customers</i>		
Management Board of Thuan An City Construction Investment Project	6.005.053.996	14.336.731.996
Management Board of Dau Tieng District Construction Investment Project	804.045.100	12.242.148.100
Phuc Tai Cooperative	953.865.867	1.647.076.080
Hwan Tai Vietnam Co., Ltd.	694.859.968	6.003.179.703
Other customers	61.376.942.754	37.748.182.077
Total	<u>129.028.821.235</u>	<u>128.398.564.782</u>
4. Short-term prepayments to suppliers		
	<u>Ending balance</u>	<u>Beginning balance</u>
Phu Dong Phat Design Construction Trade Company Limited	1.812.528.113	20.610.939.772
G7 High Tech Joint Stock Company	871.951.080	-
Ngoc Linh Phat Fire Protection Company Limited	408.302.710	-
Other suppliers	1.026.543.967	1.339.013.590
Total	<u>4.119.325.870</u>	<u>21.949.953.362</u>

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

5. Other short-term receivables

	Ending balance		Beginning balance	
	Value	Allowance	Value	Allowance
<i>Receivables from related parties</i>	8.583.724.000	-	5.406.540.000	-
Mr. Tran Van Binh - Advance	5.386.540.000	-	5.406.540.000	-
Thu Duc - Long An Centrifugal Concrete Joint Stock Company - Dividends shared	3.197.184.000	-	-	-
<i>Receivables from other organizations and individuals</i>	73.908.046.344	-	78.965.385.055	-
Advances	67.642.143.512	-	70.669.544.386	-
Short-term deposits and mortgages	5.227.078.136	-	5.226.900.360	-
Dividends receivable	-	-	182.280.000	-
Interest to be received	959.427.313	-	2.016.619.222	-
Other short-term receivables	79.397.383	-	870.041.087	-
Total	82.491.770.344	-	84.371.925.055	-

6. Doubtful debts

	Overdue period	Ending balance		Overdue period	Beginning balance	
		Original amount	Recoverable amount		Original amount	Recoverable amount
<i>Construction Investment Joint Stock Company No. 14</i>						
Trade receivables	More than 3 years	2.087.609.955	-	More than 3 years	2.087.609.955	-
<i>Thien Bao Thanh Construction Co., Ltd.</i>						
Trade receivables	From 2 years to less than 3 years	1.328.429.946	398.528.984	From 1 year to 2 years	1.328.429.946	398.528.984
<i>Quang Phuoc Co., Ltd.</i>						
Trade receivables	More than 3 years	264.782.117	-	More than 3 years	264.782.117	-
<i>Xuan Loan Pte.</i>						
Trade receivables	More than 3 years	200.366.498	-	More than 3 years	200.366.498	-
<i>Receivables from other organizations and individuals</i>						
Trade receivables	More than 3 years	778.900.591	-	More than 3 years	544.207.796	-
	From 2 years to 3 years	536.634.510	160.990.353	From 2 years to 3 years	352.390.230	105.717.069
	From 1 year to 2 years	746.603.113	373.301.557	From 1 year to 2 years	532.636.730	266.318.365
	Less than 1 year	311.382.433	217.967.701	Less than 1 year	435.932.404	305.151.841
Total		6.254.709.163	1.150.788.595		5.746.355.676	1.075.716.259

Fluctuations in allowances for doubtful debts are as follows:

	Current period	Previous period
Beginning balance	4.670.639.417	4.628.130.630
Allowance made/(Reversal of allowance)	433.281.151	(380.832.590)
Ending balance	5.103.920.568	4.247.298.040

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

7. Inventories

	Ending balance		Beginning balance	
	Original costs	Allowance	Original costs	Allowance
Materials and supplies	14.752.103.069	(10.671.302)	13.167.019.201	(10.671.302)
Tools	627.446.377	-	499.924.495	-
Work-in-process	12.140.610.185	(6.161.776.442)	9.156.404.740	(6.161.776.442)
Finished goods ^(*)	54.386.524.906	(1.412.401.371)	57.944.666.767	(1.857.406.847)
Merchandises	4.737.997.680	(91.320.647)	1.657.612.212	
Total	86.644.682.217	(7.676.169.762)	82.425.627.415	(8.029.854.591)

(*) Ending balance of finished goods which are real estate with the carrying value of VND 23.702.839.188 (beginning balance: VND 23.703.873.453) has been mortgaged to secure the loans from BIDV – Southern Binh Duong Branch (see Note No. V.19).

Fluctuations in allowances for inventories are as follows:

	Current period	Previous period
Beginning balance	8.029.854.591	759.664.499
Allowance made/(Reversal of allowance)	(353.684.829)	(18.764.041)
Ending balance	7.676.169.762	740.900.458

8. Prepaid expenses**8a. Short-term prepaid expenses**

	Ending balance	Beginning balance
Expenses of tools	656.340.956	428.024.660
Expenses of repairs	433.738.449	151.635.223
Other short-term prepaid expenses	46.911.673	27.749.998
Total	1.136.991.078	607.409.881

8b. Long-term prepaid expenses

	Ending balance	Beginning balance
Expenses of tools	5.038.726.863	5.262.514.511
Land use right ^(*)	44.026.827.301	44.539.761.211
+ Expenses of land use right transfer	38.655.614.341	39.105.971.011
+ Land rental paid once	5.371.212.960	5.433.790.200
Land rental ^(*)	13.449.132.036	13.617.209.280
Expenses of repairs	840.730.642	509.441.290
Other long-term prepaid expenses	393.889.968	469.553.489
Total	63.749.306.810	64.398.479.781

(*) Land use right and land rental, of which the net book values are VND 48.229.584.772 (beginning balance: VND 56.189.114.946), have been mortgaged to secure loans from BIDV - Southern Binh Duong Branch, VietinBank - Binh Duong Branch (see Note No. V.19).

9. Tangible fixed assets

	Buildings and structures	Machinery and equipment	Vehicles	Office equipment	Total
Historical costs					
Beginning balance	75.599.856.015	134.651.826.561	41.434.034.116	1.457.285.816	253.143.002.508
Completed construction	581.475.472	1.487.007.504	1.157.770.658	-	3.226.253.634
Liquidation and disposal	-	(1.807.921.336)	(299.480.858)	-	(2.107.402.194)

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

	Buildings and structures	Machinery and equipment	Vehicles	Office equipment	Total
Ending balance	<u>76.181.331.487</u>	<u>134.330.912.729</u>	<u>42.292.323.916</u>	<u>1.457.285.816</u>	<u>254.261.853.948</u>
<i>In which:</i>					
Assets fully depreciated but still in use	7.807.725.626	21.023.457.748	12.101.047.058	1.362.075.816	42.294.306.248
Assets waiting for liquidation	-	-	-	-	-
Depreciation					
Beginning balance	39.074.332.840	71.637.192.214	30.433.988.273	1.375.497.784	142.521.011.111
Depreciation during the period	3.468.223.683	6.323.032.306	1.423.945.849	11.901.252	11.227.103.090
Liquidation and disposal	-	(1.285.869.325)	(299.480.858)	-	(1.585.350.183)
Ending balance	<u>42.542.556.523</u>	<u>76.674.355.195</u>	<u>31.558.453.264</u>	<u>1.387.399.036</u>	<u>152.162.764.018</u>
Net book values					
Beginning balance	<u>36.525.523.175</u>	<u>63.014.634.347</u>	<u>11.000.045.843</u>	<u>81.788.032</u>	<u>110.621.991.397</u>
Ending balance	<u>33.638.774.964</u>	<u>57.656.557.534</u>	<u>10.733.870.652</u>	<u>69.886.780</u>	<u>102.099.089.930</u>
<i>In which:</i>					
Assets temporarily not in use	-	-	-	-	-
Assets waiting for liquidation	-	-	-	-	-

Some tangible fixed assets, of which the net book values are VND 9.819.006.633 (beginning balance: VND 10.765.256.275), have been mortgaged to secure the loans from BIDV - Southern Binh Duong Branch and VietinBank - Binh Duong Branch (see Note No. V.19).

10. Intangible fixed assets

	Land use right	Computer software	Total
Initial costs			
Beginning balance	100.504.903.261	1.142.992.000	101.647.895.261
Ending balance	<u>100.504.903.261</u>	<u>1.142.992.000</u>	<u>101.647.895.261</u>
<i>In which:</i>			
Assets fully amortized but still in use	24.867.893.735	561.920.000	25.429.813.735
Amortization			
Beginning balance	42.028.709.019	891.411.127	42.920.120.146
Amortization during the period	873.643.434	44.012.004	917.655.438
Ending balance	<u>42.902.352.453</u>	<u>935.423.131</u>	<u>43.837.775.584</u>
Net book values			
Beginning balance	<u>58.476.194.242</u>	<u>251.580.873</u>	<u>58.727.775.115</u>
Ending balance	<u>57.602.550.808</u>	<u>207.568.869</u>	<u>57.810.119.677</u>
<i>In which:</i>			
Assets temporarily not in use	-	-	-
Assets waiting for liquidation	-	-	-

Some intangible fixed assets, i.e. land use right, of which the net book values are VND 51.255.929.735 (beginning balance: VND 28.328.374.408), have been mortgaged to secure the loans from BIDV - Southern Binh Duong Branch and VietinBank - Binh Duong Branch (see Note No. V.19).

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

11. Investment property for lease

	<u>Houses</u>	<u>Infrastructure</u>	<u>Total</u>
Historical costs			
Beginning balance	7.374.299.499	957.092.617	8.331.392.116
Ending balance	<u>7.374.299.499</u>	<u>957.092.617</u>	<u>8.331.392.116</u>
<i>In which:</i>			
Assets fully depreciated but still leasing	-	823.279.689	823.279.689
Depreciation			
Beginning balance	3.698.231.099	925.830.023	4.624.061.122
Depreciation during the period	200.032.890	16.394.498	216.427.388
Ending balance	<u>3.898.263.989</u>	<u>942.224.521</u>	<u>4.840.488.510</u>
Net book values			
Beginning balance	3.676.068.400	31.262.594	3.707.330.994
Ending balance	<u>3.476.035.510</u>	<u>14.868.096</u>	<u>3.490.903.606</u>

Investment properties for lease, of which the net book values are VND 1.343.147.610 (beginning balance: VND 1.409.828.700), have been mortgaged to secure the loans from BIDV - Southern Binh Duong Branch (see Note No. V.19).

List of investment properties as at the balance sheet date is as follows:

	<u>Historical costs</u>	<u>Accumulated depreciation</u>	<u>Net book values</u>
Nguyen Van Tiet Showroom	3.373.745.556	2.030.597.946	1.343.147.610
Kindergarten	4.000.553.943	1.867.666.043	2.132.887.900
Kiosk (size: 15.2*6.6) at Nguyen Van Tiet Residential Area	206.917.348	206.917.348	-
Kiosk (size: 6.8*3) at Nguyen Van Tiet Residential Area	238.837.166	238.837.166	-
Kiosk (size: 7.5*23.7) at Nguyen Van Tiet Residential Area	377.525.175	377.525.175	-
Kiosk at Road D4 - Nguyen Van Tiet Residential Area	133.812.928	118.944.832	14.868.096
Total	<u>8.331.392.116</u>	<u>4.840.488.510</u>	<u>3.490.903.606</u>

12. Construction-in-progress

	<u>Beginning balance</u>	<u>Increase during the period</u>	<u>Inclusion into fixed assets during the period</u>	<u>Inclusion into expenses</u>	<u>Ending balance</u>
Acquisition of fixed assets	689.504.509	400.000.000	(1.089.504.509)	-	-
Construction-in-progress	2.091.443.094	2.199.606.091	(2.136.749.125)	(132.203.520)	2.022.096.540
<i>Thanh Phuoc concrete workshop - Phase 2</i>	1.988.944.736	1.873.561.316	(1.924.167.617)	-	1.938.338.435
<i>Thuan Giao brick workshop</i>	102.498.358	312.870.693	(212.581.508)	(132.203.520)	70.584.023
<i>Other constructions</i>	-	13.174.082	-	-	13.174.082
Total	<u>2.780.947.603</u>	<u>2.599.606.091</u>	<u>(3.226.253.634)</u>	<u>(132.203.520)</u>	<u>2.022.096.540</u>

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

13. Short-term trade payables

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Payables to related party</i>	<i>11.458.624.660</i>	<i>606.219.941</i>
Mien Dong Joint- Stock Company	11.458.624.660	606.219.941
<i>Payables to other suppliers</i>	<i>13.844.122.577</i>	<i>14.610.829.572</i>
Thu Thanh Phat Company Limited	463.741.069	2.148.850.050
Dai Loc Phat Construction Trading Services Joint Stock Company	-	576.623.865
Hop Nhan Trading Transport and Mechanical Construction Joint Stock Company	22.077.000	2.205.236.144
Hoang Phuong Dong Co., Ltd.	1.344.463.884	1.087.844.878
Far-East Construction - Trade Company Limited	790.520.659	1.060.520.659
Hoa Binh Minh Corporation Company Limited - Binh Duong Construction Material Branch	1.224.843.712	448.087.503
CCM Trading Service Company Limited	4.063.695.757	-
Other suppliers	5.934.780.496	7.083.666.473
Total	<u>25.302.747.237</u>	<u>15.217.049.513</u>

The Corporation has no overdue trade payables.

14. Short-term advances from customers

	<u>Ending balance</u>	<u>Beginning balance</u>
Management Board of Thu Dau Mot City Construction Investment Project	21.963.430.000	-
Management Board of Ben Cat Town Construction Investment Project	1.088.494.000	-
Mr. Bien Thanh Nhan	3.496.416.000	3.496.416.000
Other customers	3.395.502.630	5.202.365.797
Total	<u>29.943.842.630</u>	<u>8.698.781.797</u>

15. Taxes and other obligations to the State Budget

	<u>Beginning balance</u>		<u>Increase during the period</u>		<u>Ending balance</u>	
	Payables	Receivables	Amount payable	Amount paid	Payables	Receivables
VAT on local sales	-	3.792.973.239	376.395.840	-	-	3.416.577.399
Corporate income tax	-	1.224.413.526	-	-	-	1.224.413.526
Personal income tax	-	244.077.655	592.800.251	(1.024.571.950)	-	675.849.354
Natural resource tax	83.083.300	-	257.580.000	(325.435.300)	15.228.000	-
Other taxes	-	-	8.000.000	(8.000.000)	-	-
Fees, legal fees and other duties	27.417.489	-	90.001.400	(110.393.649)	7.025.240	-
Total	<u>110.500.789</u>	<u>5.261.464.420</u>	<u>1.324.777.491</u>	<u>(1.468.400.899)</u>	<u>22.253.240</u>	<u>5.316.840.279</u>

Value added tax (VAT)

The Corporation has to pay VAT in accordance with the deduction method at the rate of 10%.

Corporate income tax

The Corporation has to pay corporate income tax on taxable income at the rate of 20%.

Estimated corporate income tax payable during the period is as follows:

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

	Accumulated from the beginning of the year	
	Current year	Previous year
Total accounting profit before tax	6.166.350.226	19.421.304.041
Increases/(decreases) of accounting profit to determine profit subject to corporate income tax:		
- <i>Increases</i>	55.305.934	177.142.393
- <i>Decreases</i>	-	-
Income subject to tax	6.221.656.160	19.598.446.434
Income exempted from tax	(6.539.375.667)	(2.439.855.000)
Taxable income	(317.719.507)	17.158.591.434
Corporate income tax rate	20%	20%
Corporate income tax payable	-	3.431.718.287

Determination of corporate income tax liability of the Corporation is based on currently applicable regulations on tax. Nonetheless, these tax regulations may change from time to time and tax regulations applicable to variety of transactions can be interpreted differently. Hence, the tax amounts presented in the Interim Financial Statements can be changed upon the inspection of tax authorities.

Natural resource tax

The Corporation has to pay natural resource tax imposed on quarrying at the rate of 10% over the taxable value.

Land rental

Land rental is paid according to the notices of the tax authority.

Other taxes

The Corporation has declared and paid these taxes in line with the prevailing regulations.

16. Payables to employees

This item reflects the salary to be paid to employees.

17. Short-term accrued expenses

	<u>Ending balance</u>	<u>Beginning balance</u>
Temporarily accrued costs of construction and installation	3.722.471.093	36.312.332.457
Expenses for local support and rehabilitation of Tan Dong Hiep quarry environment	1.378.831.072	1.894.606.950
Other short-term accrued expenses	148.125.883	131.971.256
Total	5.249.428.048	38.338.910.663

18. Other short-term payables

	<u>Ending balance</u>	<u>Beginning balance</u>
Trade Union's expenditure	77.900.460	78.500.520
Dividends payable	27.342.075	26.216.675
Payables for temporarily works warranty of construction teams, subcontractors	5.323.075.570	6.013.379.529
Short-term deposits, mortgages	883.097.137	883.097.137
Loan interest payable	228.283.877	361.965.572
Other short-term payables	714.680.346	57.470.820
Total	7.254.379.465	7.420.630.253

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

The Corporation has no other overdue payables.

19. Borrowings**19a. Short-term borrowings**

	<u>Ending balance</u>	<u>Beginning balance</u>
Short-term loans from banks	176.902.694.007	307.124.336.095
<i>Loan from BIDV – Southern Binh Duong Branch ⁽ⁱ⁾</i>	<i>157.945.473.762</i>	<i>307.124.336.095</i>
<i>Loan from Vietcombank – Binh Duong Branch ⁽ⁱⁱ⁾</i>	<i>18.133.688.780</i>	-
<i>Loan from VietinBank – Binh Duong Branch ⁽ⁱⁱⁱ⁾</i>	<i>823.531.465</i>	-
Current portions of long-term loans (see Note No. V.19b)	9.408.400.000	9.248.400.000
Total	<u>186.311.094.007</u>	<u>316.372.736.095</u>

- (i) Loan from BIDV – Southern Binh Duong Branch is to supplement the working capital with credit line of VND 400.000.000.000 at the interest rate defined for each loan acknowledgement. The maximum loan term for each loan is 12 months. This loan is secured by mortgaging 12-month deposit balance, bonds issued by banks and some other assets, i.e. finished real estate, prepaid expenses which are land use right, tangible fixed assets, intangible fixed assets and investment property (see Notes No. V.2b, V.7, V.8, V.9, V.10 and V.11).
- (ii) Loan from Vietcombank – Binh Duong Branch is to supplement the working capital with credit line of VND 40.000.000.000 at the interest rate defined for each loan acknowledgement. The loan term is 12 months. This loan is secured by mortgaging some assets, i.e. prepaid expenses which are land use right and intangible fixed assets (see Notes No. V.8 and V.10).
- (iii) Loan from VietinBank – Binh Duong Branch is to supplement the working capital with credit line of VND 70.000.000.000 at the interest rate defined for each loan acknowledgement. The loan term is 12 months. This loan is secured by mortgaging some assets, i.e. bonds issued by banks, prepaid expenses which are land use right, tangible fixed assets and intangible fixed assets (see Notes No. V.2b, V.8, V.9 and V.10).

The Corporation is solvent over short-term loans.

Details of increases/(decreases) of short-term borrowings during the period are as follows:

	<u>Beginning balance</u>	<u>Increase during the period</u>	<u>Transfer from long-term borrowings</u>	<u>Amount repaid during the period</u>	<u>Ending balance</u>
Short-term loans from banks	307.124.336.095	220.269.945.435	-	(350.491.587.523)	176.902.694.007
Current portions of long-term loans	9.248.400.000	-	4.744.200.000	(4.584.200.000)	9.408.400.000
Total	<u>316.372.736.095</u>	<u>220.269.945.435</u>	<u>4.744.200.000</u>	<u>(355.075.787.523)</u>	<u>186.311.094.007</u>

19b. Long-term borrowings

	<u>Ending balance</u>	<u>Beginning balance</u>
Loan from BIDV – Southern Binh Duong Branch ⁽ⁱ⁾	20.399.067.500	5.400.000.000
Loan from VietinBank – Binh Duong Branch ⁽ⁱⁱ⁾	3.960.000.000	23.703.267.500
Total	<u>24.359.067.500</u>	<u>29.103.267.500</u>

- (i) The loan from BIDV – Southern Binh Duong Branch is to refund investment in machinery and equipment for the production of unburnt bricks and purchase of vehicles at the floating interest rate. The loan term is 60 months, starting from the first disbursement date. This loan is secured by mortgaging some tangible fixed assets (see Note No. V.9).

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

- (ii) The medium and long-term loans from VietinBank – Binh Duong Branch are to acquire fixed assets and invest in Thanh Phuoc Plant at the floating interest rate. The loan terms are 5 years and 10 years respectively, starting from the first disbursement date. These loans are secured by mortgaging some assets, i.e. prepaid expenses which are land use right, tangible fixed assets and intangible fixed assets (see Notes No. V.8, V.9 and V.10).

Repayment schedule of long-term borrowings is as follows:

	<u>Ending balance</u>	<u>Beginning balance</u>
1 year or less	9.408.400.000	9.248.400.000
More than 1 year to 5 years	24.359.067.500	29.103.267.500
More than 5 years	-	-
Total	<u>33.767.467.500</u>	<u>38.351.667.500</u>

The Corporation is solvent over long-term loans.

Details of increase/(decrease) of long-term borrowings are as follows:

	<u>Current period</u>	<u>Previous period</u>
Beginning balance	29.103.267.500	38.391.667.500
Transfer to short-term borrowings	(4.744.200.000)	(4.664.200.000)
Ending balance	<u>24.359.067.500</u>	<u>33.727.467.500</u>

19c. Overdue borrowings

The Corporation has no overdue loans.

20. Provisions for short-term payables

This item reflects provisions for warranty of construction works. Details are as follows:

	<u>Current period</u>	<u>Previous period</u>
Beginning balance	897.339.561	3.467.824.145
Increase due to extraction	13.456.755	-
Amount used	(303.427.003)	(181.568.880)
Ending balance	<u>607.369.313</u>	<u>3.286.255.265</u>

21. Bonus and welfare funds

	<u>Beginning balance</u>	<u>Increase due to other proceeds</u>	<u>Increase due to appropriation from profit</u>	<u>Disbursement during the period</u>	<u>Adjustment</u>	<u>Decrease due to excessive extraction</u>	<u>Ending balance</u>
Bonus fund	572.117.520	-	-	(1.020.494.869)	450.000.000	-	1.622.651
Welfare fund	877.953.191	947.810.000	-	(256.650.000)	(450.000.000)	(209.255.257)	909.857.934
Bonus fund for the Executive Officers	-	-	396.325.562	(396.325.562)	-	-	-
Total	<u>1.450.070.711</u>	<u>947.810.000</u>	<u>396.325.562</u>	<u>(1.673.470.431)</u>	<u>-</u>	<u>(209.255.257)</u>	<u>911.480.585</u>

22. Owner's equity**22a. Statement of fluctuations in owner's equity**

Information on the fluctuations in owner's equity is presented in the attached Appendix 01.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)**22b. Details of capital contribution of the owners**

	<u>Ending balance</u>	<u>Beginning balance</u>
Domestic individuals	133.560.590.000	134.469.360.000
Overseas individuals	806.800.000	684.890.000
Domestic organizations	10.964.010.000	9.257.180.000
Overseas organizations	4.960.050.000	5.880.020.000
Treasury shares	10.000.000	10.000.000
Total	<u>150.301.450.000</u>	<u>150.301.450.000</u>

22c. Shares

	<u>Ending balance</u>	<u>Beginning balance</u>
Number of shares registered to be issued	15.030.145	15.030.145
Number of shares sold to the public	15.030.145	15.030.145
- Common shares	15.030.145	15.030.145
- Preferred shares	-	-
Number of shares repurchased	1.000	1.000
- Common shares	1.000	1.000
- Preferred shares	-	-
Number of outstanding shares	15.029.145	15.029.145
- Common shares	15.029.145	15.029.145
- Preferred shares	-	-

Face value of outstanding shares: VND 10.000.

22d. Profit distribution

The profit has been distributed according to the Resolution No. 01/NQ-ĐHĐCĐ dated 20 April 2022 of 2023 Annual General Meeting of Shareholders as follows:

	<u>Amount to be distributed</u>	<u>Amount appropriated in the previous year</u>	<u>Amount appropriated in the current year</u>
• Dividends distributed to shareholders	15.030.145.000	-	15.030.145.000
• Appropriation for investment and development fund	1.585.302.250	-	1.585.302.250
• Appropriation for bonus and welfare funds	792.651.125	1.001.906.382	(209.255.257)
• Appropriation for bonus fund to the Executive Officers	396.325.562	-	396.325.562
• Appropriation for remuneration of the Board of Management	396.325.562	-	396.325.562

23. Off-interim balance sheet items**23a. Treated doubtful debts**

	<u>Ending balance</u>	<u>Beginning balance</u>	<u>Reasons for writing off</u>
Van Hai Construction Company Limited	484.735.894	484.735.894	Irrecoverable
Tien Phat Iron and Steel Construction Company Limited	660.504.913	660.504.913	Irrecoverable
Other subjects	1.149.413.384	1.149.413.384	Irrecoverable
Total	<u>2.294.654.191</u>	<u>2.294.654.191</u>	

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)**VI. ADDITIONAL INFORMATION ON THE ITEMS OF THE INTERIM INCOME STATEMENT****1. Sales****1a. Gross sales**

	Accumulated from the beginning of the year	
	Current year	Previous year
Sales of merchandises	75.797.935.640	83.676.718.770
Sales of finished goods	134.016.921.060	119.091.326.690
Sales of service provisions	1.753.329.437	5.684.395.925
Sales of real estate trading	1.218.545.466	1.011.818.190
Sales of construction contracts	7.063.298.083	70.737.367.799
Other sales	265.371.124	
Total	<u>220.115.400.810</u>	<u>280.201.627.374</u>

1b. Sales to related parties

Apart from sales of goods and service provisions to subsidiary and associates presented in Note No. V.2c, the Corporation has no sales of goods and service provisions to other related parties.

2. Sales deductions

This item reflects sales returns.

3. Costs of sales

	Accumulated from the beginning of the year	
	Current year	Previous year
Costs of merchandises sold	69.058.088.210	65.271.710.980
Costs of finished goods sold	115.998.408.725	105.881.103.144
Costs of services provided	2.023.730.444	5.399.505.451
Costs of real estate trading	224.700.752	288.063.972
Costs of construction activities	6.254.732.565	65.837.258.754
Allowance/(Reversal of allowance) for inventories	(353.684.829)	(18.764.041)
Other costs	247.915.880	-
Total	<u>193.453.891.747</u>	<u>242.658.878.260</u>

4. Financial income

	Accumulated from the beginning of the year	
	Current year	Previous year
Demand deposit interests	8.357.364	11.644.142
Term deposit interests	3.513.996.573	3.048.483.075
Dividends and profit received	6.539.375.667	2.439.855.000
Interest on bonds	332.896.000	413.846.000
Interest on trading securities	366.457.186	210.838.090
Proceeds from liquidation of other short-term and long-term investments	-	1.220.396
Total	<u>10.761.082.790</u>	<u>6.125.886.703</u>

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)**5. Financial expenses**

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Loan interest expenses	10.276.055.203	6.152.374.846
Expenses on sales of securities	12.065.403	7.348.652
Provisions/(Reversal of provisions) for impairment of trading securities and investment loss	(2.636.724.480)	2.549.897.865
Total	<u>7.651.396.126</u>	<u>8.709.621.363</u>

6. Selling expenses

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Expenses for employees	63.686.000	174.544.538
Depreciation/(amortization) of fixed assets	93.676.548	93.676.548
Transport expenses	14.067.027.186	10.031.900.422
Other expenses	454.976.694	470.009.157
Total	<u>14.679.366.428</u>	<u>10.770.130.665</u>

7. General and administration expenses

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Employees	4.552.109.716	4.694.674.788
Office supplies	96.898.758	91.505.472
Depreciation/(amortization) of fixed assets	935.814.750	855.828.178
Taxes, fees and legal fees	8.000.000	8.000.000
Allowance/(Reversal of allowance) for doubtful debts	433.281.151	(380.832.590)
External services rendered	612.988.842	594.379.599
Other cash expenses	2.221.018.923	1.498.847.960
Total	<u>8.860.112.140</u>	<u>7.362.403.407</u>

8. Other income

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Proceeds from liquidation, disposal of fixed assets	-	420.982.727
Recovery of spilled rock from the mine	-	1.170.059.364
Fines for violation of the contract	3.730.000	5.568.000
Other income	66.071.234	1.995.740.665
Total	<u>69.801.234</u>	<u>3.592.350.756</u>

9. Other expenses

	Accumulated from the beginning of the year	
	<u>Current year</u>	<u>Previous year</u>
Loss on liquidation, disposal of fixed assets, investment properties	135.158.374	-
Fines for administrative violations	-	79.369.273
Other expenses	9.793	911.612.224
Total	<u>135.168.167</u>	<u>990.981.497</u>

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)**10. Earnings per share**

Information on the earnings per share is presented in the Consolidated Interim Financial Statements.

11. Operating costs

	Accumulated from the beginning of the year	
	Current year	Previous year
Materials and supplies	103.488.086.704	128.381.926.152
Labor costs	18.061.617.357	19.354.670.779
Depreciation/(amortization) of fixed assets and investment property	12.361.185.916	12.457.369.818
External services rendered	38.689.012.034	48.072.141.709
Other expenses	6.953.116.892	7.852.975.643
Total	179.553.018.903	216.119.084.101

VII. ADDITIONAL INFORMATION ON THE ITEMS OF THE INTERIM CASH FLOW STATEMENT

As of the balance sheet date, the Corporation has the prepayment for acquisition and construction of fixed assets for an amount of VND 939.150.220 (beginning balance: VND 0).

VIII. OTHER DISCLOSURES**1. Operating leased assets**

As at the balance sheet date, the total minimum rental to be collected in the future from irrevocable operating leases is as follows:

	Ending balance	Beginning balance
1 year or less	4.898.581.818	4.957.709.091
More than 1 year to 5 years	2.282.596.970	2.775.074.242
More than 5 years	2.620.300.000	2.620.300.000
Total	9.801.478.788	10.353.083.333

2. Transactions and balances with related parties

The Corporation's related parties include the key managers, their related individuals and other related parties.

2a. Transactions and balances with the key managers and their related individuals

The Corporation's key managers include the Board of Management and the Executive Officers (the Board of Directors and the Chief Accountant). The key managers' related individuals are their close family members.

Transactions with the key managers and their related individuals

The Corporation has no sales of goods and service provisions and no other transactions with the key managers and their related individuals.

Receivables from and payables to the key managers and their related individuals

Receivables from and payables to the key managers and their related individuals are presented in Note No. V.5.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)*Income of the key managers*

	Position	Salary	Bonus	Remuneration	Total
Current period					
Board of Management					
Mr. Nguyen Le Van	Chairman	10.000.000	-	28.242.459	38.242.459
Mr. Vo Van Lanh	Member	7.000.000	31.716.650	2.864.452	41.581.102
Mr. Tran Van Binh	Member	7.000.000	22.756.956	2.864.452	32.621.408
Mr. Trinh Tien Bay	Member	7.000.000	-	27.152.603	34.152.603
Mr. Bui Tien Duc	Member	7.000.000	-	25.355.289	32.355.289
Executive Officers					
Mr. Vo Van Lanh	General Director	359.964.110	135.269.000	-	495.233.110
Mr. Tran Van Binh	Deputy General Director	258.107.173	94.688.000	-	352.795.173
Other managers					
Mr. Nguyen Xuan Hieu	Chief Accountant	215.948.388	117.444.956	-	333.393.344
Mr. Lu Minh Quan	Corporate Administrator	77.050.669	1.850.000	3.148.339	82.049.008
Total		949.070.340	403.725.562	89.627.594	1.442.423.496
Previous period					
Board of Management					
Mr. Nguyen Le Van	Chairman	-	-	269.165.000	269.165.000
Mr. Vo Van Lanh	Member	-	-	147.472.000	147.472.000
Mr. Tran Van Binh	Member	-	-	135.666.000	135.666.000
Mr. Nguyen Huu Nghia	Member	-	-	166.465.000	166.465.000
Mr. Trinh Tien Bay	Member	-	-	166.505.000	166.505.000
Mr. Bui Tien Duc	Member	-	-	21.000.000	21.000.000
Executive Officers					
Mr. Vo Van Lanh	General Director	470.544.000	561.377.000	-	1.031.921.000
Mr. Tran Van Binh	Deputy General Director	345.207.000	393.519.000	-	738.726.000
Other managers					
Mr. Nguyen Xuan Hieu	Chief Accountant	343.279.000	432.686.000	-	775.965.000
Mr. Lu Minh Quan	Corporate Administrator	-	-	100.251.000	100.251.000
Total		1.159.030.000	1.387.582.000	1.006.524.000	3.553.136.000

2b. Transactions and balances with other related parties

Other related parties of the Corporation include:

Other related parties	Relationship
Tien Phuoc Construction Mineral Joint Stock Company	Subsidiary
Mien Dong Joint-Stock Company	Associate
Thu Duc - Long An Centrifugal Concrete Joint Stock Company	Associate

Transactions with other related parties

Apart from transactions presented in Notes No. V.2c and VI.1b, the Corporation has no other transactions with other related parties.

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Notes to the Interim Financial Statements (cont.)

The prices of merchandises and services supplied to other related parties are mutually agreed prices. The purchases of merchandises and services from other related parties are done at the agreed prices.

Receivables from and payables to other related parties

Receivables from and payables to other related parties are presented in Notes No. V.3, V.5 and V.13.

The receivables from other related parties are unsecured and will be paid in cash. No allowances have been made for the receivables from other related parties.

3. Segment information

The Corporation's segment information is presented according to business segment and geographical segment. The primary reporting format is the business segment.

3a. Information on business segment

The Corporation has the following main business segments:

- Segment 01: Manufacture of sewers, bricks and stones.
- Segment 02: Construction.
- Segment 03: Construction materials.
- Segment 04: Others

Segment information on business segment of the Corporation is presented in the attached Appendix 02.

3b. Information on geographical segment

All operations of the Corporation only take place in Vietnamese territory.

4. Subsequent events

There are no material subsequent events which are required adjustments or disclosures in the Interim Financial Statements.

Nguyen Thi Cam Van
Preparer

Nguyen Xuan Hieu
Chief Accountant



Binh Duong, 25 August 2023

Vo Van Lanh
General Director

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Appendix 01: Statement of fluctuations in owner's equity

Unit: VND

	Capital	Share premiums	Treasury shares	Investment and development fund	Retained earnings	Total
Beginning balance of the previous year	150.301.450.000	2.190.000.000	-	214.632.363.885	198.411.349.163	565.535.163.048
Repurchase of issued shares	-	-	(20.100.000)	-	-	(20.100.000)
Profit in the previous period	-	-	-	-	15.989.585.754	15.989.585.754
Proceeds from fund due to excessive extraction	-	-	-	-	13.505.003	13.505.003
Ending balance of the previous period	150.301.450.000	2.190.000.000	(20.100.000)	214.632.363.885	214.414.439.920	581.518.153.805
Beginning balance of the current year	150.301.450.000	2.190.000.000	(20.100.000)	214.632.363.885	195.240.996.280	562.344.710.165
Repurchase of issued shares	-	-	-	-	-	-
Profit in the current period	-	-	-	-	6.166.350.226	6.166.350.226
Extraction for funds in the current period	-	-	-	1.585.302.250	(1.981.627.812)	(396.325.562)
Dividend distribution in the current period	-	-	-	-	(15.030.145.000)	(15.030.145.000)
Remuneration of the Board of Management	-	-	-	-	(396.325.562)	(396.325.562)
Adjustment of bonus fund due to excessive extraction	-	-	-	-	209.255.257	209.255.257
Ending balance of the current period	150.301.450.000	2.190.000.000	(20.100.000)	216.217.666.135	184.208.503.390	552.897.519.525



Nguyen Thi Cam Van
Preparer



Nguyen Xuan Hieu
Chief Accountant



Binh Duong, 25 August 2023

Vo Van Lanh
General Director

CIC39 CORPORATION

Address: No. 45A, Nguyen Van Tiet Street, Lai Thieu Ward, Thuan An City, Binh Duong Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Appendix 02: Segment information according to business segments

Unit: VND

The information on financial performance, fixed assets, other non-current assets and remarkable non-cash expenses according to business segments of the Corporation is as follows:

	Production of sewers, bricks and stones	Construction	Construction materials	Others	Total
Current period					
Net external sales	134.016.921.060	7.063.298.083	75.797.935.640	3.237.246.027	220.115.400.810
Net inter-segment sales	-	-	-	-	-
Total net sales	134.016.921.060	7.063.298.083	75.797.935.640	3.237.246.027	220.115.400.810
Segment financial performance	18.372.197.164	808.565.518	6.739.847.430	740.898.951	26.661.509.063
Expenses not attributable to segments					(23.539.478.568)
Operating profit					3.122.030.495
Financial income					10.761.082.790
Financial expenses					(7.651.396.126)
Other income					69.801.234
Other expenses					(135.168.167)
Current income tax					-
Deffered income tax					-
Profit after tax					6.166.350.226
Total expenses on acquisition of fixed assets and other non-current assets	3.486.677.669	153.449.656	1.279.089.012	140.607.887	5.059.824.224
Total depreciation/(amortization) and allocation of long-term prepayments	10.130.111.450	445.829.028	3.716.235.190	408.518.855	14.700.694.523
Total remarkable non-cash expenses (except for depreciation/(amortization) and allocation of long-term prepayments)	307.842.923	13.548.253	112.932.292	12.414.439	446.737.907

CIC39 CORPORATION

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Appendix 02: Segment information according to business segments (cont.)

	<u>Production of sewers, bricks and stones</u>	<u>Construction</u>	<u>Construction materials</u>	<u>Others</u>	<u>Total</u>
Previous period					
Net external sales	119.084.781.090	70.737.367.799	83.676.718.770	6.696.214.115	280.195.081.774
Net inter-segment sales	-	-	-	-	-
Total net sales	<u>119.084.781.090</u>	<u>70.737.367.799</u>	<u>83.676.718.770</u>	<u>6.696.214.115</u>	<u>280.195.081.774</u>
Segment financial performance	13.222.441.987	4.900.109.045	18.405.007.790	1.008.644.692	37.536.203.514
Expenses not attributable to segments					(18.132.534.072)
Operating profit					19.403.669.442
Financial income					6.125.886.703
Financial expenses					(8.709.621.363)
Other income					3.592.350.756
Other expenses					(990.981.497)
Current income tax					(3.431.718.287)
Deffered income tax					-
Profit after tax					<u>15.989.585.754</u>
Total expenses on acquisition of fixed assets and other non-current assets	<u>1.189.876.413</u>	<u>440.956.684</u>	<u>1.656.251.143</u>	<u>90.767.086</u>	<u>3.377.851.326</u>
Total depreciation/(amortization) and allocation of long-term prepayments	<u>5.191.038.602</u>	<u>1.923.748.671</u>	<u>7.225.677.828</u>	<u>395.986.879</u>	<u>14.736.451.980</u>
Total remarkable non-cash expenses (except for depreciation/(amortization) and allocation of long-term prepayments)	<u>134.151.469</u>	<u>49.715.236</u>	<u>186.732.438</u>	<u>10.233.449</u>	<u>380.832.592</u>

CIC39 CORPORATION

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2023

Appendix 02: Segment information according to business segments (cont.)

The Corporation's assets and liabilities according to business segments are as follows:

	Production of sewers, bricks and stones	Construction	Construction materials	Others	Total
Ending balance					
Allocated assets	354.924.771.353	18.706.141.264	200.740.061.503	8.573.386.083	582.944.360.203
Unallocated assets					252.804.134.078
Total assets					835.748.494.281
Allocated liabilities	171.658.424.604	9.047.175.624	97.087.398.496	4.146.495.448	281.939.494.172
Unallocated liabilities					911.480.585
Total liabilities					282.850.974.757
Beginning balance					
Allocated assets	278.417.259.715	160.790.129.990	195.026.975.787	13.716.304.127	647.950.669.619
Unallocated assets					337.635.087.264
Total assets					985.585.756.883
Allocated liabilities	181.238.932.559	104.668.193.183	126.955.063.590	8.928.786.675	421.790.976.007
Unallocated liabilities					1.450.070.711
Total liabilities					423.241.046.718



Nguyen Thi Cam Van
Preparer



Nguyen Xuan Hieu
Chief Accountant



Binh Duong, 25 August 2023

Vo Van Lanh
General Director