

**MASAN GROUP CORPORATION
AND ITS SUBSIDIARIES**

**CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

MASAN GROUP CORPORATION

**CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

TABLE OF CONTENTS	PAGE
Corporate information	1
Consolidated balance sheet (Form B 01a – DN/HN)	2
Consolidated statement of income (Form B 02a – DN/HN)	6
Consolidated statement of cash flow (Form B 03a – DN/HN)	8
Notes to the consolidated financial statements (Form B 09a – DN/HN)	10

MASAN GROUP CORPORATION

CORPORATE INFORMATION

**Enterprise registration
certificate**

0303576603

18 November 2004

The Enterprise Registration Certificate has been amended several times, the most recent of which is dated 20 June 2022. The Enterprise Registration Certificate and its amendments were issued by the Department of Planning and Investment of Ho Chi Minh City.

Board of Directors

Dr Nguyen Dang Quang	Chairperson
Ms Nguyen Hoang Yen	Member
Mr Nguyen Thieu Nam	Member
Mr Ji Han Yoo	Member (from 28 April 2022)
Mr Woncheol Park	Member (to 27 April 2022)
Mr Nguyen Doan Hung	Member
Mr David Tan Wei Ming	Member
Ms Nguyen Thi Thu Ha	Member

Board of Management

Mr Danny Le	Chief Executive Officer
Mr Nguyen Thieu Nam	Deputy Chief Executive Officer
Mr Michael Hung Nguyen	Deputy Chief Executive Officer

Legal representative

Dr Nguyen Dang Quang	Chairman
Mr Danny Le	Chief Executive Officer

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 AND ITS SUBSIDIARIES

Form B 01a – DN/HH

CONSOLIDATED BALANCE SHEET

ASSETS	Code	Note	30/9/2022 VND million	1/1/2022 VND million
CURRENT ASSETS	100		36,801,602	43,630,176
Cash and cash equivalents	110	6	6,045,500	22,304,822
Cash	111		1,774,712	6,885,412
Cash equivalents	112		4,270,788	15,419,410
Short-term financial investments	120	13	1,678,605	332,753
Trading securities	121		1,200,864	-
Held-to-maturity investments	123		477,741	332,753
Accounts receivable	130		12,788,262	6,634,409
Accounts receivable	131		2,587,910	2,480,224
Prepayments to suppliers	132		1,417,469	851,052
Receivables on short-term lending loans	135	7(a)	-	2,452,812
Other short-term receivables	136	7(c)	8,815,041	883,690
Allowance for doubtful debts	137	7	(35,239)	(33,369)
Shortage of assets awaiting resolution	139		3,081	-
Inventories	140	8	14,328,856	12,813,391
Inventories	141		14,448,342	12,947,923
Allowance for inventories	149		(119,486)	(134,532)
Other current assets	150		1,960,379	1,544,801
Short-term prepayments	151		470,003	256,766
Deductible value added tax	152		1,361,241	1,233,915
Taxes and other receivables from State Treasury	153		129,135	54,120

The accompanying notes are an integral part of these consolidated quarterly financial statements.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 01a – DN/HN

CONSOLIDATED BALANCE SHEET
(continued)

ASSETS (continued)	Code	Note	30/9/2022 VND million	1/1/2022 VND million
LONG-TERM ASSETS	200		91,629,513	82,463,295
Long-term receivables	210		2,062,318	1,878,478
Loan receivable - long-term	215	7(b)	81,150	81,150
Other long-term receivables	216	7(d)	1,981,168	1,797,328
Fixed assets	220		43,261,306	42,653,939
Tangible fixed assets	221	9	30,469,480	31,151,629
Cost	222		49,474,909	48,474,105
Accumulated depreciation	223		(19,005,429)	(17,322,476)
Finance lease fixed assets	224		286,237	209,550
Cost	225		402,338	308,899
Accumulated depreciation	226		(116,101)	(99,349)
Intangible fixed assets	227	10	12,505,589	11,292,760
Cost	228		16,061,739	14,362,471
Accumulated amortisation	229		(3,556,150)	(3,069,711)
Investment properties	230	11	686,472	810,057
Cost	231		1,063,067	1,174,802
Accumulated depreciation	232		(376,595)	(364,745)
Long-term assets in progress	240	12	3,006,900	2,021,827
Construction in progress	242	12	3,006,900	2,021,827
Long-term financial investments	250	13	30,037,195	24,538,803
Investments in associates	252		27,714,858	24,538,803
Investments in other entities	253		2,322,337	-
Other long-term assets	260		12,575,322	10,560,191
Long-term prepayments	261	14	7,035,955	6,593,682
Deferred tax assets	262		305,004	609,690
Goodwill	269	15	5,234,363	3,356,819
TOTAL ASSETS	270		128,431,115	126,093,471

The accompanying notes are an integral part of these consolidated quarterly financial statements.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 01a – DN/HN

CONSOLIDATED BALANCE SHEET
(continued)

RESOURCES	Code	Note	30/9/2022 VND million	1/1/2022 VND million
LIABILITIES	300		92,829,597	83,756,819
Short-term liabilities	310		63,610,497	34,547,836
Accounts payable	311		7,050,863	7,970,287
Advances from customers	312		135,601	168,183
Tax payables to State Treasury	313	16	1,039,478	801,899
Payable to employees	314		306,750	222,205
Accrued expenses	315	17	4,849,218	4,996,691
Short-term unearned revenue	318		31,713	14,532
Other short-term payables	319	18(a)	10,012,790	1,513,366
Short-term borrowings, bonds and finance lease liabilities	320	19	40,143,978	18,805,727
Provision - short-term	321		8,855	19,101
Bonus and welfare funds	322		31,251	35,845
Long-term liabilities	330		29,219,100	49,208,983
Long-term accounts payables	331		25,912	25,014
Other long-term payables	337	18(b)	534,686	227,575
Long-term borrowings, bonds and finance lease liabilities	338	20	20,787,275	39,371,918
Deferred tax liabilities	341		3,769,925	3,215,395
Provision - long-term	342		4,101,302	6,369,081

The accompanying notes are an integral part of these consolidated quarterly financial statements.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 01a – DN/HN

CONSOLIDATED BALANCE SHEET
(continued)

RESOURCES (continued)	Code	Note	30/9/2022 VND million	1/1/2022 VND million
EQUITY	400		35,601,518	42,336,652
Owners' equity	410	21	35,601,518	42,336,652
Share capital	411	22	14,237,248	11,805,347
Capital surplus	412	22	8,723,128	11,084,247
Other capital	414	23	(8,388,147)	(8,388,147)
Foreign exchange differences	417		(642,619)	(339,255)
Other equity funds	420		688,837	(147,087)
Undistributed profits	421		11,031,770	18,795,877
- Undistributed profits brought forward	421a		17,656,897	762,441
- Net (loss)/profit for the current period	421b		(6,625,127)	18,033,436
Non-controlling interests	429		9,951,301	9,525,670
TOTAL RESOURCES	440		128,431,115	126,093,471


27 October 2022

Prepared by:



Nguyen Huy Hung
Chief Accountant

Approved by:



Do Thi Quynh Trang
Chief Financial Officer



Danny Le
Chief Executive Officer

The accompanying notes are an integral part of these consolidated quarterly financial statements.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 02a – DN/HN

CONSOLIDATED STATEMENT OF INCOME

	Code	Note	From 1/7/2022 to 30/9/2022 VND million	From 1/7/2021 to 30/9/2021 VND million	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
Total revenue	1	24	19,577,827	23,903,900	55,658,732	65,802,025
Less sales deductions	2	24	54,772	299,091	112,288	1,001,061
Net sales	10	24	19,523,055	23,604,809	55,546,444	64,800,964
Cost of sales	11	25	14,098,747	17,508,621	40,065,589	49,543,409
Gross profit	20		5,424,308	6,096,188	15,480,855	15,257,555
Financial income	21	26	330,194	326,610	1,921,254	788,296
Financial expenses	22	27	1,666,642	1,366,192	4,538,905	4,145,632
- Including: Interest expenses	23		1,126,241	1,157,486	3,361,396	3,531,498
Share of profit in associates	24	28	1,144,826	933,881	3,590,324	2,904,834
Selling expenses	25		3,284,082	3,083,017	9,261,497	8,480,153
General and administration expenses	26		985,235	1,170,650	2,931,598	2,980,988
Net operating profit	30		963,369	1,736,820	4,260,433	3,343,912
Other income	31	29	35,374	146,681	176,671	338,972
Other expenses	32	30	89,851	20,435	193,259	190,902
Results of other activities	40		(54,477)	126,246	(16,588)	148,070
Net profit before tax	50		908,892	1,863,066	4,243,845	3,491,982
Income tax expense - current	51		230,839	405,005	427,640	808,106
Income tax expense/(benefit) - deferred	52		(162,931)	(128,271)	(134,625)	(298,649)
Net profit after tax	60		840,984	1,586,332	3,950,830	2,982,525

The accompanying notes are an integral part of these consolidated quarterly financial statements

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 02a – DN/HN

CONSOLIDATED STATEMENT OF INCOME
(continued)

Code	Note	From 1/7/2022 to	From 1/7/2021 to	From 1/1/2022 to	From 1/1/2021 to
		30/9/2022	30/9/2021	30/9/2022	30/9/2021
		VND million	VND million	VND million	VND million
Attributable to:					
61	Equity holders of the Company	543,155	1,147,456	3,119,946	2,126,069
62	Non-controlling interests	297,829	438,876	830,884	856,456
Earnings per share					
70	Basic earnings per share (VND)	383	812	2,198	1,505

27 October 2022

Prepared by:



Nguyen Huy Hung
Chief Accountant

Approved by:



Do Thi Quynh Trang
Chief Financial Officer



Danny Le
Chief Executive Officer

The accompanying notes are an integral part of these consolidated quarterly financial statements.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 03a – DN/HN

**CONSOLIDATED STATEMENT OF CASH FLOW
(Indirect method)**

	Code	Note	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before tax	1		4,243,845	3,491,982
Adjustments for				
Depreciation and amortization	2		3,272,785	3,513,535
Allowances and provisions	3		105,977	(12,733)
Net unrealised foreign exchange losses/(gains)	4		213,635	(73,768)
Gains from investing activities	5		(4,736,113)	(3,336,685)
Interest expenses and others	6		3,677,727	3,834,338
Operating profit before changes in working capital	8		6,777,856	7,416,669
Change in receivables and other assets	9		(492,999)	(899,985)
Change in inventories	10		(1,458,463)	(1,191,111)
Change in payables and other liabilities	11		(1,928,175)	2,507,601
Change in prepayments	12		11,413	279,876
Change in trading securities	13		(1,200,864)	-
			1,708,768	8,113,050
Interest paid	14		(3,560,090)	(3,527,487)
Corporate income tax paid	15		(439,499)	(674,982)
Other payments for operating activities	17		(4,594)	(2,863)
Net cash flows from operating activities	20		(2,295,415)	3,907,718
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for additions to fixed assets and other long-term assets	21		(3,069,054)	(2,126,324)
Proceeds from disposals of fixed assets and other long-term assets	22		2,567	10,900
Payments for granting loans, term deposits at banks and other investments	23		(10,322,791)	(2,243,750)
Receipts from collecting loans, term deposits at banks and other investments	24		4,600,615	2,198,100
Payments for investments	25		(11,101,145)	(2,227,501)
Business combination, net of cash acquired	25		(2,472,176)	6,412
Collections on disposal of exchangeable bonds	26		283,750	5,939,233
Receipts of interest, dividends and related income from investing activities	27		467,837	345,472
Net cash flows from investing activities	30		(21,610,397)	1,902,542

The accompanying notes are an integral part of these consolidated quarterly financial statements.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 03a – DN/HN

CONSOLIDATED STATEMENT OF CASH FLOW
(Indirect method - continued)

	Code	Note	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from issuance of new shares less payments of relevant fees	31		(90,618)	9,727,132
Payments for shares returns and repurchases	32		-	(8,029,617)
Proceeds from borrowings and bonds	33		50,043,248	41,021,908
Payments to settle borrowings and bonds	34		(41,041,636)	(42,628,038)
Payments to settle finance lease liabilities	35		(9,959)	(4,875)
Payments of dividends	36		(1,249,580)	(1,317,345)
Net cash flows from financing activities	40		7,651,455	(1,230,835)
Net cash flows during the period	50		(16,254,357)	4,579,425
Cash and cash equivalents at the beginning of the period	60		22,304,822	7,721,442
Effect of exchange rate fluctuation on cash and cash equivalents	61		(4,965)	(836)
Cash and cash equivalents at the end of the period	70	6	6,045,500	12,300,031

27 October 2022

Prepared by:



Nguyen Huy Hung
Chief Accountant

Approved by:



Do Thi Quynh Trang
Chief Financial Officer



Danny Le
Chief Executive Officer

The accompanying notes are an integral part of these consolidated quarterly financial statements.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022

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

1 REPORTING ENTITY

Masan Group Corporation (“the Company”) is a joint stock company incorporated in Vietnam. The principal activity of the Company includes management consulting, investment consulting (except for finance, accounting, and legal consulting) and carrying out capital mobilisation and investment activities.

The consolidated quarterly financial statements comprise the Company and its subsidiaries (together referred to as “the Group”) and the Group’s interest in associates.

The principal activities of the subsidiaries and associates are described as follows:

Subsidiaries

Number	Name	Note	Principal activity	Percentage of economic interests at	
				30/9/2022	1/1/2022
<i>Direct subsidiaries</i>					
1	Masan Horizon Corporation (“MH”)	(k) (ii)	Investment holding	-	99.9%
2	Masan MEATLife Corporation (“MML”)	(a)	Investment holding	94.8%	87.8%
3	The SHERPA Company Limited (“SHERPA”)		Investment holding	99.9%	99.9%
4	Zenith Investment Company Limited (“ZENITH”)	(f)	Investment holding	99.9%	-
<i>Indirect subsidiaries</i>					
1	The CrownX Corporation (“CrownX”)	(b) (g)	Investment holding	84.9%	81.7%
2	MasanConsumerHoldings Company Limited (“MCH”)	(i)	Investment holding	72.8%	70.0%
3	Masan Brewery Company Limited (“MB”)	(i)	Investment holding	48.5%	46.7%
4	Masan Master Brewer Company Limited (“MMBr”)	(i)	Beer and beverage trading	48.5%	46.7%
5	Masan Brewery PY One Member Company Limited (“MBPY”)	(i)	Beer and beverage manufacturing	48.5%	46.7%
6	Masan Brewery HG One Member Company Limited (“MBHG”)	(i)	Beer and beverage manufacturing	48.5%	46.7%

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

1 REPORTING ENTITY (continued)

Number	Name	Note	Principal activity	Percentage of economic interests at	
				30/9/2022	1/1/2022
7	Masan Brewery Distribution One Member Company Limited ("MBD")	(i)	Beer and beverage trading	48.5%	46.7%
8	Masan Brewery MB Company Limited ("MBMB")	(i)	Beer and beverage manufacturing	48.5%	46.7%
9	Masan Consumer Corporation ("MSC")	(i)	Trading and distribution	68.2%	65.6%
10	Masan Consumer (Thailand) Limited ("MTH")	(i)	Trading and distribution	68.3%	65.6%
11	Masan Food Company Limited ("MSF")	(i)	Trading and distribution	68.3%	65.6%
12	Masan Industrial One Member Company Limited ("MSI")	(i)	Seasonings, convenience food manufacturing and packaging	68.3%	65.6%
13	Viet Tien Food Technology One Member Company Limited ("VTF")	(i)	Seasonings manufacturing	68.3%	65.6%
14	Masan HD One Member Company Limited ("MHD")	(i)	Convenience food manufacturing	68.3%	65.6%
15	Masan PQ Corporation ("MPQ")	(i)	Seasonings manufacturing	68.3%	65.6%
16	Nam Ngu Phu Quoc One Member Company Limited ("NPQ")	(i)	Seasonings manufacturing	68.3%	65.6%
17	Masan Long An Company Limited ("MLA")	(i)	Seasonings, convenience food manufacturing and packaging	68.3%	65.6%
18	Masan HN Company Limited ("HNF")	(i)	Convenience food manufacturing	68.3%	65.6%
19	VinaCafé Bien Hoa Joint Stock Company ("VCF")	(i)	Beverage manufacturing and trading	67.4%	64.9%
20	Café De Nam Joint Stock Company ("CDN")	(i)	Beverage trading and manufacturing	65.9%	63.4%

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

1 REPORTING ENTITY (continued)

Number	Name	Note	Principal activity	Percentage of economic interests at	
				30/9/2022	1/1/2022
21	Vinh Hao Mineral Water Corporation ("VHC")	(i)	Beverage manufacturing and trading and packaging	61.6%	59.2%
22	Kronfa., JSC ("KRP")	(i)	Beverage manufacturing	61.6%	59.2%
23	Masan Beverage Company Limited ("MSB")	(i)	Beverage trading and distribution	68.3%	65.6%
24	Masan MB One Member Company Limited ("MMB")	(i)	Seasonings, convenience food manufacturing and packaging	68.3%	65.6%
25	Masan HG One Member Company Limited ("MHG")	(i)	Convenience food manufacturing and packaging	68.3%	65.6%
26	Masan Jinju Joint Stock Company ("MSJ")	(i)	Convenience food manufacturing and trading	51.2%	49.2%
27	Quang Ninh Mineral Water Corporation ("QNW")	(i)	Beverage manufacturing and trading	44.9%	43.2%
28	Masan HPC Company Limited ("HPC")	(i)	Trading and distribution	68.3%	65.6%
29	Net Detergent Joint Stock Company ("NET")	(i)	Homecare products manufacturing and trading	35.7%	34.3%
30	Masan Innovation Company Limited ("INV")	(i)	Trading and distribution	68.3%	65.6%
31	Hi-Fresh Company Limited ("HIF")	(i)	Trading and distribution	68.3%	65.6%
32	Joint Pro Profesional Laundry Company Limited ("JPR")	(i)	Laundry service	68.3%	65.6%

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

1 REPORTING ENTITY (continued)

Number	Name	Note	Principal activity	Percentage of economic interests at	
				30/9/2022	1/1/2022
33	Mapleleaf Company Limited ("MPL")	(ii)	Investment holding	99.9%	99.9%
34	Masan Blue Corporation ("MBL")	(ii)	Trading and distribution	99.8%	99.8%
35	Blue Tek Vietnam Joint Stock Company ("Blue Tek")	(i) (ii)	Software publishing	0.0%	50.9%
36	Hatsun Company Limited ("Hatsun")	(a) (ii)	Investment holding	-	-
37	Taivas Company Limited ("Taivas")	(a) (ii)	Investment holding	-	-
38	Masan High-Tech Materials Corporation ("MHT")	(ii)	Investment holding	86.4%	86.4%
39	Masan Thai Nguyen Resources Company Limited ("MRTN")	(ii)	Investment holding	86.4%	86.4%
40	Thai Nguyen Trading and Investment Company Limited ("TNTI")	(ii)	Investment holding	86.4%	86.4%
41	Nui Phao Mining Company Ltd ("NPM")	(ii)	Exploring and processing mineral	86.4%	86.4%
42	Masan Tungsten Limited Liability Company ("MTC")	(ii)	Deep processing of nonferrous metals and precious metal (tungsten)	86.4%	86.4%
43	H.C. Starck Holding (Germany) GmbH (Germany) ("HCS")	(ii)	Investment holding	86.4%	86.4%
44	Chemilytics Beteiligungs GmbH (Germany)	(ii)	Investment holding	86.4%	86.4%
45	H.C. Starck GmbH (Germany)	(ii)	Investment holding	86.4%	86.4%
46	Chemische Fabriken Oker und Braunschweig AG (Germany)	(ii)	Producing chemicals utilized in the manufacturing of paper and additives for the absorptive materials industry	86.4%	86.4%

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

1 REPORTING ENTITY (continued)

Number	Name	Note	Principal activity	Percentage of economic interests at	
				30/9/2022	1/1/2022
47	H.C. Starck Infrastructure GmbH & Co. KG (Germany)	(ii)	Deep processing of nonferrous metals and precious metals (Tungsten)	86.4%	86.4%
48	ChemiLytics GmbH & Co. KG (Germany)	(ii)	Chemical analysis and physical measurement data	86.4%	86.4%
49	H.C. Starck Tungsten GmbH (Germany)	(ii)	Deep processing of nonferrous metals and precious metals (Tungsten)	86.4%	86.4%
50	H.C. Starck Nonferrous Metals Trading (Shanghai) Co. Ltd. (China)	(ii)	Trading and distribution	86.4%	86.4%
51	H.C. Starck Canada Inc. (Canada)	(ii)	Deep processing of nonferrous metals and precious metals (Tungsten)	86.4%	86.4%
52	H.C. Starck Tungsten GK (Japan)	(ii)	Trading and distribution	86.4%	86.4%
53	H.C. Starck Tungsten LLC (USA)	(ii)	Trading and distribution	86.4%	86.4%
54	H.C. Starck Jiangwu Tungsten Specialities (Ganzhou) Co. Ltd. (China)	(ii)	Deep processing of nonferrous metals and precious metals (Tungsten)	51.8%	51.8%
55	MNS Meat Company Limited ("MNS Meat")	(iii)	Animal protein	94.9%	87.9%
56	MML Farm Nghe An Company Limited ("Farm Nghe An")	(iii)	Breeding swine	94.9%	87.9%
57	MNS Farm Company Limited ("MNS Farm")	(iii)	Investment holding	94.9%	87.9%

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

1 REPORTING ENTITY (continued)

Number	Name	Note	Principal activity	Percentage of economic interests at	
				30/9/2022	1/1/2022
58	MNS Meat Processing Company Limited ("MNS Meat Processing")	(iii)	Investment holding	94.9%	87.9%
59	MEATDeli HN Company Limited ("MEATDeli Ha Nam")	(iii)	Meat processing	94.9%	87.9%
60	MEATDeli Sai Gon Company Limited ("MEATDeli Sai Gon")	(iii)	Meat processing	94.9%	87.9%
61	3F Viet Joint Stock Company ("3F Viet")	(iii)	Chicken breeding and trading	48.4%	44.8%
62	3F Viet Food Company Limited ("3F Viet Food")	(iii)	Meat processing and trading	48.4%	44.8%
63	VCM Services and Trading Development Joint Stock Company ("WCM")	(iv) (c)	Investment holding	71.5%	68.6%
64	Wincommerce General Commercial Services Joint Stock Company ("WinCommerce")	(iv)	Trading and distribution	71.5%	68.6%
65	WinEco Agricultural Investment Development and Production LLC ("WinEco")	(iv)	Agriculture	71.5%	68.6%
66	WinEco – Tam Dao Agricultural Investment Development and Production Limited Liability Company ("WinEco Tam Dao")	(iv)	Agriculture	63.7%	61.1%
67	Dong Nai – WinEco Agricultural Company Limited ("WinEco Dong Nai")	(iv)	Agriculture	55.4%	53.2%
68	The Supra Corporation ("The Supra")	(d) (iv)	Warehousing and storage services	71.5%	-
69	Dr.Win Corporation ("Dr.Win") (Previously known as Winphar Trading Services Corporation)	(d) (iv)	Retail sale of drugs, medical equipment, cosmetics and hygiene products	57.2%	-
70	CX Infra Corporation ("CXI")	(f) (iv)	Construction	36.4%	-

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

1 REPORTING ENTITY (continued)

Number	Name	Note	Principal activity	Percentage of economic interests at	
				30/9/2022	1/1/2022
71	Mobicast Joint Stock Company ("MOB")	(v)	Telecommunications	70.0%	70.0%
72	Draco Investment Corporation ("DRC")	(v)	Investment holding	99.9%	99.9%
73	Fornax Investment Corporation ("FOR")	(v)	Investment holding	99.9%	99.9%
74	Phuc Long Heritage Joint Stock Company ("Phuc Long Heritage")	(e) (v)	Food and beverage	85.0%	-
75	The O2 Corporation ("The O2")	(d) (v)	Market research	50.0%	-
76	Sagitta Investment Corporation ("Sagitta")	(h) (v)	Investment holding	98.0%	-
77	Masan Agri Corporation ("Masan Agri")	(m) (v)	Investment holding	-	-
78	Lepus Investment Corporation ("Lepus")	(m) (v)	Investment holding	-	-

- (a) In March 2022, MH, a direct subsidiary of the Company, acquired 100% equity interest in Hatsun and Taivas which are investment holding companies. By these acquisitions, the Company's effective equity interest in MML increased from 87.9% to 94.9% because these companies held a certain number of equity interests in MML. Subsequently, on 1 April 2022, Hatsun and Taivas were merged into MH.
- (b) In January 2022, the Company acquired 2,418,699 shares of CrownX from other investor. As a result of this transaction, the Company's effective equity interest in CrownX changed from 81.7% to 84.9%.
- (c) In March 2022, WCM issued 8,305,000 ordinary shares to CrownX. As a result of this transaction, the Company's effective equity interest in WCM changed from 68.6% to 71.5% accordingly.
- (d) In March 2022, these indirect subsidiaries of the Company were established.
- (e) In January and August 2022, SHERPA, a subsidiary directly owned by the Company, acquired 9,881,250 and 10,837,500 ordinary shares, respectively, equivalent to 31% and 34% equity interests of Phuc Long Heritage for a total consideration of VND2,490,400 million and VND3,617,700 million, respectively. As a result of this transaction, the Company's equity interests in Phuc Long Heritage has increased indirectly from 20% to 85%; and Phuc Long Heritage became a subsidiary indirectly owned by the Company from January 2022.
- (f) In the second quarter of 2022, these indirect subsidiaries of the Company was established.
- (g) In June 2022, all its equity interests in CrownX held directly by the Company were transferred to Zenith.
- (h) In July 2022, this indirect subsidiary of the Company was established.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

1 REPORTING ENTITY (continued)

- (k) In September 2022, all its equity interests in MH held directly by the Company were transferred to ZENITH.
- (l) In August 2022, Blue Tek, an indirect subsidiary of the company, returned the contributed capital to shareholders and conducted dissolution procedures according to the resolution of the general meeting of shareholders. As a result of this transaction, Blue Tek is no longer a subsidiary of the Company.
- (m) In October 2022, these indirect subsidiaries of the Company were established. At the issuance date of this report, the capital contribution into this new established subsidiary has not been completed.

Associates

Number	Name	Note	Principal activity	Percentage of economic interests at	
				30/9/2022	1/1/2022
Direct associate					
1	Vietnam Technological and Commercial Joint Stock Bank ("Techcombank")		Banking	Note 13(a)	
Indirect associates					
1	Cholimex Food Joint Stock Company ("Cholimex")	(vi)	Seasonings manufacturing and trading	32.8%	32.8%
2	Vissan Joint Stock Company ("Vissan")	(vii)	Food manufacturing and retailing	24.9%	24.9%
3	Jiangwu H.C. Starck Tungsten Products Co., Ltd.	(viii)	Deep processing of nonferrous metals and precious metals (Tungsten)	30.0%	30.0%
4	Phuc Long Heritage Joint Stock Company	(e)	Food and beverage	-	20.0%

- (i) These entities are direct and indirect subsidiaries of MCH.
- (ii) These entities are direct and indirect subsidiaries of ZENITH.
- (iii) These entities are direct and indirect subsidiaries of MML.
- (iv) These entities are direct and indirect subsidiaries of WCM.
- (v) These entities are direct and indirect subsidiaries of SHERPA.
- (vi) This entity is an indirect associate of MCH.
- (vii) This entity is a direct associate of MML.
- (viii) This entity is an indirect associate of MHT.

The percentage of economic interests for subsidiaries represents the effective percentage of economic of interest.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

1 REPORTING ENTITY (continued)

Normal operating cycle

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

2 BASIS OF PREPARATION

(a) Statement of compliance

The consolidated quarterly financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to quarterly financial reporting.

(b) Basis of measurement

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

(c) Annual accounting period

The annual accounting period of the Company is from 1 January to 31 December. The consolidated quarterly financial statements are prepared for the nine-month period ended 30 September 2022.

(d) Accounting and presentation currency

The Company's accounting currency is Vietnam Dong ("VND"). These consolidated quarterly financial statements are prepared and presented in millions of Vietnam Dong ("VND million").

(e) Corresponding figures

The corresponding figures as at 1 January 2022 were brought forward from the audited figures as at 31 December 2021.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following significant accounting policies have been adopted by the Group in the preparation of these consolidated quarterly financial statements. The accounting policies that have been adopted by the Group in the preparation of these consolidated quarterly financial statements are consistent with those adopted in the preparation of the latest consolidated annual financial statements.

(a) Basis of consolidation

(i) *Common control business combination*

Business combination where the same group of shareholders (“the Controlling Shareholders”) control the combining companies before and after the business combination meets the definition of business combination under common control because there is a continuation of the risks and benefits to the Controlling Shareholders. Such common control business combination is specifically excluded from the scope of Vietnamese Accounting Standard 11 *Business Combination* and in selecting its accounting policy with respect to such transaction, the Group has considered Vietnamese Accounting Standard 01 *Framework* and Vietnamese Accounting Standard 21 *Presentation of Financial Statements*. Based on these standards, the Group has adopted the merger (“carry-over”) basis of accounting. The assets and liabilities of the combining companies are consolidated using the existing book values from the Controlling Shareholders’ perspective. Any difference between the cost of acquisition and net assets acquired is recorded directly in undistributed profits after tax under equity.

The consolidated statements of income and cash flows include the results of operations of the combining companies as if the group structure had been in existence from the Controlling Shareholders’ perspective throughout the entire periods presented or where the companies were incorporated at a date later than the beginning of the earliest period presented, for the period from the date of incorporation to the end of the relevant reporting periods.

(ii) *Non-common control business combination*

Non-common control business combinations are accounted for using the purchase method as at the acquisition date, which is the date on which control is transferred to the Group. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, the Group takes into consideration potential voting rights that currently are exercisable. Under the purchase method, the assets and liabilities of the acquired entity are consolidated using their fair values. Cost of acquisition consists of the aggregate fair value, at the date of exchange, of assets given, liabilities incurred or assumed, and equity instruments issued by the Group. Goodwill represents the excess of the cost of acquisition over the Group’s interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the acquired entity. When the excess is negative, it is recognized immediately in the consolidated statement of income.

Transaction costs, other than those associated with the issue of debt or equity securities, that the Group incurred in connection with business combinations included any costs directly attributable to the combination, such as professional fees paid to accountants, legal advisers, valuers and other consultants to effect the combination. Transaction costs are capitalized into the cost of business combination. General administrative costs and other costs that cannot be directly attributed to the particular combination being accounted for are not included in the cost of the combination; they are recognized as an expense when incurred.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(iii) Subsidiaries

Subsidiaries are entities controlled by the Group. Control exists when the Group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that currently are exercisable are taken into account. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

(iv) Associate (equity accounted investees)

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies. Significant influence is presumed to exist when the Group holds between 20 and 50 percent of the voting power of another entity. Associates are accounted for in the consolidated quarterly financial statements using the equity method (equity accounted investees). The consolidated quarterly financial statements include the Group's share of the income and expenses of equity accounted investees, after adjustments to align the accounting policies with those of the Group, from the date that significant influence commences until the date that significant influence ceases. Gain or loss on disposal of interest in an associate without losing significant influence, including through dilution of interest in the associate as deemed of disposal, is recognised in the consolidated statement of income. When the Group's share of losses exceeds its interest in an equity accounted investee, the carrying amount of that interest (including any long-term investments) is reduced to nil and the recognition of further losses is discontinued except to the extent that the Group has an obligation or has made payments on behalf of the investee.

(v) Non-controlling interest ("NCI")

NCI are measured at their proportionate share of the acquiree's identifiable net assets at date of acquisition.

Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as transactions with owners. The difference between the change in the Group's share of net assets of the subsidiary and any consideration paid or received is recorded directly in undistributed profits after tax under equity, except where such difference arises from a transaction that is contractually linked to an issuance of shares or capital contribution at a premium or surplus in which case the difference is recorded in other capital.

(vi) Transactions eliminated on consolidation

Intra-group balances, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated quarterly financial statements. Unrealised gains and losses arising from transactions with equity accounted investees are eliminated against the investment to the extent of the Group's interest in the investee.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(vii) Loss of control

When the Group loses control over a subsidiary, it derecognizes the assets and liabilities of the subsidiary, and any related NCI and other components of equity. Any resulting gain or loss is recognized in the consolidated income statement. Any interest retained in the former subsidiary when control is lost is stated at the carrying amount of the retained investment in the separate financial statements adjusted for appropriate shares of changes in equity of the investee since the acquisition date, if significant influence in the investee is maintained, or otherwise stated at cost.

(b) Foreign currency

(i) 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 rates at the end of the accounting period quoted by the commercial bank where the Company or its subsidiaries most frequently conducts transactions.

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

(ii) Foreign operations

For the purpose of presenting the consolidated financial statements, the financial information of foreign operations are translated to VND as follows:

- Assets and liabilities including goodwill and fair value adjustments arising on acquisition, are translated to VND at the account transfer buying rate (for assets) and the account transfer selling rate (for liabilities) at the end of the accounting period quoted by the commercial bank where the Company most frequently conducts transactions;
- Revenue, income, expenses and cash flows of foreign operations are translated to VND at exchange rates at which approximate actual exchange rates ruling on the dates of transactions;
- Capital is translated to VND at historical exchange rate. Accumulated losses/retained profits, funds and reserves are derived from the translated net profits/movement from which they were appropriated.

Foreign currency differences arising from the translation of foreign operations' financial statements to VND are recognised in the consolidated balance sheet under the caption "Foreign exchange differences" in equity.

(c) 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 amount 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.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Investments

(i) *Held-to-maturity investments*

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

(ii) *Equity investments in other entity*

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

(e) Accounts receivable

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

Factoring

Depending on market conditions and liquidity requirements, the Group enters into factoring agreements to transfer trade receivables. For factoring transactions, the Group assess whether trade receivables can be derecognised in their entirety or not, basing on the extent to which it retains the risks and rewards of ownership of the trade receivables.

If the Group:

- transfers substantially all the risks and rewards of ownership of the receivables, the Group derecognises the receivables and recognise separately as asset or liability any rights and obligations created or retained in the transfer;
- retains substantially all the risks and rewards of ownership of the receivables, the Group continues to recognise the receivables;
- neither transfers nor retains substantially all the risks and rewards of ownership of the receivables, the Group determines whether it has retained control. If the Group does not retain control, it derecognises the receivables and recognise separately as assets or liabilities any rights and obligations created or retained in the transfer. If the Group retains control, it continues to recognise the receivables to the extent of its continuing involvement in the receivables.

The extent of continuing involvement in the transferred assets is the extent to which it is exposed to changes in the value of the transferred assets, which is the lower of the carrying amount of assets and the maximum amount of the consideration that the Group could be required to pay ("the guarantee amount").

When the Group continues to recognise an asset to the extent of its continuing involvement, the Group also recognizes an associated liability. The associated liability is initially measured at the guarantee amount plus the fair value of the guarantee. Subsequently the initial fair value of the guarantee is recognised in the consolidated statement of income on a time proportion basis.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) Inventories

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

The Group applies the perpetual method of accounting for inventory.

(g) 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 and location 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 repairs and maintenance and overhaul costs, is normally charged to the consolidated statement of income in the period in which the costs are 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 capitalized as an additional cost of tangible fixed assets.

Including in the cost of tangible assets of the Group, there are certain costs related to mining properties. They comprise mine rehabilitation assets and fair value of mineral reserves from business combination.

(ii) Depreciation

Machinery and equipment and fair value of mineral reserves from business combination directly related to mining activities

Machinery and equipment and fair value of mineral reserves from business combination which are directly related to the mining activities is depreciated over its mineral reserve on a unit-of-production basis. Mineral reserves are estimates of the amount of product that can be economically and legally extracted from the Group's mining properties.

Others

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

▪ buildings and structures	4 - 50 years
▪ mining properties	26 years
▪ leasehold improvements	3 - 5 years
▪ machinery and equipment	2 - 25 years
▪ motor vehicles	3 - 25 years
▪ office equipment	3 - 25 years

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Intangible fixed assets

(i) Land use rights

Land use rights comprise:

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

Land use rights with indefinite term are stated at cost and are not amortised. Land use rights with definite term are stated at cost less accumulated amortisation. The initial cost of land use rights comprises its purchase price and any directly attributable costs incurred in conjunction with securing the land use rights. Amortisation is computed on a straight-line basis over their useful lives ranging from 10 to 50 years.

(ii) Software

Cost of software include:

- cost of acquiring a new software, which is not an integral part of the related hardware, is capitalised and treated as an intangible fixed asset. Software cost is amortised on a straight-line basis over a period ranging from 2 to 10 years;
- cost incurred during actual software development phase when following conditions are met:
 - respective costs are attributable directly to the software development stage;
 - there is well-founded expectation – verifiable by program designs, models, or the like that the development activities to be capitalized will be finalised successfully and thus the intention to complete the development project should be given;
 - the Group will be able to implement and use the software after its development;
 - adequate technical, financial and personnel resources should be available to complete the software development successfully; and
 - the Group is able to measure expenditure attributable to the software development project reliably.

Self-developed software are amortised on a straight-line basis over period of up to four (4) years starting from the date on which the respective modules are completed.

(iii) Brand name

Cost of acquisition of brand name is capitalized and treated as an intangible asset.

The fair value of brand name acquired in a business combination is based on the discounted estimated royalty payments that have been avoided as a result of the brand name being owned. The fair value of brand name acquired in a business combination is recognized as an intangible asset and is amortized on a straight-line basis ranging from 9 to 30 years.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(iv) Customer relationships

Customer relationships that are acquired by the Group on the acquisition of subsidiary is capitalized and presented as an intangible asset.

The fair value of customer relationships acquired in a business combination is determined using the multi-period excess earnings method, whereby the subject assets are valued after deducting a fair return on all other assets that are part of creating the related cash flows. The fair value of customer relationship is amortized on a straight line basis ranging from 5 to 36 years.

(v) Mineral water resources

Mineral water resources that are acquired by the Group in the acquisition of subsidiary are capitalized and presented as an intangible fixed asset.

The fair values of mineral water resources acquired in a business combination are determined using either the direct comparison method or the multi-period excess earnings method. The direct comparison approach estimates the value of mineral resources by comparing recent asking/transacted price of similar interests located in a similar area. In the multi-period excess earnings method, subject assets are valued after deducting a fair return on all other assets that are part of creating the related cash flows. The fair value of mineral water resources are amortized on a straight line basis over their useful lives ranging from 10 to 37 years.

(vi) Mining rights

The mining rights are calculated based on the remaining exploitable reserves multiplied with the price as announced by the provincial authorities in accordance with Decree No. 67/2019/ND-CP dated 31 July 2019 ("Decree 67") which became effective from 15 September 2019, replacing Decree No. 203/2013/ND/CP dated 28 November 2013. Cost of mining rights was stated at an amount equal to the present value of mining rights fee and was capitalised and treated as an intangible asset. Amortisation of mining rights is computed on a straight-line basis over the economic life of proved and probable mineral reserve and a portion of resources expected to be converted into reserves.

(vii) Technology

Technology that are acquired by the Group in the acquisition of subsidiary are capitalized and presented as an intangible fixed asset.

The fair value of technology acquired in a business combination is determined using the multi-period excess earnings method, whereby the subject assets are valued after deducting a fair return on all other assets that are part of creating the related cash flows. The fair value of technology is amortized on a straight-line basis over their useful lives ranging over 5 - 31 years.

(viii) Mineral water resources exploitation rights

Expenditure on obtaining exploitation rights for mineral water resources is capitalized and treated as an intangible asset. Amortization is computed on a straight-line basis over their useful lives ranging from 4 to 30 years.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(ix) Development cost

Expenditure on development activities, whereby research findings are applied to a plan or design for the production of new or substantially improved products and process, is capitalised if the product or process is technically and commercially feasible and the Group has sufficient resources to complete development. The expenditure capitalised include the costs of materials, direct labour and an appropriate portion of overheads. Other development expenditure, including expenditure on internally generated goodwill and brands, is recognised in the consolidated statement of income as an expense as incurred. Capitalised development costs are stated at cost less accumulated amortisation, which is provided on a straight-line basis over 3 to 16 years.

(x) License

License that are acquired by the Group in the acquisition of subsidiary are capitalised and presented as an intangible fixed asset. The fair value of license is amortised on a straight-line basis over the estimated useful lives of 12 years.

The fair value of license acquired in a business combination is determined using the multi-period excess earnings method, whereby the subject assets are valued after deducting a fair return on all other assets that are part of creating the related cash flows.

(i) Investment property

(i) Cost

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

(ii) Depreciation

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

- buildings 20 – 60 years
- infrastructure 5 – 20 years

(j) Construction in progress

Construction in progress represents the costs of swine breeders, the cost of construction and machinery which have not been fully completed or installed and mineral assets under development. No depreciation is provided for construction in progress during the period of breeding the swines, construction, installation and commissioning stages.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Mineral assets under development comprise mineral reserve and related development costs acquired in a business combination and subsequent development expenditure. These assets are qualified for capitalisation when the mineral reserve to which they relate is proven to be commercially and technically viable. They are initially recognized at their fair values as part of business combination accounting and subsequent development expenditures are capitalized net of proceeds from the sale of ore extracted during the development phase. On completion of development, defined as the time when saleable materials begin to be extracted from the mine, all assets are reclassified to either "machinery or equipment" or "mining properties" in tangible fixed assets or in long-term prepaid expenses.

(k) Long-term prepayments

(i) Other mining costs

In accordance with Official Letter No. 12727/BTC-TCDN dated 14 September 2015 from the Ministry of Finance which provides guidance that mining related costs could be recognized as long-term prepaid expenses under non-current assets.

Other mining costs comprise:

- Exploration, evaluation and development expenditure (including development stripping); and
- Production stripping (as described below in 'Deferred stripping costs').

Deferred stripping costs

In open pit mining operations, it is necessary to remove overburden and other waste materials to access ore body. Stripping costs incurred in the development phase of a mine (development stripping costs) are capitalized as part of the cost of mine under construction. All capitalized development stripping included in assets under construction is transferred to other mining costs.

The costs of removal of the waste material during a mine's production phase (production stripping costs) are deferred where they give rise to future benefits:

- a) It is probable that the future economic benefits will flow to the Group;
- b) The component of the ore body for which access has been improved can be identified; and
- c) The costs incurred can be measured reliably.

Production stripping costs are allocated between the inventory produced and the production stripping asset with reference to the average life of mine strip ratio.

The average life of mine strip ratio represents the ratio of the estimated total volume of waste, to the estimated total quantity of economically recoverable ore, over the life of the mine. These costs are capitalized to the production stripping assets where the current period actual stripping ratio is higher than the average life of mine strip ratio.

The development and production stripping assets are amortized over the life of the proven and probable reserves of the relevant components on a systematic basis.

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(ii) Prepaid land costs

Prepaid land costs comprise prepaid land lease rentals, including those for which the Group obtained land use rights certificate but are not qualified as intangible fixed assets under Circular No. 45/2013/TT-BTC dated 25 April 2013 of the Ministry of Finance providing guidance on management, use and depreciation of fixed assets, and other costs incurred in conjunction with securing the use of leased land. These costs are recognized in the consolidated statement of income on a straight-line basis over the term of the lease from 35 to 50 years.

(iii) Land compensation cost

Land compensation costs comprise costs incurred in conjunction with securing the use of leased land. These costs are recognized in the consolidated statement of income on a straight-line basis over the term of the lease.

(iv) Printing axes and tools and supplies

Tools and supplies include assets held for use by the Group 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.

Printing axes, tools and supplies are initially stated at cost and amortised on a straight-line basis over their useful lives ranging from over 1 to 3 years.

(v) Goodwill from equitization

Goodwill generated from the state-owned enterprise equitization is recognized as long-term prepayments. Goodwill generated from the state-owned enterprise equitization includes brand name value and potential development value. Brand name value is determined on the basis of actual costs incurred for creation and protection of trademarks, trade name in the course of the enterprise's operation for the period of five years before the valuation date (including establishment costs and expenditures on training, advertising and promotional activities incurred to promote and introduce the enterprise and its products and website costs). Potential development value is evaluated on the basis of profitability of the enterprise in the future taking into account the enterprise's profit ratio and interest rates of 5-year government bonds. Goodwill generated from the state-owned enterprise equitization is amortized on a straight-line basis over ten years starting from the date of conversion from a state-owned enterprise into a joint stock company (date of first business registration certificate for a joint stock company).

(vi) Swine breeders

Swine breeders is recognised as long-term prepaid expenses and amortised on a straight-line basis over their expected useful lives ranging over 1 to 3 years. The amortisation of swine breeders that directly relates to farming of swine in work in progress is capitalised as part of the cost of work in progress.

(vii) Other long-term prepaid expenses

Other long-term prepaid expenses include pre-operating expenses and other prepaid expenses which are stated at costs and amortised on a straight-line basis over their expected useful lives.



MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(l) Goodwill

Goodwill arises on acquisition of subsidiaries in non-common control acquisition.

Goodwill is measured at cost less accumulated amortization. Cost of goodwill represents the excess of the cost of the acquisition over the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the acquiree. When the excess is negative (gain from bargain purchase), it is recognized immediately in the consolidated statement of income.

Goodwill arising on acquisition of a subsidiary is amortized on a straight-line basis over 10 years. Carrying value of goodwill arising on acquisition a subsidiary is written down to recoverable amount as management determines that it is not fully recoverable.

In respect of equity accounted investees, the carrying amount of goodwill is included in the carrying amount of the investment and is not amortized.

(m) Trade and other payables

Accounts payable to suppliers and other payables are stated at their cost.

(n) Provisions

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

(i) Mining rights fee

In accordance with the Law on Minerals 2010, NPM, a subsidiary indirectly owned by the Company has an obligation to pay the government fees for mining rights grant. Mining rights is calculated based on the remaining exploitable reserves and the price to calculate the charge for granting mining rights which is defined under the prices to calculate the resource royalty in accordance with the law on resource royalty at the time of determining the charge for granting mining rights officially which is Decree 67.

The prices to calculate the resource royalty is the price applicable for NPM's products which is determined by the provincial People's Committee. The conversion method is based on various parameters of the conversion coefficient under guidelines of Decree 67.

(ii) Mine rehabilitation

The mining, extraction and processing activities of the Group give rise to obligations for site closure or rehabilitation. Closure and rehabilitation works can include facility decommissioning and dismantling; removal or treatment of waste materials; site and land rehabilitation. The extent of work required and the associated costs are dependent on the requirements of the Ministry of Natural Resources and Environment ("MONRE") and the Group's environmental policies based on the Environment Impact Report. The timing of the actual closure and rehabilitation expenditure is dependent on the life and nature of the mine.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

When provisions for closure and rehabilitation are initially recognized, the corresponding cost is capitalized as an asset, representing part of the cost of acquiring the future economic benefits of the operation. The capitalized cost of closure and rehabilitation activities is recognized in mining properties and depreciated accordingly. The value of the provision is progressively increased over time as the effect of the discounting unwinds, creating an expense recognized in financial expenses.

Closure and rehabilitation provisions are also adjusted for changes in estimates. These adjustments are accounted for as a change in the corresponding capitalized cost, except where a reduction in the provision is greater than the under-depreciated capitalized cost of the related assets, in which the capitalized cost is reduced to nil and the remaining adjustment is recognized in the consolidated statement of income.

(iii) **Severance allowance**

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

(iv) **Pension**

Pensions are retirement benefits and are classified as either defined contribution plans or defined benefit plans.

Under a defined contribution plan, the Group pays fixed contributions into a separate fund. The amount of an employee's future retirement benefit is only based on the contributions paid and the income earned from the investment. The Group has no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees the benefits relating to employees' services in the current and prior years. The Group's contributions are to be recognised as expenses in the year in which they are incurred.

Under a defined benefit plan, employees will receive a defined amount of pension benefit on retirement, usually dependent on one or more factors such as age, years of service and compensation. The provision to be recognised for a defined benefit plan is calculated as the present value of the defined benefit obligations at the end of the annual accounting period. The defined benefit obligation is calculated annually by independent actuaries. The present value of the defined benefit obligation is determined by discounting estimated future cashflow using interest rates of high-quality AA-corporation bonds that are denominated in the currency in which the benefits will be paid, and that have terms to maturity approximation to the terms of the related pension liability. The measurement of defined benefit obligation involves estimation of future cashflows, employee turnover, mortality and future increase in salaries.

Remeasurements of the net defined benefit obligation, which comprise actuarial gains and losses and the relevant deferred tax are recognised in equity under the caption "Other equity funds" in accordance with a ruling from the Ministry of Finance.

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) Bonds issued

Straight bonds

At initial recognition, straight bonds are measured at cost which comprises proceed 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.

(p) Taxation

Income tax on the profit or loss for the period comprises current and deferred tax. Income tax is recognized in the 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 asset 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.

(q) Equity

(i) *Share capital and capital surplus*

Ordinary share capital is classified as equity. The excess of proceeds contributed over the par value of shares issued is recorded as capital surplus. Incremental costs directly attributable to the issue of ordinary shares 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 AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(r) Revenue

(i) Goods sold

Revenue from the sale of goods is recognized in the consolidated statement of income when the significant risks and rewards of ownership have been transferred to the buyer. For sales of minerals, the sales price is usually determined on a provisional basis at the date revenue recognition and adjustments to the sales price subsequently occurs based on movements in quoted market or contractual prices up to the date of final pricing. The period between provisional invoicing and final pricing is typically between 30 and 60 days, but in some cases can be as long as 90 days. Revenue on provisionally priced sales is recognized based on the estimated fair value of the total consideration receivable. In cases where the terms of the executed contractual sales agreement allow for an adjustment to the sales price based on a survey of the goods by the customer, assay results issued by a third party are preferable, unless customer's survey is within executed contractual tolerance, then sales is based on the most recently determined of product specifications.

No revenue is recognized if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods. Revenue on sales of goods is recognized at the net amount after deducting sales discounts stated on the invoice.

(ii) Services rendered

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

(s) Financial income and financial expenses

(i) Financial income

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

(ii) Financial expenses

Financial expenses comprise interest expenses on borrowings, interest costs, foreign exchange losses, realised losses from derivative financial instruments and others. Borrowing costs are recognized as an expense in the year in which they are incurred, except where the borrowing costs relate to borrowings in respect of the construction of tangible fixed assets, in which case the borrowing costs incurred during the period of construction are capitalized as part of the cost of the assets concerned.

(t) Operating lease payments

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

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(u) Earnings per share

The Group presents basic and diluted earnings per share ("EPS") for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to the ordinary shareholders (after deducting any amounts appropriated to bonus and welfare funds for the accounting period) of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to the ordinary shareholders and the weighted average number of ordinary shares outstanding for the effect of all dilutive potential ordinary shares.

(v) Segment reporting

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

(w) Related parties

Parties are considered to be related to the Group 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 Group 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.

(x) Employee stock ownership plans

Shares issued to employees based on the employee stock ownership plans are issued at price as stipulated in the Board of Directors' resolution.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

4 SEGMENT REPORTING

The Group has five (5) reportable segments, as described below, which are the Group's strategic businesses. The strategic businesses offer different products and services, and are managed separately because they require different technology and marketing strategies. For each of the strategic businesses, the Group's Board of Management reviews internal management reports on a periodic basis.

The Group holds the following business segments through separate subsidiary groups:

- Branded consumer products
- MEATLife: integrated meat products
- High-tech materials
- Consumer retail
- Others: financial services, telecommunication services, retail food and beverage chain and others

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

4 SEGMENT REPORTING (continued)

(a) Business segments

	Branded consumer products		MEATLife		High-tech materials		Consumer retail		Others		Elimination		Total	
	From 1/1/2022 to 30/9/2022	From 1/1/2021 to 30/9/2021	From 1/1/2022 to 30/9/2022	From 1/1/2021 to 30/9/2021	From 1/1/2022 to 30/9/2022	From 1/1/2021 to 30/9/2021	From 1/1/2022 to 30/9/2022	From 1/1/2021 to 30/9/2021	From 1/1/2022 to 30/9/2022	From 1/1/2021 to 30/9/2021	From 1/1/2022 to 30/9/2022	From 1/1/2021 to 30/9/2021	From 1/1/2022 to 30/9/2022	From 1/1/2021 to 30/9/2021
	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million
External segment revenue	18,781,397	17,400,259	2,113,952	13,813,903	11,651,450	9,603,779	21,843,573	23,982,970	1,156,072	53	-	-	55,546,444	64,800,964
Internal segment revenue	913,463	1,293,783	1,117,957	1,338,234	-	-	92,268	13,299	2,147	-	(2,125,836)	(2,645,316)	-	-
Segment gross margin	7,648,676	7,660,340	235,806	1,899,789	2,029,649	1,307,892	4,938,785	4,392,132	627,940	(2,598)	-	-	15,480,856	15,257,555
Segment results	3,217,496	3,039,213	(141,124)	311,285	339,909	(61,527)	(1,238,342)	(1,016,365)	3,332,568	2,874,263	-	-	5,510,507	5,146,869
Net unallocated expenses													(1,559,677)	(2,164,344)
Net profit													3,950,830	2,982,525



MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

4 SEGMENT REPORTING (continued)

	Branded consumer products		MEATLife		High-tech materials		Consumer retail		Others		Total	
	30/9/2022 VND million	1/1/2022 VND million	30/9/2022 VND million	1/1/2022 VND million	30/9/2022 VND million	1/1/2022 VND million	30/9/2022 VND million	1/1/2022 VND million	30/9/2022 VND million	1/1/2022 VND million	30/9/2022 VND million	1/1/2022 VND million
Segment assets	25,704,553	25,362,822	8,911,450	8,744,473	39,900,551	38,796,639	20,104,698	21,538,910	24,457,957	22,152,192	119,079,209	116,595,036
Unallocated assets											9,351,906	9,498,435
Total assets											128,431,115	126,093,471
Segment liabilities	11,457,847	11,842,493	6,715,432	6,097,973	24,344,076	24,787,455	14,331,218	14,829,258	747,759	43,701	57,596,332	57,600,880
Unallocated liabilities											35,233,265	26,155,939
Total liabilities											92,829,597	83,756,819
Capital expenditure	1,173,348	824,082	489,377	477,409	789,674	717,470	373,868	103,333	238,895	-	3,065,162	2,122,294
Unallocated capital												
Depreciation	590,643	535,221	215,451	379,764	904,665	947,648	455,856	491,064	3,892	4,030	3,892	4,030
Unallocated depreciation											2,180,388	2,353,697
Amortization	198,259	260,877	89,872	289,497	422,368	423,205	874,421	928,722	3,664	3,738	3,664	3,738
Unallocated amortization											1,761,050	1,903,452
											1,779	1,414

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

4 SEGMENT REPORTING (continued)

(b) Geographical segments

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers, which is located in Vietnam ("Domestic") or countries other than Vietnam ("Overseas").

	Overseas		Domestic		Total	
	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
Net external revenue	11,708,718	10,316,218	43,837,726	54,484,746	55,546,444	64,800,964
	30/9/2022 VND million	1/1/2022 VND million	30/9/2022 VND million	1/1/2022 VND million	30/9/2022 VND million	1/1/2022 VND million
Total assets	12,652,623	12,521,005	115,778,492	113,572,466	128,431,115	126,093,471

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

5 BUSINESS COMBINATION

On 28 January 2022, SHERPA, a subsidiary directly owned by the Company, successfully acquired additional 31.0% equity interest in Phuc Long Heritage for a total consideration of VND2,490,400 million. As a result of this transaction, the Company's equity interests in Phuc Long Heritage has increased from 20% to 51% and Phuc Long Heritage became a subsidiary indirectly owned by the Company.

On the business combination date, the carrying amount of net identifiable assets and liabilities were as follows:

	Carrying amount VND million
Cash and cash equivalents	18,224
Accounts receivable – short-term	48,504
Prepayments to suppliers	45,133
Inventories	197,785
Other current assets	50,111
Other long-term receivables	45,014
Long-term assets	2,497,221
Accounts payable to suppliers	(143,480)
Advances from customers	(738)
Taxes payables to the State Budget	(5,609)
Payables to employees	(8,889)
Accrued expenses	(109,584)
Other short-term payables	(13,830)
Deferred tax liabilities	(445,043)
Net identifiable assets and liabilities	2,174,819
Share of net assets from business combination	1,109,158
Goodwill on business combination (Note 15)	2,403,981
Fair value of pre-existing interest in Phuc Long Heritage	(1,022,739)
Consideration transferred	2,490,400
Cash acquired	18,224
Net cash outflow	(2,472,176)

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

6 CASH AND CASH EQUIVALENTS

	30/9/2022 VND million	1/1/2022 VND million
Cash on hand	83,897	90,468
Cash at bank	1,663,614	6,772,287
Cash in transit	27,201	22,657
Cash equivalents	4,270,788	15,419,410
	<u>6,045,500</u>	<u>22,304,822</u>

7 ACCOUNTS RECEIVABLE

(a) Receivable on short-term lending loans

Receivable on short-term lending loans to third parties as at 1 January 2022 were unsecured, earned interest rate at 6.5% per annum

(b) Receivable on long-term lending loans

Receivable on long-term lending loans to the founding shareholders who are key management personnel of a subsidiary were secured by the shareholders' shares of this subsidiary, earned interest rate at 12% per annum and mature on 31 October 2024.

(c) Other short-term receivables

	30/9/2022 VND million	1/1/2022 VND million
Short-term deposits (*)	8,136,841	77,946
Accrued interest receivables	226,039	47,787
Advances	31,748	17,917
Receivable from disposal of bonds	-	283,750
Others	420,413	456,290
	<u>8,815,041</u>	<u>883,690</u>

(d) Other long-term receivables

	30/9/2022 VND million	1/1/2022 VND million
Long-term deposits	402,173	270,358
Others (**)	1,578,995	1,526,970
	<u>1,981,168</u>	<u>1,797,328</u>

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

7 ACCOUNTS RECEIVABLE (continued)

(*) Included in short-term deposits was VND8,030,000 million of deposits paid to third parties for the investments (1/1/2022: nil).

(**) Included mainly in other long-term receivables was receivables from the State Treasury for the land compensation cost of the Nui Phao Mining Project at Ha Thuong Commune, Dai Tu District, Thai Nguyen Province. The amount can be net off against the annual land rental fee.

Movement of allowance for doubtful debts during the period was as follows:

	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
Opening balance	33,369	107,856
Increase in allowance during the period	3,266	4,610
Allowance utilised during the period	(1,147)	-
Reversal of allowance during the period	(249)	(23,807)
	<u>35,239</u>	<u>88,659</u>

8 INVENTORIES

	30/9/2022		1/1/2022	
	Cost VND million	Allowance VND million	Cost VND million	Allowance VND million
Goods in transit	267,574	-	495,299	-
Raw materials	2,663,263	(7,899)	2,065,947	(10,658)
Tools and supplies	989,578	(8,705)	974,310	(14,150)
Work in progress	1,829,312	(17,172)	1,618,576	(30,974)
Finished goods	4,834,980	(42,578)	3,791,447	(54,953)
Merchandise inventories	3,703,527	(43,132)	3,837,320	(23,797)
Goods on consignment	160,108	-	165,024	-
	<u>14,448,342</u>	<u>(119,486)</u>	<u>12,947,923</u>	<u>(134,532)</u>

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

	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
Opening balance	134,532	232,480
Increase in allowance during the period	81,601	122,634
Allowance utilised during the period	(61,682)	(35,384)
Reversal of allowance during the period	(34,965)	(164,019)
Closing balance	<u>119,486</u>	<u>155,711</u>

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

9 TANGIBLE FIXED ASSETS

	Buildings and structures VND million	Mining Properties VND million	Leasehold improvements VND million	Machinery and equipment VND million	Motor vehicles VND million	Office equipment and others VND million	Total VND million
Cost							
Opening balance	15,982,093	5,095,927	93,978	26,918,241	166,764	217,102	48,474,105
Increase from business combination	44,535	-	-	61,775	1,131	303	107,744
Additions	3,231	-	1,067	205,843	2,609	168,959	381,709
Transfers from/(to) construction in progress	714,934	-	-	419,834	5,861	16,456	1,157,085
Transfers from/(to) long-term prepayments	1,358	-	-	(1,144)	-	1,375	1,589
Disposals/written-off	(1,804)	-	-	(120,160)	(184)	(76,893)	(199,041)
Other increase	2,220	-	-	53,117	-	34,221	89,558
Currency translation differences	(126,461)	-	-	(411,379)	-	-	(537,840)
Closing balance	16,620,106	5,095,927	95,045	27,126,127	176,181	361,523	49,474,909

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

9 TANGIBLE FIXED ASSETS (continued)

	Buildings and structures VND million	Mining Properties VND million	Leasehold improvements VND million	Machinery and equipment VND million	Motor vehicles VND million	Office equipment and others VND million	Total VND million
Accumulated depreciation							
Opening balance	3,456,677	1,491,303	86,369	12,014,540	56,485	217,102	17,322,476
Charge for the period	624,503	113,592	2,419	1,379,792	16,099	23,591	2,159,996
Transfers to construction in progress	-	-	-	(4,958)	(383)	-	(5,341)
Transfers from/(to) long-term prepayments	113	-	-	(2,052)	-	106	(1,833)
Disposals/written-off	(1,555)	-	-	(110,520)	(184)	(61,227)	(173,486)
Currency translation differences	(31,627)	-	-	(269,080)	-	4,324	(296,383)
Closing balance	4,048,111	1,604,895	88,788	13,007,722	72,017	183,896	19,005,429
Net book value							
Opening balance	12,525,416	3,604,624	7,609	14,903,701	110,279	-	31,151,629
Closing balance	12,571,995	3,491,032	6,257	14,118,405	104,164	177,627	30,469,480

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

Form B 09a – DN/HN

10 INTANGIBLE FIXED ASSETS

	Land use rights VND million	Software VND million	Development cost VND million	Brand name VND million	Customer relationships VND million	Mineral water resources VND million	Mining rights VND million	Technology VND million	Exploitation rights/ Licences VND million	Others VND million	Total VND million
Cost											
Opening balance	3,763,977	960,551	726,624	2,326,350	3,721,417	412,698	792,657	1,439,172	73,010	146,015	14,362,471
Additions/ Increase from business combination	56,675	7,699	-	1,283,983	-	-	-	696,959	6,570	-	2,051,886
Transfers from construction in progress	-	34,656	-	-	-	-	-	-	-	-	34,656
Transfers from LT prepayment	-	-	-	-	-	-	-	-	-	-	-
Written off/disposals	(52)	(435)	-	-	-	-	-	-	-	-	(487)
Currency translation differences	(2,958)	(30,859)	(66,687)	(108,951)	(22,376)	-	-	(150,287)	(2,414)	(2,255)	(386,787)
Closing balance	3,817,642	971,612	659,937	3,501,382	3,699,041	412,698	792,657	1,985,844	77,166	143,760	16,061,739
Accumulated amortisation											
Opening balance	296,007	735,440	126,622	750,190	617,366	139,203	235,733	133,704	27,294	8,152	3,069,711
Amortization for the period	103,924	79,121	17,719	89,460	92,343	16,450	35,298	78,206	2,444	8,214	523,179
Written off/disposals	-	(312)	-	-	-	-	-	-	-	-	(312)
Currency translation differences	-	(29,933)	(6,983)	217	37	-	-	435	-	(201)	(36,428)
Closing balance	399,931	784,316	137,358	839,867	709,746	155,653	271,031	212,345	29,738	16,165	3,556,150
Net book value											
Opening balance	3,467,970	225,111	600,002	1,576,160	3,104,051	273,495	556,924	1,305,468	45,716	137,863	11,292,760
Closing balance	3,417,711	187,296	522,579	2,661,515	2,989,295	257,045	521,626	1,773,499	47,428	127,595	12,505,589

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

11 INVESTMENT PROPERTIES

Investment property held to earn rental comprises:

	Land use rights VND million	Buildings and structures VND million	Total VND million
Cost			
Opening balance	34,049	1,140,753	1,174,802
Currency translation differences	(3,649)	(108,086)	(111,735)
Closing balance	<u>30,400</u>	<u>1,032,667</u>	<u>1,063,067</u>
Accumulated depreciation			
Opening balance	-	364,745	364,745
Charge for the period	-	46,577	46,577
Currency translation differences	-	(34,727)	(34,727)
Closing balance	<u>-</u>	<u>376,595</u>	<u>376,595</u>
Net book value			
Opening balance	<u>34,049</u>	<u>776,008</u>	<u>810,057</u>
Closing balance	<u>30,400</u>	<u>656,072</u>	<u>686,472</u>

The fair value of investment property held to earn rental has not been determined as the Group has not performed a valuation.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

12 CONSTRUCTION IN PROGRESS

	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
Opening balance	2,021,827	2,274,759
Addition during the period	2,392,918	1,616,246
Increase from business combination	35,209	2,827
Transfers to tangible fixed assets	(1,161,706)	(986,432)
Transfers to intangible fixed assets	(34,656)	(12,429)
Transfers to long-term prepayments	(190,782)	(500,977)
Adjustments due to construction finalisation	(24,216)	(24,457)
Disposals	(21,224)	(180)
Currency translation differences	(10,470)	(3,394)
Closing balance	<u>3,006,900</u>	<u>2,365,963</u>

13 INVESTMENTS

	30/9/2022 VND million	1/1/2022 VND million
Short-term financial investments		
Trading securities (a)	1,200,864	-
Held-to-maturity investments – short-term (b)	477,741	332,753
	<u>1,678,605</u>	<u>332,753</u>
Long-term financial investments		
Investments in associates (c)	27,714,858	24,538,803
Investments in other entities (d)	2,322,337	-
	<u>30,037,195</u>	<u>24,538,803</u>

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

13 INVESTMENTS (continued)

(a) Trading securities

	Quantity	30/9/2022		Quantity	Cost	1/1/2022		Allowance
		VND million	Fair value VND million			VND million	Fair value VND million	
• Bonds	12,000,000	1,200,864	(*)	-	-	-	(*)	-

(*) The Group has not determined the fair value of trading securities for disclosure in the consolidated financial statements because there is currently no guidance on determination of fair value using valuation techniques under Vietnam Accounting Standard or the Vietnam Accounting System for enterprises. The fair value of trading securities may differ from their carrying amount.

(b) Held-to-maturity investments

Held-to-maturity investments – short-term represented term deposits in VND in banks with original terms to maturity of more than three months and less than 12 months from their transaction dates.



MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

13 INVESTMENTS (continued)

(c) Investments in associates

	30/9/2022		1/1/2022	
	% of equity owned over charter capital	% of voting rights over charter capital	% of equity owned over charter capital	% of voting rights over charter capital
			Carrying value at equity accounted	Carrying value at equity accounted
			VND million	VND million
• Vietnam Technological and Commercial Joint Stock Bank ("Techcombank") (i)	19.9%	19.9%	25,155,890	21,595,443
• Cholimex Food Joint Stock Company ("Cholimex") (ii)	32.8%	32.8%	249,392	249,392
• Vissan Joint Stock Company ("Vissan") (iii)	24.9%	24.9%	2,135,490	2,135,490
• Jiangwu H.C. Starck Tungsten Products Co., Ltd. (China) ("Jiangwu") (iv)	30.0%	30.0%	174,086	180,510
• Phuc Long Heritage Joint Stock Company (Note 5)	-	-	-	377,968
			<u>27,714,858</u>	<u>24,538,803</u>

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

13 INVESTMENTS (continued)

(c) Investments in associates (continued)

Movements of investments in associates during the period were as follows:

	Techcombank VND million	Cholimex VND million	Vissan VND million	Jiangwu VND million	Phuc Long Heritage VND million	Total VND million
Opening balance	21,595,443	249,392	2,135,490	180,510	377,968	24,538,803
Share in profit of associates during the period	3,560,447	13,296	-	13,920	2,661	3,590,324
Dividends declared	-	(13,296)	-	-	-	(13,296)
Transfer to investments in subsidiaries	-	-	-	-	(380,629)	(380,629)
Currency translation differences	-	-	-	(20,344)	-	(20,344)
Closing balance	25,155,890	249,392	2,135,490	174,086	-	27,714,858

(i) The Group's percentage of equity over charter capital of Techcombank was 19.9% (1/1/2022: 19.9%). As of 30 September 2022 and 1 January 2022, the Group has 19.9% direct equity holding and 1.5% economic interest that is subject to a forward sale agreement.

(ii) MSC holds 32.8% equity interest in Cholimex.

(iii) MML holds 24.9% equity interest in Vissan.

(iv) H.C. Starck Tungsten GmbH (Germany) holds 30.0% equity interest in Jiangwu.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

13 INVESTMENTS (continued)

(d) Investment in other entities

Details of the Company's investment in other entities were as follows:

	30/9/2022		1/1/2022	
	% of equity owned over charter capital	% of voting rights over charter capital	% of equity owned over charter capital	% of voting rights over charter capital
				Carrying value at equity accounted VND million
				Carrying value at equity accounted VND million
• Trusting Social Joint Stock Company ("TSVN")	25.1%	25.1%	0.0%	1,501,245
• Nyobolt Limited ("Nyobolt") (i)	14.8%	14.8%	0.0%	821,092
				<u>2,322,337</u>

(i) In April 2022, SHERPA made an equity investment of USD65 million for 25.1% equity interest in TSVN. Under the agreement among Sherpa, Trust IQ Pte Ltd ("TSSG") (the parent company of TSVN) and TSVN, SHERPA has certain rights in TSVN and TSSG.

(ii) H.C. Starok Tungsten GmbH (HCS) an indirect subsidiary of the Company on 15 July 2022 announced the signing of a definitive agreement to invest an amount up to GBP45 million into Nyobolt Limited ("Nyobolt"), for a 15% equity interest on a fully diluted basis. As at the reporting date, that subsidiary has invested GBP30 million into Nyobolt.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

14 LONG-TERM PREPAYMENTS

	Other mining costs VND million	Prepaid land costs VND million	Land compensation costs VND million	Tools and instruments and set-up costs of new stores VND million	Goodwill from equitization VND million	Swine breeders VND million	Others VND million	Total VND million
Opening balance	1,710,586	1,496,619	1,424,986	823,936	12,539	35,744	1,089,272	6,593,682
Additions	170,909	1,500	-	408,034	-	-	319,963	900,406
Increase from business combination	-	-	-	141,588	-	-	-	141,588
Transfers to tangible fixed assets	-	-	-	(3,422)	-	-	-	(3,422)
Transfers from (to) short-term prepayment	-	-	-	(81)	-	-	(64)	(145)
Transfers from intangible fixed assets	-	-	-	-	-	-	-	-
Reclassification from ST prepayment	-	-	-	1,184	-	-	-	1,184
Transfer from/(to) construction in progress	-	(5,522)	-	164,171	-	31,552	581	190,782
Amortization for the period	(134,218)	(26,874)	(60,992)	(233,478)	(2,352)	(16,110)	(272,665)	(746,689)
Disposals/written off	-	(13,587)	-	(14,799)	-	(11,821)	(1,224)	(41,431)
Closing balance	1,747,277	1,452,136	1,363,994	1,287,133	10,187	39,365	1,135,863	7,035,955

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

15 GOODWILL

	From 1/1/2022 to 30/9/2022 VND million
Cost	
Opening balance	5,052,685
Addition (Note 5)	2,403,981
Other adjustment	(10,052)
	<hr/>
Closing balance	7,446,614
	<hr/>
Accumulated amortization	
Opening balance	1,695,866
Amortization during the period	516,385
	<hr/>
Closing balance	2,212,251
	<hr/>
Net book value	
Opening balance	3,356,819
	<hr/> <hr/>
Closing balance	5,234,363
	<hr/> <hr/>

16 TAX PAYABLES TO STATE BUDGET

	30/9/2022 VND million	1/1/2022 VND million
Corporate income tax	507,466	462,581
Value added tax	353,026	144,375
Personal income tax	28,963	27,092
Special consumption tax	55,634	91,078
Other taxes	94,389	76,773
	<hr/>	<hr/>
	1,039,478	801,899
	<hr/> <hr/>	<hr/> <hr/>

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

17 ACCRUED EXPENSES

	30/9/2022 VND million	1/1/2022 VND million
Interest expense	891,061	710,036
Advertising and promotion expenses	732,418	1,020,912
Sales discounts and customer support fee	62,394	64,299
Logistics expenses	231,441	312,945
Purchase not yet received invoices	410,093	316,383
Accrual for construction work	382,172	264,051
Consultant fee	2,800	172,704
Bonus and 13th month salary	637,955	907,902
Exhibition and market research expenses	101,564	65,764
Natural resources taxes and fees	97,330	159,702
Others	1,299,990	1,001,993
	<u>4,849,218</u>	<u>4,996,691</u>

18 OTHER PAYABLES

(a) Other short-term payables

	30/9/2022 VND million	1/1/2022 VND million
Payable to domestic banks under letter of credit arrangement	1,437,237	1,404,689
Deposit received from third parties for the investments	8,071,000	-
Dividend payables	14,246	29,757
Trade union fees, social, health and unemployment insurance	23,057	19,148
Short-term deposits received	15,288	13,452
Other payables	451,962	46,320
	<u>10,012,790</u>	<u>1,513,366</u>

(b) Other long-term payables

	30/9/2022 VND million	1/1/2022 VND million
Long-term deposits	37,713	38,823
Other payables	496,973	188,752
	<u>534,686</u>	<u>227,575</u>

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

19 SHORT-TERM BORROWINGS, BONDS AND FINANCE LEASE LIABILITIES

	30/9/2022 VND million	1/1/2022 VND million
Short-term borrowings	13,976,684	14,947,096
Current portion of long-term borrowings, bonds and finance leases (Note 20)	26,167,294	3,858,631
	<u>40,143,978</u>	<u>18,805,727</u>

Short-term borrowings

	30/9/2022 VND million	1/1/2022 VND million
Bank borrowings		
VND denominated	10,610,344	11,667,606
USD denominated	3,366,340	3,279,490
	<u>13,976,684</u>	<u>14,947,096</u>

20 LONG-TERM BORROWINGS, BONDS AND FINANCE LEASE LIABILITIES

	30/9/2022 VND million	1/1/2022 VND million
Long-term borrowings	12,764,031	8,088,738
Unsecured bonds	15,121,950	16,208,823
Secured bonds	18,776,426	18,722,757
Finance leases	292,162	210,231
	<u>46,954,569</u>	<u>43,230,549</u>
Repayable within twelve months (Note 19)	(26,167,294)	(3,858,631)
Repayable after twelve months	<u>20,787,275</u>	<u>39,371,918</u>

Long-term borrowings

	30/9/2022 VND million	1/1/2022 VND million
Bank borrowings		
VND denominated	3,761,406	3,500,738
USD denominated	9,002,625	4,588,000
	<u>12,764,031</u>	<u>8,088,738</u>

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

21 CHANGES IN OWNERS' EQUITY

	Share capital VND million	Capital surplus VND million	Other capital VND million	Other equity funds VND million	Foreign exchange differences VND million	Undistributed profits VND million	Equity attributable to equity holders of the Group VND million	Non-controlling interest VND million	Total VND million
Balance at 1 January 2021	11,746,832	11,084,297	(8,563,690)	(284,952)	(226,972)	2,182,124	15,937,639	9,092,640	25,030,279
Net profit for the period	-	-	-	-	-	8,562,882	8,562,882	1,538,499	10,101,381
Business combination	-	-	-	-	-	-	-	116,553	116,553
Issued new shares	58,515	(50)	-	-	-	-	58,465	-	58,465
Transaction with NCI	-	-	-	-	-	9,400,022	9,400,022	1,890,763	11,290,785
Dividend declared	-	-	-	-	-	(1,416,642)	(1,416,642)	(2,015,242)	(3,431,884)
Appropriation to bonus and welfare funds of a subsidiary	-	-	-	-	-	(3,041)	(3,041)	(4,964)	(8,005)
Currency translation differences	-	-	-	-	(112,283)	-	(112,283)	(30,767)	(143,050)
Remeasurement of the net defined benefit liability, net of tax	-	-	-	137,865	-	-	137,865	21,713	159,578
Derecognition of investments in subsidiaries	-	-	175,543	-	-	-	175,543	(1,012,351)	(836,808)
Other movements	-	-	-	-	-	70,532	70,532	(71,174)	(642)
Balance at 31 December 2021	11,805,347	11,084,247	(8,388,147)	(147,087)	(339,255)	18,795,877	32,810,982	9,525,670	42,336,652

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

21 CHANGES IN OWNERS' EQUITY (continued)

	Share capital	Capital surplus	Other capital	Other equity funds	Foreign exchange differences	Undistributed profits	Equity attributable to equity holders of the Group	Non-controlling interest	Total
	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million	VND million
Balance at 1 January 2022	11,805,347	11,084,247	(8,388,147)	(147,087)	(339,255)	18,795,877	32,810,982	9,525,670	42,336,652
Net profit for the period	-	-	-	-	-	3,119,946	3,119,946	830,884	3,950,830
Issuance of new shares	2,431,901	(2,361,119)	-	-	-	-	70,782	-	70,782
Dividend declared	-	-	-	-	-	(1,138,980)	(1,138,980)	(95,089)	(1,234,069)
Business combination	-	-	-	-	-	-	-	1,065,661	1,065,661
Transaction with NCI	-	-	-	-	-	(9,745,786)	(9,745,786)	(1,475,389)	(11,221,175)
Currency translation differences	-	-	-	-	(303,364)	-	(303,364)	(24,747)	(328,111)
Remeasurement of the net defined benefit liability, net of tax	-	-	-	835,924	-	-	835,924	131,766	967,690
Other movements	-	-	-	-	-	713	713	(7,455)	(6,742)
Balance at 30 September 2022	14,237,248	8,723,128	(8,388,147)	688,837	(642,619)	11,031,770	25,650,217	9,951,301	35,601,518

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HH

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

22 SHARE CAPITAL AND CAPITAL SURPLUS

The Company's authorised and issued share capital comprises:

	30/9/2022		1/1/2022	
	Number of shares	VND million	Number of shares	VND million
Authorised share capital	1,423,724,783	14,237,248	1,180,534,692	11,805,347
Issued share capital				
Ordinary shares	1,423,724,783	14,237,248	1,180,534,692	11,805,347
Shares in circulation				
Ordinary shares	1,423,724,783	14,237,248	1,180,534,692	11,805,347
Capital surplus	-	8,723,128	-	11,084,247

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.

In 2018, the Company signed an agreement to grant SK Investment Vina I Pte. Ltd. ("SK"), a shareholder, a put option. In the event that the Company and SK fail to materialise the value creation and synergies from this partnership or disagree on the strategic directions of the Company, SK will have an irrevocable option to request the Company or its nominee to purchase all the Company's 109,899,932 shares acquired on 2 October 2018 ("the Closing Date") at the amount equal to VND100,000 per share adjusted by the aggregate dividends and distributions in shares distributed by the Company and other customary adjustments from share split or combination or similar events. This option shall be exercisable after the 5th year from the Closing Date and remain exercisable until the 6th year from the Closing Date. It can only be exercised once with respect to all above shares and will lapse if SK sells any of them.

Movements in share capital during the period were as follows:

	From 1/1/2022 to 30/9/2022		From 1/1/2021 to 31/12/2021	
	Number of shares	Par value VND million	Number of shares	Par value VND million
Balance at the beginning of the period	1,180,534,692	11,805,347	1,174,683,246	11,746,832
Issuance of new shares from owners' equity	236,106,884	2,361,069	-	-
Issuance of new shares for cash	7,083,207	70,832	5,851,446	58,515
Balance at the end of the period	1,423,724,783	14,237,248	1,180,534,692	11,805,347

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)**23 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.

24 TOTAL REVENUE

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

Net sales comprised:

	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
Total revenue		
▪ Sales of finished goods, merchandises and services rendered	55,658,732	65,802,025
Less sales deductions		
▪ Sales discounts	27,237	936,073
▪ Sales returns	85,051	64,988
Net sales	<u>55,546,444</u>	<u>64,800,964</u>

25 COST OF SALES

	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
Total cost of sales		
▪ Finished goods, merchandises sold and services rendered	40,018,953	49,584,794
▪ Allowance for inventories	46,636	(41,385)
	<u>40,065,589</u>	<u>49,543,409</u>

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

26 FINANCIAL INCOME

	From 1/1/2022 to 30/9/2022	From 1/1/2021 to 30/9/2021
	VND million	VND million
Interest income from deposits, loan, and investing activities	525,103	429,904
Gain from revaluation of pre-existing investment	642,110	-
Foreign exchange gains	319,348	310,791
Gains from trading securities	32,035	5,154
Others	402,658	42,447
	<u>1,921,254</u>	<u>788,296</u>

27 FINANCIAL EXPENSES

	From 1/1/2022 to 30/9/2022	From 1/1/2021 to 30/9/2021
	VND million	VND million
Interest expenses on loans, bonds, and investing activities	3,361,396	3,531,498
Bond issuance fee and disposal fee	292,742	302,840
UPAS L/C fees	28,769	60,403
Foreign exchange losses	686,384	130,805
Other financial expenses	169,614	120,086
	<u>4,538,905</u>	<u>4,145,632</u>

28 SHARE OF PROFIT IN ASSOCIATES

	From 1/1/2022 to 30/9/2022	From 1/1/2021 to 30/9/2021
	VND million	VND million
Share of profit in associates	<u>3,590,324</u>	<u>2,904,834</u>

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

29 OTHER INCOME

	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
Income from insurance claims	42,939	-
Support from suppliers	-	109,194
Gain on disposal of fixed assets and long-term assets	1,222	3,806
Others	132,510	225,972
	<u>176,671</u>	<u>338,972</u>

30 OTHER EXPENSES

	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
Loss from disposal of fixed assets and long-term assets	27,058	6,408
Others	166,201	184,494
	<u>193,259</u>	<u>190,902</u>

31 EARNINGS PER SHARE

The calculation of basic earnings per share for the nine-month period ended 30 September 2022 was based on the net profit attributable to ordinary shareholders of VND3,119,946 million (for the nine-month period ended 30 September 2021: the net profit attributable to ordinary shareholders of VND2,126,069 million) of the Company and a weighted average number of ordinary shares outstanding of 1,419,313,995 shares during the period (for the nine-month period ended 30 September 2022: 1,412,603,435 shares), calculated as follows:

(a) Net profit attributable to ordinary shareholders

	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
Net profit attributable to shareholders	<u>3,119,946</u>	<u>2,126,069</u>

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

31 EARNINGS PER SHARE (continued)

(b) Weighted average number of ordinary shares

	From 1/1/2022 to 30/9/2022	From 1/1/2021 to 30/9/2021 (Restated)
		(*)
Issued ordinary shares at the beginning of the period	1,180,534,692	1,174,683,246
Effect of shares issued from owner equity	236,106,884	234,936,595
Effect of shares issued for cash	2,672,419	2,983,594
	<u>1,419,313,995</u>	<u>1,412,603,435</u>
Weighted average number of ordinary shares during the period	<u>1,419,313,995</u>	<u>1,412,603,435</u>

(c) Basic earning per share

	From 1/1/2022 to 30/9/2022 VND	From 1/1/2021 to 30/9/2021 VND (Restated)	From 1/1/2021 to 30/9/2021 VND (As previously presented)
Earning per share (*)	<u>2,198</u>	<u>1,505</u>	<u>1,806</u>

(*) The restatement of the comparative figures reflects the effect of the increase in charter capital through the issuance of shares from equity during the period.

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

32 SIGNIFICANT TRANSACTIONS WITH RELATED PARTIES

In addition to related party balances and transactions disclosed in other notes to these consolidated quarterly financial statements, the Group has the following transactions with related parties in accordance with Vietnamese Accounting Standards during the period:

Related Party	Nature of transaction	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million
Associate			
Techcombank and its subsidiaries	Loans received	3,293,304	2,211,101
	Loans repaid	122,536	2,049,153
	Bonds issued (acting as an agent)	1,790,000	4,399,980
	Bonds issuance fees	-	73,490
	Purchase of trading securities	4,565,915	5,284,552
	Sales of trading securities	3,469,053	3,983,478
	Interest expenses on loans received/bonds issued and LC fee	188,135	192,734
Other related parties			
Key management personnel	Remuneration to Board of Management (*)	139,664	138,280

As at and for the period ended 30 September 2022 and 30 September 2021, the Group have current, term deposit accounts and agency fee at Techcombank and its subsidiaries at normal market trading terms.

(*) No board fees were paid to Board of Directors members in the period ended 30 September 2022 and 30 September 2021.

30/9/2022
TY
N
AN
N
30/9/2021

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

34 EXPLANATION OF THE NET PROFIT MOVEMENT

(a) Between current quarter of this year (3Q2022) against the same period of the prior year (3Q2021)

	From 1/7/2022 to 30/9/2022 VND million	From 1/7/2021 to 30/9/2021 VND million	Movement amount VND million	Movement percentage %
Net sales	19,523,055	23,604,809	(4,081,754)	-17.3%
Gross profit	5,424,308	6,096,188	(671,880)	-11.0%
Net profit after tax	840,984	1,586,332	(745,348)	-47.0%

The Group's net profit after tax ("NPAT") in 3Q2022 was VND841 billion compared to VND1,586 billion in 3Q2021. The main reasons were:

- MML deconsolidated its feed entities since November 2021;
- WCM delivered a net loss in 3Q2022 of VND185 billion as compared to the net profit of VND137 billion in 3Q2021 because of the high base effect in 2021 due to COVID-19 consumer stockpiling and wet market closures; and
- MHT's NPAT decreased by VND69 billion as compared to the net profit of VND40 billion in 3Q2021, mainly due to the increase in financial expenses which was caused by foreign exchange fluctuations.

(b) Between year-to-date of this year (YTD2022) against the same period of the prior year (YTD2021)

	From 1/1/2022 to 30/9/2022 VND million	From 1/1/2021 to 30/9/2021 VND million	Movement amount VND million	Movement percentage %
Net sales	55,546,444	64,800,964	(9,254,520)	-14.3%
Gross profit	15,480,855	15,257,555	223,300	1.5%
Net profit after tax	3,950,830	2,982,525	968,305	32.5%

The Group's net profit after tax ("NPAT") in YTD2022 was VND3,951 billion compared to VND2,983 billion in YTD2021. The main reasons were:

- MCH's NPAT grew by 10% versus YTD2021 to reach VND3,192 billion in YTD2022 due to revenue growth;
- MHT's NPAT grew by VND516 billion versus YTD2021 NPAT to reach VND294 billion in YTD2022 due to rising commodity prices and strong demand; and

MASAN GROUP CORPORATION AND ITS SUBSIDIARIES

Form B 09a – DN/HN

NOTES TO THE CONSOLIDATED QUARTERLY FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 (continued)

34 EXPLANATION OF THE NET PROFIT MOVEMENT (continued)

- Recognition of one-time gains in relation to revaluation of pre-existing investment in Phuc Long Heritage and higher other financial income.

The above impacts were partially offset by:

- MML deconsolidated its feed entities since November 2021.

(c) Between current quarter of this year (3Q2022) against the last quarter (2Q2022)

	From 1/7/2022 to 30/9/2022 VND million	From 1/4/2022 to 30/6/2022 VND million	Movement amount VND million	Movement percentage %
Net sales	19,523,055	17,834,053	1,689,002	9.5%
Gross profit	5,424,308	4,967,440	456,868	9.2%
Net profit after tax	840,984	1,214,873	(373,889)	-30.8%

The Group's net profit after tax ("NPAT") in 3Q2022 was VND841 billion compared to VND1,215 billion in 2Q2022.

27 October 2022

Prepared by:



Nguyen Huy Hung
Chief Accountant

Approved by:



Do Thi Quynh Trang
Chief Financial Officer



Danny Le
Chief Executive Officer