



## CONSOLIDATED FINANCIAL STATEMENTS

**HUONG GIANG TOURIST JOINT STOCK COMPANY**

For the fiscal year ended as at 31/12/2020

(Audited)



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## **REPORT OF THE BOARD OF GENERAL DIRECTORS**

The Board of General Directors of Huong Giang Tourist Joint Stock Company ("the Company") presents its report and the Company's Consolidated Financial Statements for the fiscal year ended as at 31 December 2020.

### **THE COMPANY**

Huong Giang Tourist Joint Stock Company is incorporated as a state owned company established under Decision No. 3243/QD-UBND dated 2 November 1996 issued by the People's Committee of Thua Thien Hue Province, was transformed into a joint stock company under Decision No. 2559/QD-UBND dated 15 November 2007 issued by the People's Committee of Thua Thien Hue Province. The Company was established and operated under the corporate registration certificate of joint stock company No. 3300101124 issued by the People's Committee of Thua Thien Hue Province for the first time on 25 December 2007 and had its 11th amendment on 08 November 2019.

The Company's head office is located at: No. 2, Nguyen Cong Tru, Hue City, Thua Thien Hue Province, Vietnam.

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

The members of The Board of Management during the fiscal year and to the reporting date are:

Mr. Yukio Takahashi	Chairman
Mr. Le Ba Giang	Member
Mr. Yoshida Tetsuya	Member
Mr. Johnny Cheung - Ching Fu	Member
Mr. Go Fujiyama	Member

The members of The Board of General Directors during the fiscal year and to the reporting date are:

Mr. Johnny Cheung - Ching Fu	General Director
Mr. Le Ba Giang	Vice General Director

The members of the Board of Supervision are:

Mr. Le Duc Quang	Head of Control Department
Mrs. Fumiyo Okuda	Member
Mrs. Nguyen Ngoc Dieu Loan	Member

### **AUDITORS**

The auditors of the AASC Auditing Firm Company Limited have taken the audit of Consolidated Financial Statements for the Company.

**STATEMENT OF THE BOARD OF GENERAL DIRECTORS' RESPONSIBILITY IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS**

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

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

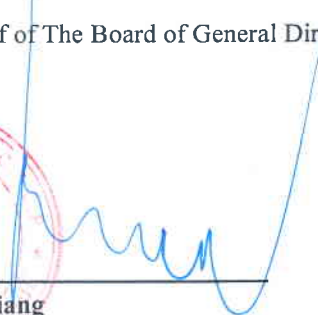
The Board of General Directors is responsible for ensuring that accounting records are kept to reflect the financial position of the Company, with reasonable accuracy at any time and to ensure that the Consolidated Financial Statements comply with the registered accounting system. It is responsible for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

We, The Board of General Directors, confirm that the Consolidated Financial Statements give a true and fair view of the financial position at 31 December 2020, its operations and cash flows in the year 2020 of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and statutory requirements relevant to preparation and presentation of Consolidated Financial Statements.

**Other commitments**

The Board of General Directors pledges that the company complies with Decree No. 71/2017/ND-CP dated 06 June 2017 of The government guiding on corporate governance of public companies and the company does not violate the obligations of information disclosure in accordance with the regulations of the Circular No. 155/2015/TT-BTC dated 06 October 2015 issued by Ministry of Finance guiding the disclosure of information on Securities Market.

On behalf of The Board of General Directors

  
**Le Ba Giang**  
**Vice General Director**

*Thua Thien - Hue, 25 February 2021*

## INDEPENDENT AUDITORS' REPORT

**To: Shareholders, The Board of Management and The Board of General Directors  
Huong Giang Tourist Joint Stock Company**

We have audited the Consolidated Financial Statements of 25 February 2021, as set out on pages 06 to 40, including: Consolidated statement of financial position as at 31/12/2020, Consolidated statement of comprehensive income, Consolidated statement of cash flows and Notes to Consolidated financial statements for the fiscal year ended as at 31 December 2020.

### **The Board of General Directors' Responsibility**

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these Consolidated Financial Statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with standards, ethical requirements; plan and perform the audit to obtain reasonable assurance about whether the Consolidated Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Consolidated Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of Consolidated Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by The Board of General Directors, as well as evaluating the overall presentation of the Consolidated Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

### **Basis for qualified opinion**

The Financial Statements of Saigon Morin Hue Co., Ltd for the fiscal year ended as at 31/12/2020 are being prepared and presented on the basis that the company does not meet the assumption of going concern because the Owners of Saigon Morin Hue Co., Ltd - Huong Giang Tourist Joint Stock Company and Saigontourist Holding - One Member Limited Company have decided to dissolve the Company. However, the Company still presented the value of the above-mentioned investment by equity method on the Consolidated Financial Statements for the fiscal year ended as at 31/12/2020.

### Auditor's opinion

In our opinion, except for the influence of the matter mentioned in "Basis for qualified opinion", the Consolidated Financial Statements give a true and fair view, in all material respects, of the financial position of Huong Giang Tourist Joint Stock Company as at 31 December 2020, and of the results of its operations and its cash flows for the fiscal year ended as at 31 December 2020 in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of Financial statements.

### Emphasis of matter

Readers may refer to Note No.3 and Note No.17 of the Notes to the Consolidated Financial Statements. As at 31 December 2020, the Company is recording and presenting on the Consolidated Financial Statements the amount payable to the State Budget in the amount of VND 32 billion related to the divestment of the People's Committee of Thua Thien Hue Province at Huong Giang Tourist Joint Stock Company.

This emphasis does not affect our above-mentioned Auditor's opinion.

### AASC Auditing Firm Company Limited



**Vu Xuan Bien**

Deputy General Director

Certificate of registration to audit practice

No: 0743-2018-002-1

*Hanoi, 29 March 2021*

**Duong Quan Anh**

Auditor

Certificate of registration to audit practice

No: 1686-2018-002-1

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION***As at 31 December 2020*

Code	ASSETS	Note	31/12/2020 VND	01/01/2020 VND
100	<b>A. CURRENT ASSETS</b>		<b>60,263,616,523</b>	<b>79,924,511,105</b>
110	<b>I. Cash and cash equivalents</b>	3	<b>41,255,511,567</b>	<b>51,037,373,424</b>
111	1. Cash		34,902,486,909	37,737,373,424
112	2. Cash equivalents		6,353,024,658	13,300,000,000
120	<b>II. Short-term investments</b>	4	<b>500,000,000</b>	<b>800,000,000</b>
123	1. Held to maturity investments		500,000,000	800,000,000
130	<b>III. Short-term receivables</b>		<b>17,707,508,223</b>	<b>26,906,219,115</b>
131	1. Short-term trade receivables	5	2,555,999,569	7,034,010,031
132	2. Short-term prepayments to suppliers		2,089,957,507	3,009,530,507
135	3. Short-term loan receivables		11,500,000,000	11,100,000,000
136	4. Other short-term receivables	8	2,656,763,485	7,276,103,615
137	5. Provision for short-term doubtful debts		(1,095,212,338)	(1,513,425,038)
140	<b>IV. Inventories</b>	10	<b>486,229,160</b>	<b>751,814,028</b>
141	1. Inventories		486,229,160	751,814,028
150	<b>V. Other short-term assets</b>		<b>314,367,573</b>	<b>429,104,538</b>
151	1. Short-term prepaid expenses	14	235,262,292	429,104,538
152	2. Deductible VAT		79,105,281	-
200	<b>B. NON-CURRENT ASSETS</b>		<b>165,344,585,230</b>	<b>189,728,729,915</b>
210	<b>I. Long-term receivables</b>		<b>5,448,817,680</b>	<b>5,448,817,680</b>
216	1. Other long-term receivables	8	5,448,817,680	5,448,817,680
220	<b>II. Fixed assets</b>		<b>38,787,482,174</b>	<b>40,833,473,256</b>
221	1. Tangible fixed assets	12	37,786,351,028	39,825,948,672
222	- Historical costs		107,995,746,930	107,016,190,317
223	- Accumulated depreciation		(70,209,395,902)	(67,190,241,645)
227	2. Intangible fixed assets	13	1,001,131,146	1,007,524,584
228	- Historical costs		1,308,338,000	1,308,338,000
229	- Accumulated amortization		(307,206,854)	(300,813,416)
240	<b>IV. Long-term assets in progress</b>		<b>5,987,154,311</b>	<b>12,187,957,370</b>
242	1. Construction in progress	11	5,987,154,311	12,187,957,370
250	<b>V. Long-term investments</b>	4	<b>111,238,062,032</b>	<b>125,405,051,750</b>
252	1. Investments in joint ventures and associates		111,238,062,032	125,405,051,750
253	2. Equity investments in other entities		-	3,000,000,000
254	3. Provision for devaluation of long-term investments		-	(3,000,000,000)
260	<b>VI. Other long-term assets</b>		<b>3,883,069,033</b>	<b>5,853,429,859</b>
261	1. Long-term prepaid expenses	14	3,883,069,033	5,853,429,859
270	<b>TOTAL ASSETS</b>		<b>225,608,201,753</b>	<b>269,653,241,020</b>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 31 December 2020

(continue)

Code	CAPITAL	Note	31/12/2020 VND	01/01/2020 VND
300	<b>C. LIABILITIES</b>		<b>43,825,778,891</b>	<b>45,507,147,328</b>
310	<b>I. Current liabilities</b>		<b>41,211,804,891</b>	<b>43,908,762,328</b>
311	1. Short-term trade payables	15	3,731,269,530	3,649,918,105
312	2. Short-term prepayments from customers		476,543,129	629,028,778
313	3. Taxes and other payables to State budget	16	305,324,319	1,092,377,030
314	4. Payables to employees		2,372,305,397	3,394,812,380
319	5. Other short-term payments	17	32,993,966,518	33,810,230,035
320	6. Short-term borrowings and finance lease liabilities	18	1,332,395,998	1,332,396,000
330	<b>II. Non-current liabilities</b>		<b>2,613,974,000</b>	<b>1,598,385,000</b>
338	1. Long-term borrowings and finance lease liabilities	18	2,613,974,000	1,598,385,000
400	<b>D. OWNER'S EQUITY</b>		<b>181,782,422,862</b>	<b>224,146,093,692</b>
410	<b>I. Owner's equity</b>	19	<b>181,782,422,862</b>	<b>224,146,093,692</b>
411	1. Contributed capital		200,000,000,000	200,000,000,000
411a	Ordinary shares with voting rights		200,000,000,000	200,000,000,000
412	2. Share Premium		47,223,517,700	47,223,517,700
421	3. Retained earnings		(65,441,094,838)	(23,077,424,008)
421a	Retained earnings accumulated till the end of the previous year		(23,077,424,008)	(26,830,550,252)
421b	Retained earnings of the current year		(42,363,670,830)	3,753,126,244
440	<b>TOTAL CAPITAL</b>		<b>225,608,201,753</b>	<b>269,653,241,020</b>

  
 Ngo Duc Chinh  
Preparer

  
 Ngo Duc Chinh  
Chief Accountant


  
 Le Ba Giang  
Vice General Director



Thua Thien - Hue, 25 February 2021

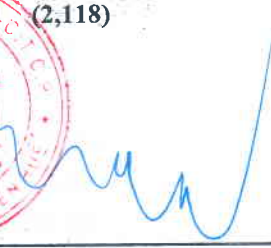
**CONSOLIDATED STATEMENT OF INCOME**

Year 2020

Code ITEM	Note	Year 2020	Year 2019
		VND	VND
01 1. Revenue from sales of goods and rendering of services	21	28,971,799,139	93,786,785,692
02 2. Revenue deductions		-	-
10 3. Net revenue from sales of goods and rendering of services		28,971,799,139	93,786,785,692
11 4. Cost of goods sold	22	32,700,371,687	76,583,478,857
20 5. Gross profit from sales of goods and rendering of services		(3,728,572,548)	17,203,306,835
21 6. Financial income	23	1,478,669,238	5,001,997,382
22 7. Financial expense	24	215,228,853	284,813,803
23 In which: Interest expenses		214,624,651	281,691,144
24 8. Share of joint ventures and associates' profit or loss		(14,166,989,718)	1,716,058,771
25 9. Selling expenses	25	1,033,802,570	1,899,159,855
26 10. General and administrative expense	26	14,195,371,913	18,661,549,599
30 11. Net profit from operating activities		(31,861,296,364)	3,075,839,731
31 12. Other income	27	768,462,710	699,222,830
32 13. Other expense	28	11,270,837,176	18,810,583
40 14. Other profit		(10,502,374,466)	680,412,247
50 15. Total net profit before tax		(42,363,670,830)	3,756,251,978
51 16. Current corporate income tax expenses	29	-	3,125,734
52 17. Deferred corporate income tax expenses		-	-
60 18. Profit after corporate income tax		(42,363,670,830)	3,753,126,244
61 19. Profit after tax attributable to owners of the parent		(42,363,670,830)	3,753,126,244
62 20. Profit after tax attributable to non-controlling interest		-	-
70 21. Basic earnings per share	30	(2,118)	188

  
 Ngo Duc Chinh  
Preparer

  
 Ngo Duc Chinh  
Chief Accountant

  
 Le Ba Giang  
Vice General Director


Thua Thien - Hue, 25 February 2021

**CONSOLIDATED STATEMENT OF CASH FLOWS***Year 2020*  
*(Indirect method)*

Code	ITEM	Note	Year 2020	Year 2019
			VND	VND
	<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01	1. Profit before tax		(42,363,670,830)	3,756,251,978
	2. Adjustments for			
02	- Depreciation and amortization of fixed assets and investment properties		3,997,368,447	4,371,104,847
03	- Provisions		298,897,338	(111,021,046)
04	- Exchange gains / losses from retranslation of monetary items denominated in foreign currency		(7,165,347)	806,380
05	- Gains / losses from investment		21,658,839,399	(7,390,828,131)
06	- Interest expense		214,624,651	281,691,144
08	3. Operating profit before changes in working capital		(16,201,106,342)	908,005,172
09	- Increase or decrease in receivables		5,370,554,939	667,809,311
10	- Increase or decrease in inventories		265,584,868	125,160,209
11	- Increase or decrease in payables (excluding interest payable/ corporate income tax payable)		(2,696,957,435)	(1,251,815,953)
12	- Increase or decrease in prepaid expenses		2,164,203,072	4,758,152,940
14	- Interest paid		(214,624,651)	(281,691,144)
15	- Corporate income tax paid		-	(135,656,673)
17	- Other payments on operating activities		-	(180,872,316)
20	Net cash flows from operating activities		(11,312,345,549)	4,609,091,546
	<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
21	1. Purchase or construction of fixed assets and other long-term assets		(4,708,571,411)	(5,562,453,882)
22	2. Proceeds from disposals of fixed assets and other long-term assets		-	676,339,734
23	3. Loans and purchase of debt instruments from other entities		(900,000,000)	(11,100,000,000)
24	4. Collection of loans and resale of debt instrument of other entities		800,000,000	-
27	5. Interest and dividend received		5,321,330,087	1,748,429,626
30	Net cash flows from investing activities		512,758,676	(14,237,684,522)
	<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
33	1. Proceeds from borrowings		1,792,820,000	-
34	2. Repayment of principal		(777,231,002)	(1,332,396,000)
40	Net cash flows from financing activities		1,015,588,998	(1,332,396,000)

## CONSOLIDATED STATEMENT OF CASH FLOWS

Year 2020

(Indirect method)

Code ITEM	Note	Year 2020	Year 2019
		VND	VND
50 Net cash flows in the year		(9,783,997,875)	(10,960,988,976)
60 Cash and cash equivalents at the beginning of the year		51,037,373,424	61,999,168,780
61 Effect of exchange rate fluctuations		2,136,018	(806,380)
70 Cash and cash equivalents at the end of the year	3	<u>41,255,511,567</u>	<u>51,037,373,424</u>



Ngo Duc Chinh  
Preparer



Ngo Duc Chinh  
Chief Accountant



Le Ba Giang  
Vice General Director



Thua Thien - Hue, 25 February 2021

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Year 2020

### 1 . GENERAL INFORMATION OF THE COMPANY

#### Form of Ownership

Huong Giang Tourist Joint Stock Company is incorporated as a state owned company established under Decision No. 3243/QĐ-UBND dated 2 November 1996 issued by the People's Committee of Thua Thien Hue Province, was transformed into a joint stock company under Decision No. 2559/QĐ-UBND dated 15 November 2007 issued by the People's Committee of Thua Thien Hue Province. The Company was established and operated under the corporate registration certificate of joint stock company No. 3300101124 issued by the People's Committee of Thua Thien Hue Province for the first time on 25 December 2007 and had its 11th amendment on 08 November 2019.

The Company's head office is located at: No. 2, Nguyen Cong Tru, Hue City, Thua Thien Hue Province, Vietnam.

Company's Charter capital: VND 200,000,000,000, the actual charter capital contributed to December 31, 2020 is VND 200,000,000,000; Equivalent to 20,000,000 shares with the price of VND 10,000 per share.

The total number of employees of the Company as at 31 December 2020 is: 219 people (as at 31 December 2019: 284 people).

#### Business field

Hospitality industry and tourism services.

#### Business activities

Main business activities of the Company include:

- Short-stay services;
- Wholesale of beverage;
- Wholesale of food;
- Wholesale of other household appliances such as trading cosmetics and hygiene products;
- Lottery, betting, gambling activities such as electronic games with prizes for foreigners;
- Entertainment activities not yet categorized such as Karaoke services;
- Tour operator such as international and domestic travel business; and
- Restaurants and mobile catering services such as restaurants and cafes.

#### The Company's operation in the year that affects the Consolidated Financial Statements

- The Covid-19 pandemic that occurred since the beginning of 2020 until now had a negative impact on almost all economic sectors in the world. The tourism industry in particular, is one of the industries that suffer the most due to the limitation of domestic travel as well as the complete halt of passenger transportation from outside of Vietnam. This leads to a 69% decrease in the company's revenue in the year compared to the previous.

- During the year, according to Resolution No. 18/20/NQ-HĐQT dated 30 June 2020 of the Board of Directors and Minutes of liquidation of technical service consulting contract dated 30 June 2020 with Azula Management Co., Ltd. regarding the consultation and outline of facilities investment ideas for Huong Giang Hotel, the Company recognized all incurred costs into other costs. Therefore, other costs of the Company this year increased sharply compared to the previous year.

#### Group structure

The Company has one (01) subsidiary - Huong Giang Travel Sole Member Limited Liability Company which is consolidated in the financial statements as at 31/12/2020; its head office is located at 11 Le Loi, Hue city, Thua Thien Hue Province. The voting rights and interest rate of the Company in the subsidiary is 100% with the main business being travel business and ticket agent.

## **2 . ACCOUNTING SYSTEM AND ACCOUNTING POLICY**

### **2.1 . Accounting period and accounting currency**

Annual accounting period commences from 1st January and ends as at 31st December.

The Company maintains its accounting records in VND.

### **2.2 . Standards and Applicable Accounting Policies**

#### *Applicable Accounting Policies*

The Company applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance, the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC and the Circular No. 202/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance guiding the preparation and presentation of Consolidated Financial Statements.

#### *Declaration of compliance with Accounting Standards and Accounting System*

The Company applies Vietnamese Accounting Standards and supplementary documents issued by the State. Financial Statements are prepared and presented in accordance with regulations of each standard and supplementary document as well as with current Accounting Standards and Accounting System.

### **2.3 . Basis for preparation of consolidated financial statements**

Consolidated Financial Statements are prepared based on consolidating Separate Financial Statements of the Company and Financial Statements of its subsidiary under its control as at 31 December annually. Control right is achieved when the company has power to govern the financial and operating policies of invested company to obtain benefits from their activities.

Consistent accounting policies are applied in Financial Statements of subsidiary and the Company. If necessary, adjustments are made to the Financial Statements of subsidiaries to ensure the consistency of application of accounting policies among the Company and its subsidiary.

Balance, main incomes and expenses, including unrealized profits from intra-group transactions are eliminated in full from Consolidated financial statements.

### **2.4 . Financial Instruments**

#### *Initial recognition*

#### *Financial assets*

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

Financial liabilities

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

*Subsequent measurement after initial recognition*

There are currently no regulations on revaluation of financial instruments after initial recognition.

**2.5 . Foreign currency transactions**

The foreign currency transactions during the year are translated into Vietnam Dong using the real exchange rate ruling at the transaction date. Real exchange rates are determined under the following principles:

- When buying or selling foreign currency, applying the exchange rates specified in the contracts of foreign exchange sale between Company and commercial banks;
- When recording receivables, applying the bid rate of the commercial bank stipulated by the Company for customers to make payment at the transaction time;
- When recording payables, applying the offer rate of the commercial bank where the Company expects to conduct transactions at the transaction time;
- When purchasing assets or paying immediately in foreign currency, applying the bid rate of the commercial bank where the Company makes payments.

Real exchange rate when revaluing monetary items denominated in foreign currencies at the reporting date of Consolidated Financial Statements is determined under the following principles:

- For asset accounts, applying the bid rate of the commercial bank where the Company regularly conducts transaction;
- For foreign currency deposited in bank, applying the bid rate of the bank where the Company opens its foreign currency accounts;
- For liability accounts, applying the offer rate of the commercial bank where the Company regularly conducts transaction.

All exchange differences arising from foreign currency transactions in the year and from revaluation of remaining foreign currency monetary items at the end of the year are recorded immediately to operating results of the accounting year. In which exchange rate difference gains due to reassessment of closing balance of monetary items denominated in foreign currencies cannot be used for profit distribution or dividends.

**2.6 . Cash and cash equivalents**

Cash comprises cash on hand, demand deposits.

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

## 2.7 . Financial investments

*Investments held to maturity* comprise term deposits held to maturity to earn profits periodically and other held to maturity investments.

In the Consolidated Financial Statements, investments in joint ventures and associates are accounted for using equity method. Under this method, the investments are initially recognised at cost and adjusted thereafter for the post acquisition change in the Group's share in net assets of the associate after acquisition date. Goodwill incurred from the investment in the associates is reflected in the carrying amount of the investment in the associate. The Group will not allocate such goodwill but assess annually to determine whether the goodwill is under impaired loss or not.

The share of investor in post-acquisition profits or losses of the associate is recognised in the consolidated income statement, and the share of investor in post-acquisition movements in equity of the associate is recognised in equity. The post-acquisition accumulated changes are adjusted to carrying amount of investments. Dividends received or receivable from associates are recognised as a reduction in the carrying amount of the investment.

Financial Statements of associates are prepared in the same period with the Group's consolidated financial statements and use the consistent accounting policies with the Group's policies. Adjustment shall be made if necessary to ensure the consistence with the Group's accounting policies.

*Investments in equity of other entities* comprise investments in equity instruments of other entities without having control, joint control, or significant influence on the investee. These investments are initially stated at original cost. After initial recognition, these investments are measured at original cost less provision for devaluation of investments.

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

- With regard to investments held long-term (other than trading securities) without significant influence on the investee: the provision shall be made based on the Financial Statements at the provision date of the investee.
- With regard to investments held to maturity: the provision for doubtful debts shall be made based on the recovery capacity in accordance with statutory regulations.

## 2.8 . Receivables

The receivables shall be recorded in details in terms of due date, entities receivable, types of currency and other factors according to requirements for management of the Company.

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

## 2.9 . Inventories

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

The cost of inventory is calculated by weighted average method.

Inventory is recorded by perpetual.

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

## 2.10 . Fixed assets

Fixed assets (tangible and intangible) are initially stated at the historical cost. During the using time, fixed assets (tangible and intangible) are recorded at cost, accumulated depreciation and carrying amount.

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

- Buildings, structures	05 - 50 years
- Machinery, equipment	05 - 10 years
- Vehicles, Transportation equipment	05 - 15 years
- Office equipment and furniture	03 - 07 years
- Land use rights	Permanent
- Management software	05 years

## 2.11 . Construction in progress

Construction in progress includes fixed assets which is being purchased and constructed as at the balance sheet date and is recognised in historical cost. This includes costs of construction, installation of equipment and other direct costs. Construction in progress is not depreciated until the relevant assets are completed and put into use.

## 2.12 . Operating lease

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

## 2.13 . Prepaid expenses

The expenses incurred but related to operating results of several accounting periods are recorded as prepaid expenses and are allocated to the operating results in the following fiscal year.

The calculation and allocation of long-term prepaid expenses to operating expenses in each accounting period should be based on the nature of those expenses to select a reasonable allocation method and criteria. Prepaid expenses are allocated gradually into operating expenses on the straight-line basis.

**2.14 . Payables**

The payables shall be recorded in details in terms of due date, entities payable, types of currency and other factors according to the requirements for management of the Company.

**2.15 . Borrowings**

Borrowings shall be recorded in details in terms of lending entities, loan agreement and terms of borrowings. In case of borrowings denominated in foreign currency, they shall be recorded in details in terms of types of currency.

**2.16 . Borrowing costs**

Borrowing costs are recognized as operating expenses in the year, in which it is incurred excepting those which are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with VAS No. 16 "Borrowing costs". Besides, regarding borrowings serving the construction of fixed assets and investment properties, the interests shall be capitalized even when the construction duration is under 12 months.

**2.17 . Owner's equity**

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

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

Retained earnings are used to present the Company's operating results (profit, loss) after corporate income tax and profit appropriation or loss handling of the Company. The distribution of net profits is made when the net profit of the company does not exceed the net profit presented on Consolidated Financial Statements after eliminating the profits from cheap purchase. In case dividend payment or profit distribution for the owners exceeds the net profit, the difference shall be recorded as a decrease in contributed capital. Net profit can be distributed to investors based on capital contribution rate after being approved by General Meeting of Shareholders and after being appropriated to funds in accordance with the Company's Articles of Incorporation and Vietnamese statutory requirements.

The Company's retained earnings is distributed to other funds according to recommendation of the Board of Management and approval of shareholders at annual General Meeting of Shareholders:

- Development and investment funds: The fund is reserved for the purpose of business expansion or in depth investment.
- Bonus and welfare fund and bonus for the Board of Directors: The fund is reserved for the purpose of bonus, material incentives, common benefit and increasing welfare for employees and presented as a liability on the Consolidated Statement of Financial Position.

Dividends to be paid to shareholders are recognised as a payable in Statement of Financial position after the announcement of dividend payment from the Board of Management and announcement of cut-off date for dividend payment of Vietnam Securities Depository Center.

## 2.18 . Revenue

### *Sales of goods*

Revenue from the sale of goods shall be recognised when all of the following conditions have been satisfied:

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

### *Rendering of services*

Revenue from rendering of services shall be recognised when all the following conditions have been

- The amount of the revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company;
- The stage of the completion of the transaction at the end of the reporting period can be measured reliably; and
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

The stage of the completion of the transaction may be determined by evaluating the volume of work performed.

### *Financial income*

Revenue arising from the used by the others of entity assets yielding interest, royalties and dividends shall be recognised when:

- It is probable that the economic benefits associated with the transaction will flow to the Company; and
- The amount of the revenue can be measured reliably.

Dividend income shall be recognised when the Company's right to receive dividend is established.

## 2.19 . Cost of goods sold

The recognition of cost of goods sold is matched against the revenue in the period and complies with the prudence principle. Cases of loss of materials and goods exceeded the norm, abnormal expenses and losses of inventories after deducting the responsibility of collective and individuals concerned, etc. is recognized fully and promptly into cost of goods sold in the year.

## 2.20 . Financial expenses

Items recorded into financial expenses comprise:

- Expenses or losses relating to financial investment activities;
- Borrowing costs;
- Provision for diminution in value of trading securities price; provision for losses from investment in other entities, losses from sale of foreign currency, exchange loss, etc.

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

**2.21 . Corporate income tax**

a) Current corporate income tax expenses

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

b) Current corporate income tax rate

The Company applies the corporate income tax rate of 20% for the operating activities which has taxable income for the fiscal year ended as at 31 December 2020.

**2.22 . Earnings per share**

Basic earnings per share are calculated by dividing net profit or loss after tax for the year attributable to ordinary shareholders of the Company (after adjusting for the bonus and welfare fund and allowance for Board of Directors) by the weighted average number of ordinary shares outstanding during the year.

**2.23 . Related Parties**

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

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

In considering the relationship of related parties to serve for the preparation and presentation of Consolidated Financial Statements, the Company should consider the nature of the relationship rather than the legal form of the relationship.

**2.24 . Segment information**

The Company's main business is the hotel and tourism business and mainly takes place in the territory of Vietnam. Therefore, the Company does not present the segment report by business sector and geographic area.

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## 3 . CASH AND CASH EQUIVALENTS

	31/12/2020	01/01/2020
	VND	VND
Cash on hand	89,830,880	372,537,342
Demand deposits <sup>(1)</sup>	34,812,656,029	37,340,826,082
Cash in transit	-	24,010,000
Cash equivalents <sup>(2)</sup>	6,353,024,658	13,300,000,000
	<b>41,255,511,567</b>	<b>51,037,373,424</b>

(1) As at 31/12/2020, non-term deposits with the amount of VND 34,812,656,029, of which VND 32,129,031,400 was the proceeds from the transfer of capital of People's Committee of Thua Thien Hue Province for Bitexco Group of Companies, this money is limited to use in accordance with Official Letter No. 1398/STC-TCDN dated 26/5/2016 of Department of Finance of Thua Thien Hue Province.  
(Details as in Note No.17).

(2) As at 31/12/2020, cash equivalents are term deposits from 01 month to 03 months valued at VND 6,353,024,658 at Joint Stock Commercial Bank for Foreign Trade of Vietnam - Hue Branch and Dong A Joint Stock Commercial Bank with the interest from 4.3%/year to 5.3%/year.

## 4 . FINANCIAL INVESTMENTS

### a) Short-term

	31/12/2020		01/01/2020	
	Original cost	Provision	Original cost	Provision
	VND	VND		VND
Term deposits (*)	500,000,000	-	800,000,000	-
	<b>500,000,000</b>	<b>-</b>	<b>800,000,000</b>	<b>-</b>

(\*) The 12 month-term deposit according to the term deposit contracts dated 19/06/2019 and 23/06/2020 between Vietnam Joint Stock Commercial Bank For Industry and Trade - Thua Thien Hue Branch and Huong Giang Travel Sole Member Limited Liability Company with interest rates of 7.4%/year and 6.0%/year. When the contract expires, if there is no other agreement, the contract will be automatically transferred to the new term by Vietnam Joint Stock Commercial Bank For Industry and Trade.

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### **4 . FINANCIAL INVESTMENTS**

#### **b) Long - term**

	31/12/2020				01/01/2020			
	Address	Proportion of ownership	Proportion of voting rights	Book value under the equity method	Address	Proportion of ownership	Proportion of voting rights	Book value under the equity method
				VND				VND
<b>Investments in associates</b>				<b>4,538,309,122</b>				<b>5,994,397,684</b>
- Lang Co Tourist Co., Ltd.	Loan Ly Village, Lang Co Town, Phu Loc District, Thua Thien Hue Province	40.0%	40.0%	3,598,309,122	Loan Ly Village, Lang Co Town, Phu Loc District, Thua Thien Hue Province	40.0%	40.0%	5,054,397,684
- Hue Tourist Service JSC (*)	Ngu Binh Park, Thuy An Commune, Thua Thien Hue Province	20.0%	20.0%	-	Ngu Binh Park, Thuy An Commune, Thua Thien Hue Province	20.0%	20.0%	-
- Thien Phuc Tourist JSC	An Tay Ward, Hue City, Thua Thien Hue Province	31.3%	31.3%	940,000,000	An Tay Ward, Hue City, Thua Thien Hue Province	31.3%	31.3%	940,000,000
<b>Investments in joint ventures</b>				<b>106,699,752,910</b>				<b>119,410,654,066</b>
- Saigon Morin Hue Co., Ltd.	30 Le Loi Street, Phu Nhuan Ward, Thua Thien Hue Province	50.0%	50.0%	47,980,252,890	30 Le Loi Street, Phu Nhuan Ward, Thua Thien Hue Province	50.0%	50.0%	51,169,224,237
- Viet Nhat Tourism and Restaurant Services Co., Ltd. (*)	5190 Shindo Sagamiharashi Kanagawa, Japan	50.0%	50.0%	-	5190 Shindo Sagamiharashi Kanagawa, Japan	50.0%	50.0%	-
- Hotel De La Cite Imperiale Co., Ltd.	5 Le Loi Street, Hue City, Thua Thien Hue Province	35.2%	35.2%	37,038,396,247	5 Le Loi Street, Hue City, Thua Thien Hue Province	35.2%	35.2%	46,559,122,982
- Citadel Investment Tourist Co., Ltd.	2 Nguyen Cong Tru Street, Hue City, Thua Thien Hue	35.0%	35.0%	21,681,103,773	2 Nguyen Cong Tru Street, Hue City, Thua Thien Hue	35.0%	35.0%	21,682,306,847

Major transactions between the Company and joint ventures, associates during the year: as detailed in Note 34.

**HUONG GIANG TOURIST JOINT STOCK COMPANY**  
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**4 . FINANCIAL INVESTMENTS**

**Equity investments in other entities**

	31/12/2020		01/01/2020	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Thuan An Tourist Investment and Development Co., Ltd. (*)	-	-	3,000,000,000	(3,000,000,000)
	-	-	3,000,000,000	(3,000,000,000)

The Company has not determined the fair value of financial investments since Vietnam Accounting Standards and Vietnam Corporate Accounting System has not had any detailed guidance on the determination of the fair value.

(\*) According to the Resolution No. 23/20 / NQ-HĐQT dated October 30th, 2020 of the Board of Directors, the Company decided to handle long-term financial investments that have made full provisions from the year 2014.

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**5 . SHORT - TERM TRADE RECEIVABLES**

	31/12/2018		01/01/2018	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>Trade receivables detailed by customers with large account balances</b>				
Tulico - Huong Giang Joint Stock Company	720,000,000	(720,000,000)	720,000,000	(720,000,000)
Other trade receivables	1,835,999,569	(375,212,338)	6,314,010,031	(793,425,038)
	<u>2,555,999,569</u>	<u>(1,095,212,338)</u>	<u>7,034,010,031</u>	<u>(1,513,425,038)</u>

**6 . PREPAYMENTS TO SUPPLIERS**

	31/12/2020		01/01/2020	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
District Eight Design Co., Ltd	-	-	1,366,100,000	-
Thinh Chau Trading and Technical Services Co., Ltd	1,512,576,000	-	672,256,000	-
WLA CO.,LTD	200,000,000	-	100,000,000	-
Others	377,381,507	-	871,174,507	-
	<u>2,089,957,507</u>	<u>-</u>	<u>3,009,530,507</u>	<u>-</u>

**7 . LOAN RECEIVABLES**

	31/12/2020		01/01/2020	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>a) Short-term</b>				
- Hotel De La Cite Imperiale Co.,Ltd. <sup>(1)</sup>	10,500,000,000	-	10,500,000,000	-
- Citadel Investment Tourist Co., Ltd. <sup>(2)</sup>	1,000,000,000	-	600,000,000	-
	<u>11,500,000,000</u>	<u>-</u>	<u>11,100,000,000</u>	<u>-</u>

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**7 . LOAN RECEIVABLES (CONTINUE)**
**b) Loan receivables from related parties**

31/12/2020		01/01/2020	
Value	Provision	Value	Provision
VND	VND	VND	VND
11,500,000,000	-	11,100,000,000	-

(Details as in Notes 34).

**Detail information on short-term loan receivables is as follows:**

(1) Loan contract No. 01 / KT-HG-122018 and Appendix No. 04 / KT-HG-062020 dated July 1, 2020, with the total amount of VND 10,500,000,000, for the purpose of supplementing working capital with a term of 06 months from July 1, 2020 at the interest rate of 7.6% / year.

(2) Includes 02 contracts:

- Loan contract No. 01 / HGT-CIT-042020 and Appendix No. 01.3 / HGT-CIT-122020 dated December 31, 2020, with the total amount of VND 600,000,000, for the purpose of supplementing working capital with an additional term of 12 months from 01/01/2021 at interest rate of 7.6% / year.

- Loan contract No. 02 / HGT-CIT-012020 and Appendix No. 01 / HGT-CIT-042020 dated 30/04/2020, with the total amount of 700,000,000 VND, for the purpose of supplementing working capital with a term of 12-month from the first disbursement date at the interest rate of 7.6% / year.

**8 . OTHER RECEIVABLES**

	31/12/2020		01/01/2020	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>a) Short-term</b>				
Dividends and profits receivable	-	-	3,250,000,000	-
Advances	168,329,000	-	698,289,000	-
Loan interest receivables from Bitexco Group of Companies	-	-	1,570,500,000	-
Handover project of Saigon Morin Hue Co., Ltd.	933,690,527	-	933,690,527	-
Receivable from payment on behalf of Thien Phuc Tourist JSC	298,897,338	(298,897,338)	298,897,338	-
Revenue not yet invoiced	26,958,521	-	227,656,978	-
Special consumption tax paid on behalf of VIP Club	220,639,373	-	220,639,373	-
Hotel De La Cite Imperiale Co.,Ltd.	899,325,000	-	-	-
Citadel Investment Tourist Co., Ltd.	93,396,666	-	-	-
Others	15,527,060	-	76,430,399	-
	<u>2,656,763,485</u>	<u>(298,897,338)</u>	<u>7,276,103,615</u>	<u>-</u>

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**8 . OTHER RECEIVABLES (CONTINUE)**

	31/12/2020		01/01/2020	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>b) Long-term</b>				
Deposits	500,000,000	-	500,000,000	-
Dat Viet Culture Joint Stock Company (*)	4,948,817,680	-	4,948,817,680	-
	<u>5,448,817,680</u>	<u>-</u>	<u>5,448,817,680</u>	<u>-</u>
<b>c) Other receivables from related parties</b>				
	<u>1,291,619,004</u>	<u>-</u>	<u>5,119,397,338</u>	<u>-</u>

(Details as in Notes 34).

(\*) This is the construction in progress and advances to the contractors of Tran Nhan Tong Pagoda (currently known as Huong Van Pagoda) of Huyen Tran Culture Centre. In 2011, the Company handed over to Dat Viet Culture Joint Stock Company (formerly known as Huyen Tran Culture Joint Stock Company) to continue to control and finalise these expenses with the contractors.

**9 . BAD DEBTS**

	31/12/2020		01/01/2020	
	Original cost	Recoverable value	Original cost	Recoverable value
	VND	VND	VND	VND
Total value of receivables and debts that are overdue or not due but difficult to be recovered				
- Thuan An Tourist Investment and Development Co., Ltd	-	-	717,110,038	-
- Tulico - Huong Giang Joint Stock Company	720,000,000	-	720,000,000	-
- Thien Phuc Tourist JSC	298,897,338	-	-	-
- Others	76,315,000	-	76,315,000	-
	<u>1,095,212,338</u>	<u>-</u>	<u>1,513,425,038</u>	<u>-</u>

**10 . INVENTORIES**

	31/12/2020		01/01/2020	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw materials	222,582,108	-	408,055,182	-
Tools, supplies	8,418,182	-	16,906,364	-
Goods	255,228,870	-	326,852,482	-
	<u>486,229,160</u>	<u>-</u>	<u>751,814,028</u>	<u>-</u>

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**11 . CONSTRUCTION IN PROGRESS**

	<u>31/12/2020</u>	<u>01/01/2020</u>
	VND	VND
- Huong Giang Hotel Renovation Project	-	8,964,422,798
- Festival Restaurant Renovation Project, 11 Le Loi - Hue (*)	5,987,154,311	3,223,534,572
	<u>5,987,154,311</u>	<u>12,187,957,370</u>

**(\*) Festival Restaurant Renovation Project, 11 Le Loi - Hue**

- Investor: Huong Giang Tourist Joint Stock Company;
- Construction purpose: restaurant and rental business;
- Construction site: No. 11 Le Loi, Hue City, Thua Thien - Hue Province;
- Total investment: VND 23.3 billion (nearly USD 1,0 million);
- Time to start implementing the project and the expected completion time: in the fourth quarter of 2019 and expected to be completed in the first quarter of 2021;
- Status of the project as at 31/12/2020: The project is implementing the installation of the air conditioning system. At the first quarter of 2021, the Company will continue to implement and complete the interior.

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**12 . TANGIBLE FIXED ASSETS**

	Buildings, structures	Machinery, equipment	Vehicles, transportation equipment	Management equipment	Total
	VND	VND	VND	VND	VND
<b>Original cost</b>					
Beginning balance	69,122,713,594	12,356,958,358	24,803,976,721	732,541,644	107,016,190,317
- Purchase in the year	1,958,862,089	-	-	-	1,958,862,089
- Liquidation, disposal	(689,342,230)	(289,963,246)	-	-	(979,305,476)
<b>Ending balance of the year</b>	<b>70,392,233,453</b>	<b>12,066,995,112</b>	<b>24,803,976,721</b>	<b>732,541,644</b>	<b>107,995,746,930</b>
<b>Accumulated depreciation</b>					
Beginning balance	45,846,820,722	11,546,135,143	9,064,744,136	732,541,644	67,190,241,645
- Depreciation for the year	1,783,299,391	242,682,799	1,964,992,819	-	3,990,975,009
- Liquidation, disposal	(681,857,506)	(289,963,246)	-	-	(971,820,752)
<b>Ending balance of the year</b>	<b>46,948,262,607</b>	<b>11,498,854,696</b>	<b>11,029,736,955</b>	<b>732,541,644</b>	<b>70,209,395,902</b>
<b>Net carrying amount</b>					
Beginning balance	23,275,892,872	810,823,215	15,739,232,585	-	39,825,948,672
<b>Ending balance</b>	<b>23,443,970,846</b>	<b>568,140,416</b>	<b>13,774,239,766</b>	<b>-</b>	<b>37,786,351,028</b>

*In which:*

- The carrying amount of tangible fixed assets pledged as collaterals for borrowings at the end of the year: VND 16,155,041,052.
- Cost of fully depreciated tangible fixed assets but still in use at the end of the year: VND 34,364,483,692.

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**13 . INTANGIBLE FIXED ASSETS**

	Land use rights (*) VND	Computer software VND	Cộng VND
<b>Historical cost</b>			
Beginning balance	999,000,000	309,338,000	1,308,338,000
<b>Ending balance of the year</b>	<b>999,000,000</b>	<b>309,338,000</b>	<b>1,308,338,000</b>
<b>Accumulated depreciation</b>			
Beginning balance	-	300,813,416	300,813,416
- Depreciation for the year	-	6,393,438	6,393,438
<b>Ending balance of the year</b>	<b>-</b>	<b>307,206,854</b>	<b>307,206,854</b>
<b>Net carrying amount</b>			
Beginning balance	999,000,000	8,524,584	1,007,524,584
<b>Ending balance</b>	<b>999,000,000</b>	<b>2,131,146</b>	<b>1,001,131,146</b>

(\*) Long-term land use rights at No. 02 Nguyen Cong Tru, Hue city with an area of 166 m2 are being used by the Company as office headquarters.

**14 . PREPAID EXPENSES**

	31/12/2020 VND	01/01/2020 VND
<b>a) Short-term</b>		
Dispatched tools and supplies	-	179,145,007
Others	235,262,292	249,959,531
	<b>235,262,292</b>	<b>429,104,538</b>
<b>b) Long-term</b>		
Dispatched tools and supplies	957,550,850	2,198,976,573
Assets reparation expenses	972,957,785	1,346,211,177
Others	1,952,560,398	2,308,242,109
	<b>3,883,069,033</b>	<b>5,853,429,859</b>

**15 . SHORT - TERM TRADE PAYABLES**

	31/12/2020		01/01/2020	
	Outstanding balance VND	Amount can be paid VND	Outstanding balance VND	Amount can be paid VND
<b>Trade payables detailed by suppliers with large account balances</b>				
ASIA DMC	376,456,298	376,456,298	376,456,298	376,456,298
Joint Stock Company				
San Hien	-	-	191,735,000	191,735,000
Transport Trading Co., Ltd				
Dat Long Thinh Co., Ltd.	616,404,000	616,404,000	-	-
Others	2,738,409,232	2,738,409,232	3,081,726,807	3,081,726,807
	<b>3,731,269,530</b>	<b>3,731,269,530</b>	<b>3,649,918,105</b>	<b>3,649,918,105</b>

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**16 . TAX AND PAYABLES TO STATE BUDGET**

	Receivable at the opening year	Payable at the opening year	Payable arise in the year	Amount paid in the year	Receivable at the closing year	Payable at the closing year
	VND	VND	VND	VND	VND	VND
Value added tax	-	699,492,475	1,383,629,052	1,840,322,116	-	242,799,411
Business income tax	-	3,125,734	-	-	-	3,125,734
Personal income tax	-	35,401,800	500,067,601	500,404,623	-	35,064,778
Property tax and land rental	-	348,417,122	6,846,176,625	7,171,978,160	-	22,615,587
Other taxes	-	3,046,102	63,056,447	65,221,108	-	881,441
Fees and other obligations	-	2,893,797	57,053,624	59,110,053	-	837,368
	-	<b>1,092,377,030</b>	<b>8,849,983,349</b>	<b>9,637,036,060</b>	-	<b>305,324,319</b>

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

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**17 . OTHER PAYABLES**

	31/12/2020	01/01/2020
	VND	VND
- Trade union fund	83,047,877	47,783,951
- Payables of collecting of State-owned capital transfer (*)	32,129,031,400	32,064,668,451
- Withdrawal of contributed capital in Thien Phuc Tourist JSC, awaiting for settlement	518,052,851	518,052,851
- Others	263,834,390	1,179,724,782
	<b><u>32,993,966,518</u></b>	<b><u>33,810,230,035</u></b>

(\*) This is the amount arising from the capital transfer contract No:18/HDCNV dated 30 March 2016 between People's Committee of Thua Thien Hue Province (transferor) and Bitexco Group Company Limited (the transferee) with the information is as follows:

- Representative of the transferor: Mr. Nguyen Quoc Thanh - Chairman of the Board - The main representative of the State capital at Huong Giang Tourist Joint Stock Company, according to Decision No.624/QD-UBND dated 30 March 2016 of People's Committee of Thua Thien Hue Province.
- 12,572,200 shares, equivalent to the total face value of VND 125,722,000,000, accounting for 62.86% of the charter capital of Huong Giang Tourist Joint Stock Company.
- Total transfer value: VND 158,409,520,000.
- Account to receive transfer money is the bank deposit account of Huong Giang Tourist Joint Stock Company.

The Company has returned the amount of VND 126 billion according to the written requests of the People's Committee of Thua Thien Hue Province, the remaining amount will be returned when requested. As at 31/12/2020, this remaining amount is restricted to use under Official Dispatch No.1398/STC-TCDN dated 25 June 2016 of the Department of Finance of Thua Thien Hue Province.

(More information as in Note 3).

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## **18 . BORROWINGS**

	01/01/2020		During the year		31/12/2020	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding balance	Amount can be paid
	VND	VND	VND	VND	VND	VND
<b>a) Short-term borrowings</b>						
<b>Current portion of long-term loan</b>	<b>1,332,396,000</b>	<b>1,332,396,000</b>	<b>777,231,000</b>	<b>777,231,002</b>	<b>1,332,395,998</b>	<b>1,332,395,998</b>
- An Binh Commercial Join Stock	1,332,396,000	1,332,396,000	777,231,000	777,231,002	1,332,395,998	1,332,395,998
Bank - Thua Thien Hue Branch <sup>(1)</sup>						
	<b>1,332,396,000</b>	<b>1,332,396,000</b>	<b>777,231,000</b>	<b>777,231,002</b>	<b>1,332,395,998</b>	<b>1,332,395,998</b>
<b>b) Long-term borrowings</b>						
- An Binh Commercial Join Stock	2,930,781,000	2,930,781,000	-	777,231,000	2,153,550,000	2,153,550,000
Bank - Thua Thien Hue Branch <sup>(1)</sup>						
- Joint Stock Commercial Bank for Foreign Trade of Vietnam <sup>(2)</sup>	-	-	1,792,820,000	-	1,792,820,000	1,792,820,000
	<b>2,930,781,000</b>	<b>2,930,781,000</b>	<b>1,792,820,000</b>	<b>777,231,000</b>	<b>3,946,370,000</b>	<b>3,946,370,000</b>
Amount due for settlement within 12 months	(1,332,396,000)	(1,332,396,000)	-	-	(1,332,396,000)	(1,332,396,000)
Amount due for settlement after 12 months	<b>1,598,385,000</b>	<b>1,598,385,000</b>			-	<b>2,613,974,000</b>

**Detailed information on long-term borrowings:**

(1) Include of 02 contracts:

1.1. Credit contract No. 2507/16/TD-TT/XV between An Binh Commercial Joint Stock Bank - Thua Thien Hue Branch and Huong Giang Travel Sole Member Limited Liability Company, with the following details:

- + Loan: VND 3,150,000,000;
- + Loan purpose: To invest 04 passenger cars for business activities under Economic Contract No. 103-2016/HMT/HDKT dated 06/05/2016 and Economic Contract No. 104-2016/HMT/HDKT dated 06/05/2016 signed between Huong Giang Travel Company Limited and HMT Vietnam International Company;
- + Term of the contract: 60 months from the date the borrower draws down the loan for the first time;
- + Interest: According to the Bank's regulations at the time of drawdown;
- + Principal loan balance at the end of the period: VND 1,695,200,000. Of which: Payable amount in the next year is VND 874,045,998;
- + Collateral: Guaranteed by original documents proving ownership and use including: Car registration certificate No. 003993 issued by the police department of Thua Thien Hue province on 01 June 2016. Control sea: 75B - 011.47; Car registration certificate No.003994 issued by the police department of Thua Thien Hue province on June 1, 2016. License no. 75B - 011.36; Car registration certificate No. 002626 issued by the police department of Thua Thien Hue province on 03 June 2016. License no.75B - 011.25; Car registration certificate No.002625 issued by the police department of Thua Thien Hue province on 03 June 2016. License no.75B - 011.81.

1.2. Credit contract No.3597/18/TD-TT/XV dated 27/07/2018 between An Binh Commercial Joint Stock Bank - Thua Thien Hue Branch and Huong Giang Travel Sole Member Limited Liability Company, with the following details:

- + Loans: VND 2,934,000,000;
- + Loan purpose: To invest passenger cars for business activities;
- + Term of contract: 50 months from the date the borrower draws down the loan for the first time;
- + Interest: According to the Bank's regulations at the time of drawdown;
- + Principal loan balance at the end of the period: VND 458,350,000. Of which: Payable amount in the next year is VND 458,350,000;
- + Forms of loan security: Original documents proving ownership and use include: Car registration certificate No.021461 issued by the police department of Thua Thien Hue province on 24 July 2018; Car registration certificate No.021463 issued by the police department of Thua Thien Hue province on 24 July 2018.

(2) Credit Contract No. 09-2019 / HUONGGIANG.VCB October 1, 2019, with the following detailed terms:

- + Credit limit: VND 16,000,000,000;
- + Loan purpose: Investing in renovating Le Cerele Sportif service center at 11 Le Loi, Hue city;
- + Term of contract: 120 months;
- + Loan interest rate: 9% / year;
- + Balance of principal at the end of the year is VND 1,792,820,000, of which due long-term debt is VND 0;
- + Bank loans are secured by mortgage contracts with lenders and fully registered for secured transactions.

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### **19 . OWNER'S EQUITY**

#### **a) Increase and decrease in owner's equity**

	Contributed capital	Share premium	Retained earnings	Total
	VND	VND	VND	VND
<b>Beginning balance of previous year</b>	200,000,000,000	47,223,517,700	(25,330,550,252)	221,892,967,448
Profit for previous year	-	-	3,753,126,244	3,753,126,244
Other decrease	-	-	(1,500,000,000)	(1,500,000,000)
<b>Ending balance of previous year</b>	200,000,000,000	47,223,517,700	(23,077,424,008)	224,146,093,692
<b>Beginning balance of current year</b>	200,000,000,000	47,223,517,700	(23,077,424,008)	224,146,093,692
Loss for current year	-	-	(42,363,670,830)	(42,363,670,830)
<b>Ending balance of current year</b>	200,000,000,000	47,223,517,700	(65,441,094,838)	181,782,422,862

#### **b) Details of owner's invested capital**

	31/12/2020 (*)	Rate	01/01/2020	Rate
	VND	(%)	VND	(%)
Bitexco Group of Companies	18,228,770,000	9.1%	18,228,770,000	9.1%
Crystal Treasure Limited	91,000,000,000	45.5%	91,000,000,000	45.5%
Le Thi Ngoc Thuy	14,000,000,000	7.0%	14,000,000,000	7.0%
White Crystal Co., Ltd	19,252,230,000	9.6%	19,252,230,000	9.6%
Tan Truong Co., Ltd	40,000,000,000	20.0%	40,000,000,000	20.0%
Others	17,519,000,000	8.8%	17,519,000,000	8.8%
	200,000,000,000	100%	200,000,000,000	100%

(\*) Details of the owner's investment capital according to the general list of securities owners of the Vietnam Securities Depository as at 31/12/2020.

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

	Year 2020	Year 2019
	VND	VND
Owner's contributed capital	200,000,000,000	200,000,000,000
- At the beginning of year	200,000,000,000	200,000,000,000
- At the ending of year	200,000,000,000	200,000,000,000

## **d) Stock**

	31/12/2020	01/01/2020
Quantity of Authorized issuing stocks	20,000,000	20,000,000
Quantity of issued shares and full capital contribution	20,000,000	20,000,000
- Common stocks	20,000,000	20,000,000
Quantity of outstanding shares in circulation	20,000,000	20,000,000
- Common stocks	20,000,000	20,000,000
Par value per stock (VND)	10,000	10,000

## **20 . OFF STATEMENT OF FINANCIAL POSITION ITEMS AND OPERATING LEASE COMMITMEN**

### **a) Operating leased assets commitment**

The Company signed land lease contracts with details as follows:

- Land lease contract at No. 51 Le Loi for use in tourism service business from 1998 to 2028. The leased area is 13,508 m2. The company is operating in hotel (Huong Giang Hotel) and restaurant business. According to Contract No. 67 / HDTĐ dated 23/12/2010, the Company must pay the rental fee annually until the contract maturity date according to the current regulations of the State.

- Land lease contract at No. 11 Le Loi for use in tourism service business from 2001 to 2031. The leased area is 6.248,3 m2. The company is running the business of Festival Hue restaurant. According to Contract No. 28 / HDTĐ dated 18/05/2018, the Company must pay the rental fee annually until the contract maturity date according to the current regulations of the State.

- Land lease contract at No. 30 Le Loi for use in tourism service business from 2004 to 2044. The leased area is 7,702 m2. The company is in a joint venture with Saigon Tourist to run business in hotels and restaurants. According to contract No. 34 / HD-TĐ dated 09/11/2004, the company must pay the rental fee annually until the contract maturity date according to the current regulations of the State.

- Land lease contract at No. 101 Hung Vuong (formerly No. 41 Hung Vuong) for use in tourism service business from 2000 to October 16, 2020. The leased area is 595.1 m2. Currently the Company is operating in the restaurant business. According to contract No. 90 / HDTĐ dated 25 October 2012, the Company must pay the rental fee annually until the contract maturity date according to the current regulations of the State. As at 31/12/2020, the Company has not renewed the land lease contract.

- Land lease contract at No. 51 Le Loi for business use from December 6, 2019 to May 16, 2024. The leased area is 680 m2. Currently the company is using the land plot as landscape of Mat Ngoc Lake at Huong Giang Hotel. According to contract No. 88 / HDTĐ dated December 6, 2019, the Company must pay the rental fee annually until the contract maturity date according to the current regulations of the State.

### **b) Foreign currencies**

	31/12/2020	01/01/2020
- USD	11,630.35	5,465.81
- EUR	1,332.55	1,354.39

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**c) Doubtful debts written-off**

	<u>31/12/2020</u>	<u>01/01/2020</u>
	VND	VND
Thuan An Tourist Investment and Development Co., Ltd	717,110,038	-

**21 . TOTAL REVENUE FROM SALE OF GOODS AND RENDERING OF SERVICES**

	<u>Year 2020</u>	<u>Year 2019</u>
	VND	VND
Revenue from renting room, food and beverage service	23,122,328,284	47,505,247,685
Revenue from rendering of services	5,849,470,855	46,281,538,007
	<u>28,971,799,139</u>	<u>93,786,785,692</u>
Revenue from related parties (Details as in Notes 34).	<u>-</u>	<u>8,700,000</u>

**22 . COSTS OF GOODS SOLD**

	<u>Year 2020</u>	<u>Year 2019</u>
	VND	VND
Costs of renting room, food and beverage service	21,455,819,677	36,834,235,661
Costs of merchandise	11,244,552,010	39,749,243,196
	<u>32,700,371,687</u>	<u>76,583,478,857</u>

**23 . FINANCE INCOME**

	<u>Year 2020</u>	<u>Year 2019</u>
	VND	VND
Interest income, interest from loans	1,471,176,753	1,748,429,626
Dividends, profits earned	-	3,250,000,000
Realized gain from foreign exchange difference	327,138	3,567,756
Unrealized gain from foreign exchange difference	7,165,347	-
	<u>1,478,669,238</u>	<u>5,001,997,382</u>
Finance income from related parties (Details as in Notes 34).	<u>-</u>	<u>4,192,852,083</u>

**24 . FINANCIAL EXPENSES**

	<u>Year 2020</u>	<u>Year 2019</u>
	VND	VND
Interest expenses	214,624,651	281,691,144
Realized loss from foreign exchange difference	604,202	2,316,279
Unrealized loss from foreign exchange difference	-	806,380
	<u>215,228,853</u>	<u>284,813,803</u>

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For the fiscal year ended as at 31/12/2020**25 . SELLING EXPENSES**

	Year 2020	Year 2019
	VND	VND
Raw materials	67,506,892	122,551,728
Labor	833,746,513	1,476,279,966
Expenses from external services	40,745,069	103,711,574
Other expenses by cash	91,804,096	196,616,587
	<b>1,033,802,570</b>	<b>1,899,159,855</b>

**26 . GENERAL ADMINISTRATIVE EXPENSES**

	Year 2020	Year 2019
	VND	VND
Raw materials	668,576,571	2,026,180,173
Labor	8,869,061,704	10,812,686,348
Depreciation and amortisation	841,576,807	823,614,863
Tax, Charge, Fee	311,278,071	678,754,533
Provision expenses/reversal of provision	298,897,338	-
Expenses from external services	2,030,439,852	2,934,437,029
Other expenses by cash	1,175,541,570	1,385,876,653
	<b>14,195,371,913</b>	<b>18,661,549,599</b>

**27 . OTHER INCOME**

	Year 2020	Year 2019
	VND	VND
Gain from liquidation, disposal of fixed assets	1,396,364	676,339,734
Others	767,066,346	22,883,096
	<b>768,462,710</b>	<b>699,222,830</b>

**28 . OTHER EXPENSE**

	Year 2020	Year 2019
	VND	VND
Land rental at 11 - Le Loi	2,305,323,390	-
Liquidation of management consulting and operation contracts (*)	8,964,422,798	-
Others	1,090,988	18,810,583
	<b>11,270,837,176</b>	<b>18,810,583</b>

(\*) According to Resolution No. 18/20 / NQ-HĐQT dated June 30, 2020 and the minutes of contract liquidation dated June 30, 2020 between Huong Giang Tourist Joint Stock Company and Azula Management Co., Ltd., the company decided to recognize all costs incurred related to the contract of hotel management and operation consultancy with Azula Management Co., Ltd. into expenses during the year.

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**29 . CURRENT BUSINESS INCOME TAX EXPENSE**

	Year 2020	Year 2019
	VND	VND
Current corporate income tax expense in subsidiary	-	3,125,734
<b>Current corporate income tax expense (Tax rate 20%)</b>	<b>-</b>	<b>3,125,734</b>
Tax payable at the beginning of year	3,125,734	135,656,673
Tax paid in the year	-	(135,656,673)
<b>Closing year income tax payable</b>	<b>3,125,734</b>	<b>3,125,734</b>

**30 . BASIC EARNINGS PER SHARE**

Earning per share distributed to common shareholders of the company is calculated as follows :

	Year 2020	Year 2019
	VND	VND
Net profit after tax	(42,363,670,830)	3,753,126,244
Profit distributed for common stocks	(42,363,670,830)	3,753,126,244
Average number of outstanding common shares in circulation in t	20,000,000	20,000,000
<b>Basic earnings per share</b>	<b>(2,118)</b>	<b>188</b>

**31 . BUSINESS AND PRODUCTIONS COST BY ITEMS**

	Year 2020	Year 2019
	VND	VND
Raw materials	7,332,372,355	26,711,813,394
Labour	19,883,638,845	31,548,410,393
Depreciation and amortisation	3,997,368,447	4,371,104,847
Expenses from external services	13,716,259,283	23,989,002,275
Other expenses by cash	2,999,907,240	9,925,498,178
	<b>47,929,546,170</b>	<b>96,545,829,087</b>

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## **32 . FINANCIAL INSTRUMENTS**

The types of financial instruments of the Company include:

	Carrying amount			
	31/12/2020		01/01/2020	
	Original Cost VND	Provision VND	Original Cost VND	Provision VND
<b>Financial Assets</b>				
Cash and cash equivalents	41,255,511,567	-	51,037,373,424	-
Trade receivables, other receivables	10,661,580,734	(1,095,212,338)	19,758,931,326	(1,513,425,038)
Loans	12,000,000,000	-	11,900,000,000	-
	<u>63,917,092,301</u>	<u>(1,095,212,338)</u>	<u>82,696,304,750</u>	<u>(1,513,425,038)</u>
			Carrying amount	
			31/12/2020	01/01/2020
			VND	VND
<b>Financial Liabilities</b>				
Borrowings and debts			3,946,369,998	2,930,781,000
Trade payables, other payables			36,725,236,048	37,460,148,140
			<u>40,671,606,046</u>	<u>40,390,929,140</u>

Financial assets and financial liabilities are not revalued according to fair value at the end of the year because the Circular No. 210/2009/TT-BTC and prevailing statutory regulations require to present Financial Statements and Notes to financial instruments but do not provide any relevant instruction for assessment and recognition of fair value of financial assets and liabilities, excluding provision for doubtful debts which is presented in relevant notes.

### **Financial risk management**

The Company's financial risks including market risk, credit risk and liquidity risk. The Company has developed its control system to ensure the reasonable balance between cost of incurred risks and cost of risk management. The Board of General Directors of the Company is responsible for monitoring the risk management process to ensure the appropriate balance between risk and risk control.

#### **Market risk**

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

#### **Exchange rate risk**

The Company bears the risk of exchange rate due to the fluctuation in fair value of future cash flows of a financial instrument in line with changes in exchange rates if loans, revenues and expenses of the Company are denominated in foreign currencies other than VND.

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## Interest rate risk

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

## Credit Risk

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

	Under 1 year VND	From 1 to 5 years VND	From more than 5 years VND	Total VND
<b>As at 31/12/2020</b>				
Cash and cash equivalents	41,255,511,567	-	-	41,255,511,567
Trade receivables, other receivables	4,117,550,716	500,000,000	4,948,817,680	9,566,368,396
Loans	12,000,000,000	-	-	12,000,000,000
	<b>57,373,062,283</b>	<b>500,000,000</b>	<b>4,948,817,680</b>	<b>62,821,879,963</b>
<b>As at 01/01/2020</b>				
Cash and cash equivalents	51,037,373,424	-	-	51,037,373,424
Trade receivables, other receivables	12,796,688,608	500,000,000	4,948,817,680	18,245,506,288
Loans	11,900,000,000	-	-	11,900,000,000
	<b>75,734,062,032</b>	<b>500,000,000</b>	<b>4,948,817,680</b>	<b>81,182,879,712</b>

## Liquidity Risk

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

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

	Under 1 year VND	From 1 to 5 years VND	From more than 5 years VND	Total VND
<b>As at 31/12/2020</b>				
Borrowings and debts	1,332,395,998	2,613,974,000	-	3,946,369,998
Trade payables, other payables	36,725,236,048	-	-	36,725,236,048
	<b>38,057,632,046</b>	<b>2,613,974,000</b>	<b>-</b>	<b>40,671,606,046</b>
<b>As at 01/01/2020</b>				
Borrowings and debts	1,332,396,000	1,598,385,000	-	2,930,781,000
Trade payables, other payables	37,460,148,140	-	-	37,460,148,140
	<b>38,792,544,140</b>	<b>1,598,385,000</b>	<b>-</b>	<b>40,390,929,140</b>

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

### 33 . EVENTS AFTER BALANCE SHEET DATE

There have been no significant events occurring after the reporting period, which would require adjustments or disclosures to be made in the Consolidated Financial Statements.

### 34 . TRANSACTION AND BALANCES WITH RELATED PARTIES

During the fiscal year, the Company has the transactions and balances with related parties as follows:

Transactions during the year:

	Relation	Year 2020 VND	Year 2019 VND
<b>Revenue</b>		-	<b>8,700,000</b>
Bitexco Group of Companies	Shareholder	-	8,700,000
<b>Dividend</b>		-	<b>3,250,000,000</b>
Saigon Morin Hue Company Limited	Joint venture	-	3,250,000,000
<b>Interest</b>		<b>970,346,666</b>	<b>942,852,083</b>
Hotel De La Cite Imperiale Co.,Ltd.	Associates	899,325,000	923,257,500
Citadel Investment Tourist Co., Ltd.	Associates	71,021,666	19,594,583

# **HUONG GIANG TOURIST JOINT STOCK COMPANY**

No. 2, Nguyen Cong Tru, Hue City,  
Thua Thien Hue Province, Vietnam

**Consolidated Financial Statements**  
For the fiscal year ended as at 31/12/2020

Outstanding balances up to the reporting date are as follows:

	Relation	31/12/2020	01/01/2020
		VND	VND
<b>Loan receivables</b>		<b>11,500,000,000</b>	<b>11,100,000,000</b>
Hotel De La Cite Imperiale Co.,Ltd.	Associates	10,500,000,000	10,500,000,000
Citadel Investment Tourist Co., Ltd.	Associates	1,000,000,000	600,000,000
<b>Other receivables</b>		<b>1,291,619,004</b>	<b>5,119,397,338</b>
Bitexco Group of Companies	Shareholder	-	1,570,500,000
Thien Phuc Tourist Joint Stock Company	Associates	298,897,338	298,897,338
Saigon Morin Hue Company Limited	Joint venture	-	3,250,000,000
Hotel De La Cite Imperiale Co.,Ltd.	Associates	899,325,000	-
Citadel Investment Tourist Co., Ltd.	Associates	93,396,666	-

Income of The Board of General Directors and The Board of General Management:

	Year 2020	Year 2019
	VND	VND
Johnny Cheung Ching Fu <sup>(1)</sup>	680,775,834	739,813,494
Le Ba Giang <sup>(2)</sup>	1,112,559,443	774,885,710
Yoshida Tetsuya <sup>(3)</sup>	504,123,684	273,186,335


## **Designation**

- (1) Member of The Board of Management and General Director
- (2) Member of The Board of Management and Deputy General Director
- (3) Member of The Board of Management

## **35 . COMPARATIVE FIGURES**

The corresponding figures are those taken from the Consolidated Financial Statements for the fiscal year ended as at 31 December 2019, which was audited by AASC Auditing Firm Company Limited.

  
**Ngo Duc Chinh**  
Preparer

  
**Ngo Duc Chinh**  
Chief Accountant

  
**Le Ba Giang**  
Vice General Director

Thua Thien - Hue, 25 February 2021