

Masan Group Corporation

Separate quarterly financial statements for the
period ended 30 September 2019



**Masan Group Corporation
Corporate Information**

**Business Registration
Certificate No**

0303576603

17 July 2019

The Company's Business Registration Certificate has been amended several times, the most recent of which is dated 17 July 2019. The Certificate and its amendments were issued by the Department of Planning and Investment of Ho Chi Minh City. The initial Business Registration Certificate No. 4103002877 was dated 18 November 2004.

Board of Directors

Dr Nguyen Dang Quang	Chairman
Ms Nguyen Hoang Yen	Member
Mr Nguyen Thieu Nam	Member
Mr Woncheol Park	Member (from 24 April 2019)
Mr Nguyen Doan Hung	Member (from 24 April 2019)
Mr David Tan Wei Ming	Member (from 24 April 2019)
Mr Dominic Edward Salter Price	Member (to 23 April 2019)
Mr Lars Kjaer	Member (to 23 April 2019)

Board of Management

Dr Nguyen Dang Quang	Chief Executive Officer
Mr Nguyen Thieu Nam	Deputy Chief Executive Officer
Mr Michael Hung Nguyen	Deputy Chief Executive Officer
Mr Nguyen Anh Nguyen	Deputy Chief Executive Officer

Legal representative

Dr Nguyen Dang Quang	Chairman Chief Executive Officer
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Registered Office

Suite 802, 8th Floor, Central Plaza
17 Le Duan Street
Ben Nghe Ward, District 1
Ho Chi Minh City
Vietnam

Masan Group Corporation
Separate balance sheet as at 30 September 2019

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

	Code	Note	30/9/2019 VND	1/1/2019 VND
ASSETS				
Current assets (100 = 110 + 120 + 130 + 150)	100		6,832,497,962,008	4,577,655,260,097
Cash and cash equivalents	110	4	1,447,100,008,317	681,197,208,270
Cash	111		15,035,898,728	1,197,208,270
Cash equivalents	112		1,432,064,109,589	680,000,000,000
Short-term financial investments	120		1,391,530,000,000	1,524,338,390,000
Trading securities	121	5(a)	1,391,530,000,000	1,499,990,000,000
Held-to-maturity investments	123	5(b)	-	24,348,390,000
Accounts receivable – short-term	130	6	3,981,675,344,532	2,363,413,470,974
Accounts receivable from customers	131		-	11,879,382,264
Prepayments to suppliers	132		1,268,399,450	330,000,000
Other receivables	136		3,980,406,945,082	2,351,204,088,710
Other current assets	150		12,192,609,159	8,706,190,853
Short-term prepaid expenses	151		4,334,963,049	848,544,743
Taxes receivable from State Treasury	153		7,857,646,110	7,857,646,110
Long-term assets (200 = 210 + 220 + 240 + 250 + 260)	200		21,867,488,229,632	22,793,654,397,661
Account receivable – long-term	210	6	2,966,973,185,918	4,020,557,774,958
Receivables on long-term lending loans	215		1,675,000,000,000	2,800,000,000,000
Other long-term receivables	216		1,291,973,185,918	1,220,557,774,958
Fixed assets	220		8,792,651,255	10,825,312,617
Tangible fixed assets	221	7	8,783,171,029	10,774,250,102
Cost	222		35,622,908,245	35,402,523,245
Accumulated depreciation	223		(26,839,737,216)	(24,628,273,143)
Intangible fixed assets	227	8	9,480,226	51,062,515
Cost	228		4,697,122,903	4,697,122,903
Accumulated amortization	229		(4,687,642,677)	(4,646,060,388)
Long-term assets in progress	240		1,246,976,149	553,352,503
Construction in progress	242		1,246,976,149	553,352,503
Long-term financial investments	250		18,890,076,006,518	18,761,352,942,046
Investments in subsidiaries	251	5(c)	14,511,238,928,882	14,382,515,864,410
Investments in an associate	252	5(d)	4,378,837,077,636	4,378,837,077,636
Other long-term assets	260		399,409,792	365,015,537
Long-term prepaid expenses	261	9	399,409,792	365,015,537
TOTAL ASSETS (270 = 100 + 200)	270		28,699,986,191,640	27,371,309,657,758

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

Masan Group Corporation
Separate balance sheet as at 30 September 2019 (continued)

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

	Code	Note	30/9/2019 VND	1/1/2019 VND
RESOURCES				
LIABILITIES (300 = 310 + 330)	300		3,095,517,417,885	3,130,547,276,519
Current liabilities	310		1,603,867,417,885	3,130,547,276,519
Accounts payable to suppliers	311		16,656,938	-
Taxes payable to State Treasury	313		1,136,482,161	-
Accrued expenses	315	10	102,702,468,557	115,286,104,269
Other payables	319	11	11,810,229	25,261,172,250
Short-term borrowings	320	12	1,500,000,000,000	2,990,000,000,000
Long-term liabilities	330		1,491,650,000,000	-
Long-term borrowings and bonds	338	12	1,491,650,000,000	-
EQUITY (400 = 410)	400		25,604,468,773,755	24,240,762,381,239
Owners' equity	410	13	25,604,468,773,755	24,240,762,381,239
Share capital	411	14	11,689,464,470,000	11,631,495,480,000
Capital surplus	412	14	11,084,356,541,079	11,084,416,541,079
Other capital	414	15	(1,695,338,182,568)	(1,695,338,182,568)
Undistributed profit after tax	421		4,525,985,945,244	3,220,188,542,728
- Undistributed profit brought forward	421a		3,220,188,542,728	1,383,417,646,444
- Undistributed profit for the current period	421b		1,305,797,402,516	1,836,770,896,284
TOTAL RESOURCES (440 = 300 + 400)	440		28,699,986,191,640	27,371,309,657,758

30 October 2019

Prepared by:



Doan Thi My Duyen
 Chief Accountant

Approved by:





Michael Hung Nguyen
 Deputy Chief Executive Officer
 Chief Financial Officer

Dr. Nguyen Dang Quang
 Chairman
 Chief Executive Officer

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

Masan Group Corporation
Separate statement of income for the period ended 30 September 2019

Form B 02a – DN
(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)

	Code	Note	From 1/7/2019 to 30/9/2019 VND	From 1/7/2018 to 30/9/2018 VND	From 1/1/2019 to 30/9/2019 VND	From 1/1/2018 to 30/9/2018 VND
Financial income	21	16	1,461,852,367,639	215,341,929,713	1,647,567,021,214	1,703,142,163,228
Financial expenses	22	17	67,719,992,273	237,546,111,111	210,969,992,273	706,084,456,323
<i>In which: Interest expense</i>	23		<i>61,125,000,000</i>	<i>216,596,111,111</i>	<i>196,875,000,000</i>	<i>655,314,304,795</i>
General and administration expenses	26		40,411,744,468	37,893,918,952	130,799,626,425	135,367,892,012
Net operating profit/(loss) (30 = 21 – 22 – 26)	30		1,353,720,630,898	(60,098,100,350)	1,305,797,402,516	861,689,814,893
Results of other activities	40		-	-	-	-
Accounting profit/(loss) before tax (50 = 30 + 40)	50		1,353,720,630,898	(60,098,100,350)	1,305,797,402,516	861,689,814,893
Income tax expense – current	51		-	-	-	-
Income tax expense – deferred	52		-	-	-	-
Profit/(loss) profit after tax (60 = 50 - 51 - 52)	60		1,353,720,630,898	(60,098,100,350)	1,305,797,402,516	861,689,814,893

Prepared by:

 Doan Thi My Duyen
 Chief Accountant

30 October 2019
 Approved By:

 Michael Hung Nguyen
 Deputy Chief Executive Officer
 Chief Financial Officer

Approved By:

 Dr Nguyen Dang Quang
 Chairman
 Chief Executive Officer

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

Masan Group Corporation
Separate statement of cash flows for the period ended 30 September 2019
(Indirect method)

Form B 03a – DN
(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

	Code	Note	From 1/1/2019 to 30/9/2019 VND	From 1/1/2018 to 30/9/2018 VND
CASH FLOWS FROM OPERATING ACTIVITIES				
Accounting profit before tax	01		1,305,797,402,516	861,689,814,893
Adjustments for				
Depreciation and amortization	02		2,253,046,362	1,167,215,338
Net unrealised foreign exchange (gain)/loss	04		-	19,736,394,817
Profits from investing activities	05		(1,643,408,846,284)	(1,701,240,038,234)
Interest expense and related financial expenses	06		206,875,000,000	683,709,304,795
Operating loss before changes in working capital	08		(128,483,397,406)	(134,937,308,391)
Increase in receivables and other assets	09		(1,541,808,475,761)	(5,874,596,940)
Decrease in payables and other liabilities	11		(28,114,858,634)	(33,657,313,930)
(Increase)/decrease in prepaid expenses	12		(3,520,812,561)	30,390,982,374
Decrease in trading securities	13		108,460,000,000	-
			(1,593,467,544,362)	(144,078,236,887)
Interest paid	14		(213,850,000,000)	(585,800,555,555)
Net cash flows from operating activities	20		(1,807,317,544,362)	(729,878,792,442)
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for additions to fixed assets and other long-term assets	21		(914,008,646)	(4,960,658,003)
Payments for granting loans	23		(590,000,000,000)	(89,348,390,000)
Receipts from collecting loans and term deposits at banks	24		1,739,348,390,000	109,210,730,000
Payments for investments in a subsidiary	25		(162,830,223,282)	-
Collections on disposal of investments in a subsidiary	26		22,224,000,000	379,584,000,000
Receipts of interest income and dividends	27		1,507,423,196,337	154,180,906,651
Net cash flows from investing activities	30		2,515,251,354,409	548,666,588,648

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

Masan Group Corporation
Separate statement of cash flows for period ended 30 September 2019
(Indirect method - continued)

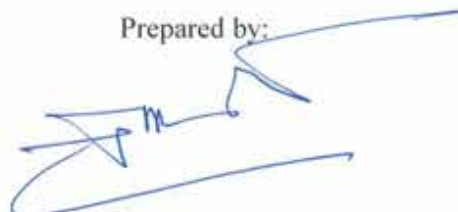
Form B 03a – DN
(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

	Code	Note	From 1/1/2019 to 30/9/2019 VND	From 1/1/2018 to 30/9/2018 VND
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from equity issued	31		57,968,990,000	57,705,740,000
Proceeds from bonds	33		1,500,000,000,000	-
Payments to settle bonds	34		(1,500,000,000,000)	-
Payments of dividends	36		-	(17,400,000)
Net cash flows from financing activities	40		57,968,990,000	57,688,340,000
Net cash flows during the period (50 = 20 + 30 + 40)	50		765,902,800,047	(123,523,863,794)
Cash and cash equivalents at the beginning of the period	60		681,197,208,270	129,224,525,040
Effect of exchange rate fluctuations on cash and cash equivalents	61		-	182,070
Cash and cash equivalents at the end of the period (70 = 50 + 60)	70	4	1,447,100,008,317	5,700,843,316

NON-CASH INVESTING AND FINANCING ACTIVITIES

	From 1/1/2019 to 30/9/2019 VND	From 1/1/2018 to 30/9/2018 VND
Net-off dividend receivable with loan and interest payable to a subsidiary	-	1,019,918,630,139

30 October 2019

Prepared by:


Doan Thi My Duyen
Chief Accountant



Michael Hung Nguyen
Deputy Chief Executive Officer
Chief Financial Officer

Approved by:



Dr. Nguyen Dang Quang
Chairman
Chief Executive Officer

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

Masan Group Corporation
Notes to the separate financial statements for period ended 30 September 2019

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

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

1. Reporting entity

(a) Ownership structure

Masan Group Corporation (“the Company”) is a joint stock company incorporated in Vietnam.

(b) Principal activities

The principal activity of the Company is investment holding.

(c) Normal operating cycle

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

2. Basis of preparation

(a) Statement of compliance

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

(b) Basis of measurement

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

(c) Annual accounting period

The annual accounting period of the Company is from 1 January to 31 December.

Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2019

(continued)

Form B 09a – DN

*(Issued under Circular No. 200/2014/TT-BTC
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(d) Accounting currency

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

3. Summary of significant accounting policies

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

(a) Foreign currency transactions

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

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

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

(b) Cash and cash equivalents

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

(c) Investments

(i) Held to maturity investments

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

Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2019

(continued)

Form B 09a – DN

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

(ii) Investment in subsidiaries and associates

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

(d) Accounts receivable

Accounts receivable from customers and other receivables are stated at cost less allowance for doubtful debts.

(e) Tangible fixed assets

(i) Cost

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

(ii) Depreciation

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

- leasehold improvements 5 years
- office equipment 3 – 5 years

(f) Intangible fixed assets

Software

Cost of acquiring new software, which is not an integral part of the related hardware, is capitalised and treated as an intangible asset. Software cost is amortized on a straight-line basis over 2 – 5 years.

Masan Group Corporation
Notes to the separate financial statements for period ended 30 September 2019
(continued)

Form B 09a – DN
(Issued under Circular No. 200/2014/TT-BTC
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(g) Construction in progress

Construction in progress represents the costs of leasehold improvement for new office which has not been fully completed. No depreciation is provided for construction in progress during the period of renovation.

(h) Long-term prepaid expenses

(i) Tools and instruments

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

(ii) Consulting service fees

Consulting services fees are amortized on a straight-line basis over three years.

(i) Trade and other payables

Account payables to suppliers and other payables are stated at their cost.

(j) Bonds issued

Straight bonds

At initial recognition, straight bonds are measured at cost which comprises proceeds from issuance net of issuance costs. Any discount, premium or issuance costs are amortized on a straight-line basis over the term of the bond.

(k) Equity

(i) Share capital and capital surplus

Ordinary shares are stated at par value. The difference between proceeds from issuance of shares over the par value is recorded in capital surplus. Incremental costs directly attributable to the issue of shares, net of tax effects, are recognized as a deduction from capital surplus

(ii) Other capital

Agreements to issue a fixed number of shares in the future are recognized based on their fair values at the dates of the agreements under other capital if there are no other settlement alternatives.

Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2019

(continued)

Form B 09a – DN

*(Issued under Circular No. 200/2014/TT-BTC
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(iii) Treasury shares

When shares recognized as equity are repurchased, the amount of the consideration paid, which includes directly attributable costs, net of tax effects, is recognized as a reduction from equity. Repurchased shares are classified as treasury shares under equity.

(l) Taxation

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

Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantially enacted at the balance sheet date, and any adjustment to tax payable in respect of previous periods.

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

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

(m) Financial income

Financial income comprises interest income from deposits, loans and foreign exchange gains. Interest income is recognized on a time proportion basis with reference to the principal outstanding and the applicable interest rate.

(n) Financial expense

Financial expenses comprise interest expenses on borrowings, bonds, foreign exchange losses, amortized borrowing cost and losses from disposal investments. Interest expenses are recognized as an expense in the period in which they are incurred, except where the borrowing costs relate to borrowings in respect of the construction of qualifying assets, in which case the borrowing costs incurred during the period of construction are capitalised as part of the cost of the assets concerned.

(o) Related parties

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

Masan Group Corporation
Notes to the separate financial statements for period ended 30 September 2019
(continued)

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

4. Cash and cash equivalents

	30/9/2019 VND	1/1/2019 VND
Cash on hand	64,826,703	64,826,703
Cash in banks	14,971,072,025	1,132,381,567
Cash equivalents	1,432,064,109,589	680,000,000,000
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	1,447,100,008,317	681,197,208,270
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Cash equivalents represented term deposits at banks with original terms to maturity of three months or less from their transactions dates.

5. Investments

	30/9/2019 VND	1/1/2019 VND
Short-term financial investments		
Trading securities (a)	1,391,530,000,000	1,499,990,000,000
Held-to-maturity investments - short-term (b)	-	24,348,390,000
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	1,391,530,000,000	1,524,338,390,000
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Long-term financial investments		
Investment in subsidiaries (c)	14,511,238,928,882	14,382,515,864,410
Investment in an associate (d)	4,378,837,077,636	4,378,837,077,636
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	18,890,076,006,518	18,761,352,942,046
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Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2019 (continued)

Form B 09a – DN

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

	30/9/2019				1/1/2019			
	Quantity	Cost VND	Fair value VND	Allowance for diminution in value VND	Quantity	Cost VND	Fair value VND	Allowance for diminution in value VND
Bonds of Masan Resources Corporation, a subsidiary	2,500,000	250,000,000,000	(*)	-	14,999,900	1,499,990,000,000	(*)	-
Bonds of Nui Phao Mining Company Limited	10,000,000	1,000,000,000,000	(*)	-	-	-	(*)	-
Other bonds	14,153	141,530,000,000	(*)	-	-	-	(*)	-
	12,514,153	1,391,530,000,000	(*)	-	14,999,900	1,499,990,000,000	(*)	-

(*) The Company has not determined the fair values of the trading securities for disclosure because there is currently no guidance on determination of fair value using valuation techniques under Vietnamese Accounting Standards or the Vietnamese Accounting System for enterprises. The fair values of the trading securities may differ from their carrying amounts.

(b) Held-to-maturity investments

Held-to-maturity investments – short-term represented deposits at bank with remaining terms to maturity of less than twelve months from the reporting date.



Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2019 (continued)

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

(c) Investments in subsidiaries

Details of the Company's investments in direct subsidiaries were as follows:

	30/9/2019				1/1/2019					
	% of equity owned	% of voting rights	Cost value VND	Allowance for diminution in value VND	Fair value VND	% of equity owned	% of voting rights	Cost value VND	Allowance for diminution in value VND	Fair value VND
▪ Masan Consumer Holdings Company Limited ("MCH")	85.7%	85.7%	516,600,000,000	-	(**)	85.7%	85.7%	516,600,000,000	-	(**)
▪ Masan Horizon Company Limited ("MH")	99.9%	99.9%	11,950,000,000,000	-	(**)	99.9%	99.9%	11,950,000,000,000	-	(**)
▪ Masan MEAT Life Corporation (previously known as Masan Nutri-Science Corporation) ("MML") (*)	79.9%	79.9%	2,044,638,928,882	-	(**)	80.8%	80.8%	1,915,915,864,410	-	(**)
			14,511,238,928,882	-	(**)			14,382,515,864,410	-	(**)

(*) In March 2019, the Company bought a 0.4% equity interest in MML at the price of VND163 billion. In Q3/2019, the Company sold 1.33% equity interest in MML to non-controlling interests.

(**) At the reporting date, fair value of these investments was not available.

Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2019 (continued)

Form B 09a – DN

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

(d) Investment in an associate

Details of the Company's cost of investment in an associate was as follows:

	30/9/2019		1/1/2019				
	% of equity owned	% of voting rights	Cost VND	Allowance for diminution in value VND	Cost VND	Allowance for diminution in value VND	Fair value VND
Vietnam Technological and Commercial Joint Stock Bank ("Techcombank")	15.0%	15.0%	4,378,837,077,636	-	4,378,837,077,636	-	13,553,555,649,150

Masan Group Corporation**Notes to the separate financial statements for period ended 30 September 2019**

(continued)

Form B 09a – DN*(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)***6. Accounts receivable – short-term and long-term**

Other receivables – short-term comprised:

	30/9/2019	1/1/2019
	VND	VND
Receivables from related parties	1,938,894,776,172	2,332,562,237,382
Dividend receivable from a subsidiary	280,000,000,000	-
Accrued interest receivables	5,719,970,848	18,101,111,841
Others (*)	1,755,792,198,062	540,739,487
	<hr/>	<hr/>
	3,980,406,945,082	2,351,204,088,710

(*) As at 30 September 2019, the Company transferred to TCBS VND1,500 billion principal and VND68,625 million interest to settle bond payment to bondholders on 2 October 2019.

Other receivables – long-term comprised:

	30/9/2019	1/1/2019
	VND	VND
Long-term deposit	2,925,994,360	2,925,994,360
Other long-term receivables from related parties	1,289,047,191,558	1,217,631,780,598
	<hr/>	<hr/>
	1,291,973,185,918	1,220,557,774,958

Receivables on long-term lending loans comprised:

	30/9/2019	1/1/2019
	VND	VND
Receivables from a subsidiary	1,675,000,000,000	2,800,000,000,000
	<hr/>	<hr/>

Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2019

(continued)

Form B 09a – DN*(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)***7. Tangible fixed assets**

	Leasehold improvements VND	Office equipment VND	Total VND
Cost			
Opening balance	27,701,486,269	7,701,036,976	35,402,523,245
Increase during the period	-	220,385,000	220,385,000
Closing balance	27,701,486,269	7,921,421,976	35,622,908,245
Accumulated depreciation			
Opening balance	18,584,668,955	6,043,604,188	24,628,273,143
Charge for the period	1,884,256,903	327,207,170	2,211,464,073
Closing balance	20,468,925,858	6,370,811,358	26,839,737,216
Net book value			
Opening balance	9,116,817,314	1,657,432,788	10,774,250,102
Closing balance	7,232,560,411	1,550,610,618	8,783,171,029

Masan Group Corporation
Notes to the separate financial statements for period ended 30 September 2019
(continued)

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8. Intangible fixed assets

	Software VND
Cost	
Opening/closing balance	4,697,122,903
<hr/>	
Accumulated amortization	
Opening balance	4,646,060,388
Charge for the period	41,582,289
<hr/>	
Closing balance	4,687,642,677
<hr/>	
Net book value	
Opening balance	51,062,515
Closing balance	9,480,226
<hr/>	

9. Long-term prepaid expenses

	Tools and supplies VND
Opening balance	365,015,537
Additions	227,462,325
Amortization for the period	(193,068,070)
<hr/>	
Closing balance	399,409,792
<hr/>	

Masan Group Corporation
Notes to the separate financial statements for period ended 30 September 2019
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10. Accrued expenses

	30/9/2019 VND	1/1/2019 VND
Accrued interest expenses	68,625,000,000	77,250,000,000
Consultant fee	10,091,183,773	8,266,127,928
Others	23,986,284,784	29,769,976,341
	<hr/> 102,702,468,557	<hr/> 115,286,104,269

11. Other payables

	30/9/2019 VND	1/1/2019 VND
Dividend payable	11,130,000	11,130,000
Others	680,229	25,250,042,250
	<hr/> 11,810,229	<hr/> 25,261,172,250

12. Borrowings and bonds

	30/9/2019 VND	1/1/2019 VND
Short-term borrowings		
Current portion of long-term borrowings (*)	1,500,000,000,000	2,990,000,000,000
	<hr/>	<hr/>
Long-term borrowings and bonds		
Long-term borrowings and bonds	2,991,650,000,000	2,990,000,000,000
Repayable within twelve months	(1,500,000,000,000)	(2,990,000,000,000)
	<hr/> 1,491,650,000,000	<hr/> -

(*) On 2 October 2019, the Company completed payment to bondholders VND1,500 billion principal and VND68,625 million interest.

Masan Group Corporation
Notes to the separate financial statements for year ended 30 September 2019 (continued)

Form B 09a – DN
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13. Change in owners' equity

	Share capital VND	Capital surplus VND	Other capital VND	Treasury shares VND	Undistributed profits after tax VND	Total VND
Balance as at 1 January 2018	11,573,739,740,000	6,855,539,345,096	(1,695,338,182,568)	(6,518,087,064,615)	1,383,417,646,444	11,599,271,484,357
Net profit for the year	-	-	-	-	1,836,770,896,284	1,836,770,896,284
Issuance of new shares	57,755,740,000	(50,000,000)	-	-	-	57,705,740,000
Reissuance of treasury shares	-	4,228,927,195,983	-	6,518,087,064,615	-	10,747,014,260,598
Balance as at 31 December 2018	11,631,495,480,000	11,084,416,541,079	(1,695,338,182,568)	-	3,220,188,542,728	24,240,762,381,239
Balance at 1 January 2019	11,631,495,480,000	11,084,416,541,079	(1,695,338,182,568)	-	3,220,188,542,728	24,240,762,381,239
Net profit for the period	-	-	-	-	1,305,797,402,516	1,305,797,402,516
Issuance of new shares	57,968,990,000	(60,000,000)	-	-	-	57,908,990,000
Balance at 30 September 2019	11,689,464,470,000	11,084,356,541,079	(1,695,338,182,568)	-	4,525,985,945,244	25,604,468,773,755

Masan Group Corporation**Notes to the separate financial statements for period ended 30 September 2019****(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)***14. Share capital and capital surplus**

The Company's authorised and issued share capital comprises:

	30/9/2019		1/1/2019	
	Number of shares	VND	Number of shares	VND
Authorised share capital	1,168,946,447	11,689,464,470,000	1,163,149,548	11,631,495,480,000
Issued share capital				
Ordinary shares	1,168,946,447	11,689,464,470,000	1,163,149,548	11,631,495,480,000
Shares in circulation				
Ordinary shares	1,168,946,447	11,689,464,470,000	1,163,149,548	11,631,495,480,000
Capital surplus	-	11,084,356,541,079	-	11,084,416,541,079

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

On 2 October 2018 (the "Closing Date"), the Company successfully reissued 109,899,932 treasury shares to SK Investment Vina I Pte.Ltd ("SK Group") at VND100,000 per share with a total consideration of approximately VND11 trillion. And the Company also provided the option to SK Group to require the Company or a party nominated by the Company to acquire all treasury shares sold to SK Group from the fifth year to the sixth year after the Closing Date at price VND100,000 per share (to be adjusted accordingly for any share split, share bonus, sub-division, reverse share split, consolidation or similar transaction) in the event that SK Group in its absolute discretion determines that the Company and SK Group fail to materialize the value creation and synergies from this partnership or disagree on the strategic directions of the Company. This option will lapse if SK Group sells any of treasury shares unless agreed otherwise between the Company and SK Group.

Movements in share capital during the period were as follows:

	From 1/1/2019 to 30/9/2019		From 1/1/2018 to 31/12/2018	
	Number of shares	VND	Number of shares	VND
Balance at beginning of the period	1,163,149,548	11,631,495,480,000	1,157,373,974	11,573,739,740,000
Insurance of new shares at par for cash	5,796,899	57,968,990,000	5,775,574	57,755,740,000
Balance at the end of the period	1,168,946,447	11,689,464,470,000	1,163,149,548	11,631,495,480,000

Masan Group Corporation**Notes to the separate financial statements for period ended 30 September 2019**

(continued)

Form B 09a – DN*(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)***15. Other capital**

Agreements to issue a fixed number of shares in the future are recognized based on their fair values at the dates of the agreements under other capital if there are no other settlement alternatives.

16. Financial income

	From 1/1/2019 to 30/9/2019 VND	From 1/1/2018 to 30/9/2018 VND
Dividend from a subsidiary	1,320,000,000,000	1,349,858,714,286
Interest income from loans to a subsidiary	116,435,479,453	-
Gain on disposal of an investment	52,469,833,463	344,236,013,814
Interest income from deposits and investments	158,598,525,641	8,723,828,889
Foreign exchange gains	63,182,657	323,606,239
	<hr/>	<hr/>
	1,647,567,021,214	1,703,142,163,228

17. Financial expenses

	From 1/1/2019 to 30/9/2019 VND	From 1/1/2018 to 30/9/2018 VND
Interest expense on loans/bonds from:		
• Bondholders and others	196,875,000,000	645,636,250,000
• Subsidiary	-	9,678,054,795
Issuance fee	10,000,000,000	28,395,000,000
Foreign exchange losses	-	20,060,000,000
Loss from disposal of an investment	4,094,992,273	1,578,518,755
Others	-	736,632,773
	<hr/>	<hr/>
	210,969,992,273	706,084,456,323

Masan Group Corporation**Notes to the separate financial statements for period ended 30 September 2019****(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)***18. Significant transactions with related parties**

In addition to related parties' balances disclosed in other notes to these separate financial statements, the Company had the following transactions with related parties in accordance with Vietnamese Accounting Standards during the period:

Related Party	Nature of transaction	From 1/1/2019 to 30/9/2019 VND	From 1/1/2018 to 30/9/2018 VND
Direct Subsidiary			
MasanConsumerHoldings Company Limited	Interest income from loan provided	116,435,479,453	-
	Dividend income	1,320,000,000,000	214,285,714,286
Masan MEATLife Corporation (previously known as Masan Nutri-Science Corporation)	Dividend income	-	1,135,573,000,000
Indirect Subsidiaries			
Masan Resources Corporation	Interest income from bonds	87,261,911,862	-
Masan Consumer Corporation	Sharing IT cost	2,374,887,913	3,792,521,719
	Purchase of goods	162,474,406	175,783,600
Agro Nutrition International Joint Stock Company	Interest expense from loan received	-	9,678,054,795
	Loans repaid through net- off with dividend receivable from MNS	-	937,000,000,000
	Interest repaid through net-off with dividend receivable from MNS	-	82,918,630,139
Nui Phao Mining Company Limited	Interest income from bonds	31,375,339,863	-
Other related parties			
Techcombank and its subsidiaries	Purchase of trading securities	1,750,000,000,000	-
Key management personnel			
	Remuneration to key management personnel	12,875,532,590	12,225,265,106

As at and for the period ended 30 September 2019 and 30 September 2018, the Company have current, term deposit accounts and agency fee at Techcombank and its subsidiaries at normal market trading terms.

Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2019

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*(Issued under Circular No. 200/2014/TT-BTC
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(*) *No board fees were paid to Board of Directors members for the periods ended 30 September 2019 and 30 September 2018.*

19. Explanation of the net profit movement

The Company net profit after tax during 3Q2019 was VND1,350 billion compared to net loss after tax of VND60 billion in last corresponding period, mainly due to dividend receipt from MasanConsumerHoldings Company Limited amount of VND1,320 billion and interest deleverage saving from VND6,000 billion in 4Q2018.

30 October 2019

Prepared by:



Doan Thi My Duyen
Chief Accountant

Approved by:



Michael Hung Nguyen
*Deputy Chief Executive Officer
Chief Financial Officer*



Dr. Nguyen Dang Quang
*Chairman
Chief Executive Officer*

