

PETROVIETNAM OIL CORPORATION

(Incorporated in the Socialist Republic of Vietnam)

**AUDITED SEPARATE
FINANCIAL STATEMENTS**

For the year ended 31 December 2021



PETROVIETNAM OIL CORPORATION

PetroVietnam Tower, 1-5 Le Duan Street, Ben Nghe Ward, District 1
Ho Chi Minh City, Vietnam

TABLE OF CONTENTS

<u>CONTENTS</u>	<u>PAGE(S)</u>
STATEMENT OF THE BOARD OF MANAGEMENT	1 - 2
INDEPENDENT AUDITORS' REPORT	3 - 4
BALANCE SHEET	5 - 7
INCOME STATEMENT	8
CASH FLOW STATEMENT	9 - 10
NOTES TO THE SEPARATE FINANCIAL STATEMENTS	11 - 46



PETROVIETNAM OIL CORPORATION

PetroVietnam Tower, 1-5 Le Duan Street, Ben Nghe Ward, District 1
Ho Chi Minh City, Vietnam

STATEMENT OF THE BOARD OF MANAGEMENT

The Board of Management of PetroVietnam Oil Corporation (the "Corporation") presents this report together with the Corporation's separate financial statements for the year ended 31 December 2021.

THE BOARDS OF DIRECTORS AND MANAGEMENT

The members of the Boards of Directors and Management of the Corporation who held office during the year and to the date of this report are as follows:

Board of Directors

Mr. Cao Hoai Duong	Chairman
Mr. Doan Van Nhuom	Member (assigned on 26 January 2021)
Mr. Nguyen Mau Dung	Member (assigned on 26 January 2021)
Mr. Le Van Nghia	Member
Mr. Hang Anh Minh	Member
Mr. Le Ngoc Quang	Member
Mr. Tran Hoai Nam	Member

Board of Management

Mr. Doan Van Nhuom	Chief Executive Officer
Mr. Vo Khanh Hung	Executive Officer
Mr. Vu Hoai Lam	Executive Officer
Mr. Nguyen Tuan Tu	Executive Officer
Mr. Nguyen Anh Toan	Executive Officer
Mr. Nguyen Dang Trinh	Executive Officer
Mr. Le Xuan Trinh	Executive Officer (resigned on 25 March 2021)

BOARD OF MANAGEMENT'S STATEMENT OF RESPONSIBILITY

The Board of Management of the Corporation is responsible for preparing the separate financial statements, which give a true and fair view of the financial position of the Corporation as at 31 December 2021, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

PETROVIETNAM OIL CORPORATION

PetroVietnam Tower, 1-5 Le Duan Street, Ben Nghe Ward, District 1
Ho Chi Minh City, Vietnam

STATEMENT OF THE BOARD OF MANAGEMENT (Continued)

BOARD OF MANAGEMENT'S STATEMENT OF RESPONSIBILITY (Continued)

In preparing these separate financial statements, the Board of Management is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the separate financial statements;
- prepare the separate financial statements on the going concern basis unless it is inappropriate to presume that the Corporation will continue in business; and
- design and implement an effective internal control system for the purpose of properly preparing and presenting the separate financial statements so as to minimize errors and frauds.

The Board of Management is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Corporation and that the separate financial statements comply with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting. The Board of Management is also responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The Board of Management confirms that the Corporation has complied with the above requirements in preparing these separate financial statements.

For and on behalf of the Board of Management,



Doan Van Nhuom
Chief Executive Officer

16 March 2022

No.: 0129 /VN1A-HN-BC

INDEPENDENT AUDITORS' REPORT

To: The Shareholders
The Boards of Directors and Management
PetroVietnam Oil Corporation

We have audited the accompanying separate financial statements of PetroVietnam Oil Corporation (the "Corporation" or "PVOIL"), prepared on 16 March 2022 as set out from page 05 to page 46, which comprise the balance sheet as at 31 December 2021, the statement of income, statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Separate Financial Statements

The Board of Management of the Corporation is responsible for the preparation and fair presentation of these separate financial statements in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting and for such internal control as the Board of Management determines is necessary to enable the preparation of the separate financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the separate financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the separate financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the separate financial statements.

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

INDEPENDENT AUDITORS' REPORT

Basis for Qualified Opinion

As stated in Note 17 of the Notes to the separate financial statements, as at 31 December 2021, the Corporation has reported on the item "Investments in joint-ventures, associates" its investments in PetroVietnam Biofuels Joint Stock Company with the amount of cost of VND 285,506,255,661 (as at 31 December 2020: VND 285,506,255,661), and made provision for impairment of this investment with the amount of VND 3,695,427,956 (as at 31 December 2020: VND 3,007,231,569). We were unable to obtain sufficient appropriate audit evidence about the impairment of the investment in PetroVietnam Biofuels Joint Stock Company for the year ended 31 December 2020, which caused us to qualify our audit opinion on the separate financial statements for the year then ended. We were also unable to obtain sufficient appropriate audit evidence about the impairment of the investment in PetroVietnam Biofuels Joint Stock Company for the year ended 31 December 2021. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

Qualified Opinion

In our opinion, except for the effect of the matter described in the "Basis for Qualified Opinion" paragraph, the accompanying separate financial statements present fairly, in all material respects, the financial position of the Corporation as at 31 December 2021, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

Emphasis of Matter

As presented in Note 02 of the Notes to the separate financial statements, the accompanying separate financial statements do not include adjustments (if any) related to the finalization of equitization due to the fact that the competent authorities have not approved the final accounts of the Corporation at the time of its equitization and official transformation into a joint stock company.

Our opinion is not qualified in respect of this matter.



Võ Thái Hòa
Audit Partner
Audit Practising Registration Certificate
No. 0138-2018-001-1

DELOITTE VIETNAM COMPANY LIMITED

16 March 2022
Hanoi, S.R. Vietnam

Vũ Văn Hùng
Auditor
Audit Practising Registration Certificate
No. 5070-2019-001-1

BALANCE SHEET
As at 31 December 2021

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
A. CURRENT ASSETS	100		18,204,855,368,322	14,575,970,829,252
I. Cash and cash equivalents	110	4	1,982,655,735,482	3,026,756,397,986
1. Cash	111		1,781,641,735,482	2,075,742,397,986
2. Cash equivalents	112		201,014,000,000	951,014,000,000
II. Short-term financial investments	120	5	7,833,031,164,697	5,843,031,164,697
1. Held-to-maturity investments	123		7,833,031,164,697	5,843,031,164,697
III. Short-term receivables	130		6,791,138,955,104	4,733,846,047,846
1. Short-term trade receivables	131	6	2,375,659,938,609	2,184,100,508,797
2. Short-term advances to suppliers	132		22,021,923,391	43,979,606,184
3. Other short-term receivables	136	7	4,441,272,533,471	2,595,216,149,878
4. Provision for short-term doubtful debts	137	8	(47,815,440,367)	(89,450,217,013)
IV. Inventories	140	9	1,386,047,602,404	917,274,663,124
1. Inventories	141		1,386,047,602,404	917,274,663,124
2. Provision for devaluation of inventories	149		-	-
V. Other short-term assets	150		211,981,910,635	55,062,555,599
1. Short-term prepayments	151	10	4,060,333,118	2,847,324,950
2. Value added tax deductibles	152	11	121,372,011,988	12,408,657,411
3. Taxes and other receivables from the State budget	153	12	86,549,565,529	39,806,573,238

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

BALANCE SHEET (Continued)

As at 31 December 2021

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
B. NON-CURRENT ASSETS	200		5,315,105,580,344	5,405,396,467,590
I. Long-term receivables	210		21,065,624,554	27,412,594,510
1. Other long-term receivables	216		21,065,624,554	27,412,594,510
II. Fixed assets	220		1,228,173,899,939	1,142,146,856,557
1. Tangible fixed assets	221	13	833,476,323,375	824,980,537,877
- Cost	222		2,869,926,664,057	2,708,405,528,368
- Accumulated depreciation	223		(2,036,450,340,682)	(1,883,424,990,491)
2. Intangible assets	227	14	394,697,576,564	317,166,318,680
- Cost	228		482,577,705,555	393,552,004,597
- Accumulated amortisation	229		(87,880,128,991)	(76,385,685,917)
III. Long-term assets in progress	240		3,131,375,642	140,032,655,921
1. Construction in progress	242	15	3,131,375,642	140,032,655,921
IV. Long-term financial investments	250		3,811,431,520,187	3,838,544,279,452
1. Investments in subsidiaries	251	16	3,300,172,357,198	3,323,231,293,827
2. Investments in joint-ventures, associates	252	17	1,003,522,960,075	1,056,763,801,666
3. Equity investments in other entities	253	18	75,893,364,150	28,916,980,150
4. Provision for impairment of long-term financial investments	254	5	(568,157,161,236)	(570,367,796,191)
V. Other long-term assets	260		251,303,160,022	257,260,081,150
1. Long-term prepayments	261	10	251,303,160,022	257,260,081,150
TOTAL ASSETS (270=100+200)	270		23,519,960,948,666	19,981,367,296,842

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

PETROVIETNAM OIL CORPORATION

PetroVietnam Tower, 1-5 Le Duan Street
Ben Nghe Ward, District 1
Ho Chi Minh City, Vietnam

FORM B 01-DN

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

BALANCE SHEET (Continued)

As at 31 December 2021

Unit: VND

	RESOURCES	Codes	Notes	Closing balance	Opening balance
C.	LIABILITIES	300		12,790,382,595,512	9,720,748,934,677
I.	Current liabilities	310		12,757,298,858,074	9,677,301,875,127
1.	Short-term trade payables	311	19	5,154,508,247,460	2,246,774,732,622
2.	Short-term advances from customers	312		3,551,360,661	61,480,406,492
3.	Taxes and amounts payables to the State budget	313	12	125,571,091,353	47,918,586,170
4.	Payables to employees	314		60,070,977,864	33,065,803,938
5.	Short-term accrued expenses	315	20	20,629,233,255	119,111,183,295
6.	Other current payables	319	21	3,868,766,691,237	3,239,999,619,942
7.	Short-term loans and obligations under finance leases	320	22	4,188,723,267,774	3,466,839,258,986
8.	Short-term provisions	321		11,887,464,486	802,898,063
9.	Bonus and welfare funds	322		100,280,702,239	22,347,086,183
10.	Price stabilization fund	323	23	(776,690,178,255)	438,962,299,436
II.	Long-term liabilities	330		33,083,737,438	43,447,059,550
1.	Long-term unearned revenue	336		-	66,558,348
2.	Long-term loans and obligations under finance leases	338	24	29,807,467,686	39,364,594,688
3.	Deferred tax liabilities	341	25	-	285,839,129
4.	Scientific and technological development fund	343		3,276,269,752	3,730,067,385
D.	EQUITY	400		10,729,578,353,154	10,260,618,362,165
I.	Owners' equity	410	26	10,729,578,353,154	10,260,618,362,165
1.	Owners' contributed capital	411		10,342,295,000,000	10,342,295,000,000
	- Ordinary shares carrying voting rights	411a		10,342,295,000,000	10,342,295,000,000
2.	Accumulated (losses)/Retained earnings	421		387,283,353,154	(81,676,637,835)
	- (Losses)/Retained earnings accumulated to the prior year end	421a		(81,676,637,835)	67,589,404,016
	- Retained earnings/(Losses) of the current period	421b		468,959,990,989	(149,266,041,851)
	TOTAL RESOURCES (440=300+400)	440		23,519,960,948,666	19,981,367,296,842

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Nguyen Thuy Dung
Preparer

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Nguyen Ngoc Ninh
Chief Accountant



Doan Van Nhuom
Chief Executive Officer

16 March 2022

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

INCOME STATEMENT
For the year ended 31 December 2021

Unit: VND

ITEMS	Codes	Notes	Current year	Prior year
1. Gross revenue from goods sold and services rendered	01	28	32,960,855,727,654	20,453,631,418,496
2. Net revenue from goods sold and services rendered (10=01)	10		32,960,855,727,654	20,453,631,418,496
3. Cost of goods sold and services rendered	11	29	31,520,436,386,413	19,846,768,414,720
4. Gross profit from goods sold and services rendered (20=10-11)	20		1,440,419,341,241	606,863,003,776
5. Financial income	21	31	427,695,443,496	497,872,340,566
6. Financial expenses	22	32	173,705,271,330	402,395,800,756
- In which: Interest expense	23		115,655,182,225	99,783,013,039
7. Selling expenses	25	33	735,855,873,677	578,031,482,964
8. General and administration expenses	26	33	251,286,405,617	271,004,310,423
9. Operating (loss)/profit (30=20+(21-22)-(25+26))	30		707,267,234,113	(146,696,249,801)
10. Other income	31	34	2,580,451,709	1,253,099,595
11. Other expenses	32	34	12,293,356,324	6,158,795,380
12. (Loss)/profit from other activities (40=31-32)	40		(9,712,904,615)	(4,905,695,785)
13. Accounting profit before tax (50=30+40)	50		697,554,329,498	(151,601,945,586)
14. Current corporate income tax expense	51	35	129,170,177,638	901,397,148
15. Deferred corporate tax income	52	25	(285,839,129)	(3,237,300,883)
16. Net profit/(loss) after corporate income tax (60=50-51-52)	60		568,669,990,989	(149,266,041,851)

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Nguyen Thuy Dung
Preparer

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Nguyen Ngoc Ninh
Chief Accountant



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Đoan Van Nhuom
Chief Executive Officer

16 March 2022

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CASH FLOW STATEMENT
For the year ended 31 December 2021

Unit: VND

ITEMS	Codes	Current year	Prior year
I. CASH FLOWS FROM OPERATING ACTIVITIES			
1. Profit/(Loss) before tax	01	697,554,329,498	(151,601,945,586)
2. Adjustments for:			
Depreciation and amortisation of fixed assets	02	164,777,512,481	180,478,291,977
Provisions	03	(32,760,845,178)	264,219,813,799
Foreign exchange (gain)/loss arising from translating foreign currency items	04	(373,249,496)	1,172,780,924
(Gain) from investing activities	05	(396,667,960,463)	(481,106,895,820)
Interest expense	06	115,655,182,225	99,783,013,039
Other adjustments (i)	07	(1,215,802,131,109)	637,105,029,742
3. Operating (loss)/profit before movements in	08	(667,617,162,042)	550,050,088,075
(Increase)/decrease in receivables	09	(2,135,875,337,649)	2,276,028,001,771
(Increase)/decrease in inventories	10	(468,772,939,280)	360,296,593,063
Increase/(decrease) in payables (excluding accrued	11	3,576,993,372,995	(2,060,293,851,521)
Decreases in prepaid expenses	12	4,743,912,960	108,481,294,090
Interest paid	14	(112,335,627,254)	(103,658,732,698)
Corporate income tax paid	15	(74,772,885,488)	(2,112,021,010)
Other cash inflows	16	149,653,418	435,688,829
Other cash outflows (ii)	17	(142,065,464,426)	(12,375,333,402)
Net cash (used in)/generated by	20	(19,552,476,766)	1,116,851,727,197
II. CASH FLOWS FROM INVESTING ACTIVITIES			
1. Acquisition and construction of fixed assets and other long-term assets	21	(145,540,406,505)	(61,563,295,080)
2. Proceeds from sale, disposal of fixed assets and other long-term assets	22	3,467,961,566	3,017,857,650
3. Cash outflow for lending, buying debt instruments of other entities	23	(9,219,062,329,394)	(10,309,062,329,394)
4. Cash recovered from lending, selling debt instruments of other entities	24	7,229,062,329,394	9,809,062,329,394
5. Cash recovered from investments in	26	2,405,480,000	74,250,000,000
6. Interest earned, dividends and profits	27	393,251,385,237	410,928,824,951
Net cash used in investing activities	30	(1,736,415,579,702)	(73,366,612,479)

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

CASH FLOW STATEMENT (Continued)
For the year ended 31 December 2021

Unit: VND

ITEMS	Codes	Current year	Prior year
III. CASH FLOWS FROM FINANCING			
1. Proceeds from borrowings	33	17,386,427,650,681	11,701,036,093,719
2. Repayment of borrowings	34	(16,674,100,768,895)	(12,113,237,984,066)
Net cash generated by/(used in)	40	712,326,881,786	(412,201,890,347)
Net (decrease)/increase in cash	50	(1,043,641,174,682)	631,283,224,371
Cash and cash equivalents at the	60	3,026,756,397,986	2,395,816,513,239
Effects of changes in foreign exchange rates	61	(459,487,822)	(343,339,624)
Cash and cash equivalents at the end of the year (70=50+60+61)	70	1,982,655,735,482	3,026,756,397,986

- (i) Include the adjustments for appropriation and use of the Price Stabilization Fund (including interest expense on the negative balance of the Fund) with the amounts of VND 119,681,213,700 and VND 1,335,483,344,809 respectively.
- (ii) Including the amount transferred by the Corporation during the period to the Enterprise Arrangement and Support Fund related to the payables for equitization, according to the guidance in Decree No. 126/2017/ND-CP dated 16 November 2017 of the Government and Circular No. 41/2018/TT-BTC dated 04 May 2018 of the Ministry of Finance with the amount of VND 119,996,417,768.

Nguyen Thuy Dung
Preparer

Nguyen Ngoc Ninh
Chief Accountant



Doan Van Nhuom
Chief Executive Officer

16 March 2022

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

NOTES TO THE SEPARATE FINANCIAL STATEMENTS

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

1. GENERAL INFORMATION**Structure of ownership**

PetroVietnam Oil Corporation (the "Corporation"), formerly known as PetroVietnam Oil Corporation - One member Limited Company, is an independent accounting member of Vietnam Oil and Gas Group. As per Decision No. 1250/QĐ-DKVN dated 06 June 2008 issued by Vietnam Oil and Gas Group, PetroVietnam Oil Corporation - One Member Limited Company was established on the basis of consolidation of Petroleum Trading Company Limited and PetroVietnam Oil Processing and Distribution Company Limited (PDC).

PetroVietnam Oil Corporation - One member Limited Company was granted Business Registration Certificate No. 4104005189 dated 26 June 2008 and the 16th amendment dated 16 January 2016. PetroVietnam Oil Corporation - One member Limited Company officially started its operation from 01 July 2008 with the charter capital of VND 7,220,000,000,000. According to the 16th amended Business Registration Certificate dated 16 January 2016, the amended charter capital of PetroVietnam Oil Corporation - One Member Limited Company is VND 10,884,251,000,000.

From 01 August 2018, PetroVietnam Oil Corporation - One member Limited Company officially transformed its operation model to a joint stock company with the name of PetroVietnam Oil Corporation under the 17th amended Business Registration Certificate dated 01 August 2018. The charter capital of the Corporation after equitization is VND 10,342,295,000,000.

The Corporation's shares have been approved for trading on the UPCoM market on 07 March 2018 with the stock code of OIL.

The number of employees of the Corporation as at 31 December 2021 was 699 (as at 31 December 2020: 685).

Operatin industries and principal activities

The principal activities of the Corporation are wholesale of solid, liquid, gaseous fuels and related products; import/export and trade of crude oil domestically and overseas; import/export and trade of oil products domestically and overseas; import/export of equipment, materials, machinery and commercial services; production of oil products; construction of oil storage tank systems, distribution and trading of oil products; import/export of oil products, products made from oil, chemicals/materials/equipment/ facilities supporting processing and trade of oil products; trade of materials/equipment/ chemicals for production of oil products; ship brokerage and supply; hotel business and tourism (hotel business is not carried out at the head quarter); supplying tank truck, oil tankers and storage facilities for rent; trading of fertilizers and petrochemical products; Service of taking samples, analyzing and testing gasoline and oil samples.

Normal production and business cycle

The Corporation's normal production and business cycle is carried out for a time period of 12 months or less.

The Corporation's structure

The Corporation operates under the parent - subsidiary model. The dependent accounting members of the Corporation as at 31 December 2021 include:

- PV Oil Mien Dong Terminal
- PV Oil Dinh Vu Terminal
- PV Oil Nha Be Terminal
- PV Oil Project Management Board
- PV Oil - Ha Tinh Branch
- PV Oil - Ba Ria Vung Tau Branch
- PV Oil - Quang Ngai Branch
- PV Oil - Thua Thien Hue Branch
- PV Oil - Nghi Son - Thanh Hoa Branch
- Myanmar Representative Office

As at 31 December 2021, the Corporation has 27 subsidiaries, 07 associates and 03 joint ventures. Details of subsidiaries, associates and joint ventures are presented in Note 16 and Note 17.

Disclosure of information comparability in the separate financial statements

Comparative figures are the figures of the audited separate financial statements for the year ended 31 December 2020.

2. ACCOUNTING CONVENTION AND OPERATING PERIOD

Accounting convention

The accompanying separate financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

The accompanying separate financial statements are prepared for the Corporation as a holding company, and do not include the financial statements of the Corporation's subsidiaries. For an overview of the Corporation's financial position and performance as a whole, we recommend that these separate financial statements should be read in conjunction with the Corporation's consolidated financial statements which were prepared and issued separately.

The accompanying separate financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

Equitization finalization

The separate financial statements as at 31 December 2021 do not include adjustments (if any) related to the finalization of equitization due to the fact that the competent authorities have not approved the final accounts of the Corporation at the time of its equitization and official transformation into a joint stock company.

Financial year

The Corporation's financial year begins on 01 January and ends on 31 December.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies, which have been adopted by the Corporation in the preparation of these separate financial statements, are as follows:

Estimates

The preparation of the separate financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting requires the Board of Management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses during the financial year. Although these accounting estimates are based on the Board of Management's best knowledge, actual results may differ from those estimates.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, bank demand deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Financial investments

Held-to-maturity investments

Held-to-maturity investments comprise investments that the Corporation has the positive intent or ability to hold to maturity, including bank term deposits.

Post-acquisition interest income from held-to-maturity investments is recognised in the income statement on accrual basis.

Held-to-maturity investments are measured at cost less any impairment in accordance with prevailing regulations.

Investments in subsidiaries

A subsidiary is an entity whose majority of shares (51% or above) and correlative control are held by the Corporation. Control is achieved where the Corporation has the power to govern the financial and operating policies of an investee so as to obtain benefits from its activities.

Investments in associates

An associate is an entity over which the Corporation has significant influence and that is neither a subsidiary nor an interest in joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but not control or joint control over those policies.

Interests in joint ventures

A joint venture is a contractual arrangement whereby the Corporation and other parties undertake an economic activity that is subject to joint control, i.e. the strategic financial and operating policy decisions relating to the activities require the unanimous consent of the parties sharing control.

Where a group entity undertakes its activities under joint venture arrangements directly, the Corporation's share of jointly controlled assets and any liabilities incurred jointly with other ventures are recognised in the financial statements of the relevant entity and classified according to their nature. Liabilities and expenses incurred directly in respect of interests in jointly controlled assets are accounted for on an accrual basis. Income from the sale or use of the Corporation's share of the output of jointly controlled assets, and its share of joint venture expenses, are recognised when it is probable that the economic benefits associated with the transactions will flow to/from the Corporation and their amount can be measured reliably.

Joint venture arrangements that involve the establishment of a separate entity in which each venturer has an interest are referred to as jointly controlled entities.

Equity investments in other entities

Equity investments in other entities represent the Corporation's investments in ordinary shares of the entities over which the Corporation has no control, joint control, or significant influence.

Interests in subsidiaries, joint ventures and associates and equity investments in other entities are initially recognised at cost. After that, the value of investments in subsidiaries, associates, joint ventures and equity investments in other entities of the Corporation are revalued for the purpose of valuation of enterprises for equitization. Therefore, investments in subsidiaries, associates, joint ventures, and investments in other entities as at 31 December 2021 are recorded at revaluation value less provision for impairment of such investments (if any).

Provisions for impairment of investments are made in accordance with current accounting regulations when there is reliable evidence for declining in value of investments at the balance sheet date.

The Corporation's share of the net accumulative profit of the investees after acquisition is recognised in the income statement. Other distributions received other than such profit share are deducted from the cost of the investments as recoverable amounts.

Receivables

Receivables represent the amounts recoverable from customers or other debtors and are stated at book value less provision for doubtful debts.

Provision for doubtful debts is made for receivables that are overdue for six months or more, or when the debtor is in dissolution, in bankruptcy, or is experiencing similar difficulties and so may be unable to repay the debt.

Inventories

Inventories are stated at the lower of cost and net realisable value. Cost comprises direct materials and where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Inventories are accounted for under a perpetual system. Cost is calculated using the weighted average method. Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

The evaluation of necessary provision for inventory obsolescence follows current prevailing accounting regulations which allow provisions to be made for obsolete, damaged, or sub-standard



inventories and for those which have costs higher than net realisable values as at the balance sheet date.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation.

The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working conditions and locations for their intended use. The costs of tangible fixed assets formed from construction investment by contractual mode or self-construction or self-generating process are the settled costs of the invested construction projects in accordance with the prevailing State's regulations on investment and construction management, directly-related expenses and registration fee (if any). In the event the construction project has been completed and put into use but the settled costs thereof have not been approved, the cost of tangible fixed assets is recognised at the estimated cost based on the actual cost incurred. The estimated cost will be adjusted according to the settled costs approved by competent authorities.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives, details are as follows:

	<u>Years</u>
Buildings and structures	6 - 50
Machinery and equipment	5 - 10
Motor vehicles	5 - 6
Office equipment	3 - 5
Others	3 - 6

Tangible fixed assets of the Corporation were revalued when the equitization was performed. The cost and accumulated depreciation of tangible fixed assets are adjusted based on the revaluation value approved by competent authorities as regulated.

Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between profit from sales or disposals of assets and their residual values and is recognised in the income statement.

Leasing

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases. Rentals payable under operating lease are charged to the income statement on a straight-line basis over the term of the relevant lease.

Intangible assets and amortisation

Intangible assets represent land use rights and computer software that are stated at cost less accumulated amortisation.

Indefinite-term land use rights are not amortised. Definite-term land use rights are amortised over the duration specified in the land use right certificate. Computer software is amortised using the straight-line method over 5 years.

Intangible fixed assets of the Corporation were revalued when the equitization was performed. The cost and accumulated amortization were adjusted based on the revaluation value approved by competent authorities as regulated.

Construction in progress

Properties in the course of construction for production, rental and administrative purposes or for other purposes are carried at cost. The cost includes any costs that are necessary to form the asset including construction cost, equipment cost, other directly attributable costs in accordance with the Corporation's accounting policy. Such costs will be included in the estimated costs of the fixed assets (if settled costs have not been approved) when they are put into use.

Prepayments

Prepayments are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepayments comprise prepaid office rentals, business privilege and other types of prepayments.

Prepaid office rentals represent rentals that have been paid in advance and are charged to the income statement using the straight-line method over the lease term.

The business privilege value recorded according to the enterprise valuation minutes dated 31 December 2015 of PetroVietnam Oil Corporation - One member Limited Company (equitized entity) approved by competent authorities. Business privilege value is charged to operating expenses according to current regulations from the time the Corporation was officially transformed into a joint stock company.

Other types of prepayments comprise costs of small tools, supplies, spare parts issued for consumption and other expenses which are expected to provide future economic benefits to the Corporation. These expenditures have been capitalised as prepayments and are charged to the income statement using the straight-line method in accordance with the current prevailing accounting regulations.

Revenue recognition

Revenue from the sale of goods:

Revenue from the sale of goods is recognised when all five (5) following conditions are satisfied:

- (a) the Corporation has transferred to the buyer the significant risks and rewards of ownership of the goods;
- (b) the Corporation retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- (c) the amount of revenue can be measured reliably;
- (d) it is probable that the economic benefits associated with the transaction will flow to the Corporation; and
- (e) the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from the services rendered:

Revenue of a transaction involving the rendering of services is recognised when the outcome of such transactions can be measured reliably. Where a transaction involving the rendering of services is attributable to several periods, revenue is recognised in each period by reference to the percentage of completion of the transaction at the balance sheet date of that period. The outcome of a transaction can be measured reliably when all four (4) following conditions are satisfied:

- (a) the amount of revenue can be measured reliably;
- (b) it is probable that the economic benefits associated with the transaction will flow to the Corporation;
- (c) the percentage of completion of the transaction at the balance sheet date can be measured reliably; and
- (d) the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

Interest income is accrued on a time basis, by reference to the principal outstanding and at the applicable interest rate.

Dividend income from investments is recognised when the Corporation's right to receive payment has been established.

Foreign currencies

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction date. The balances of monetary items denominated in foreign currencies as at the balance sheet date are retranslated at the exchange rates on the same date. Exchange differences arising from the translation of these accounts are recognised in the income statement.

According to Official Letter No. 4360/DKVN-TCKT dated 30 June 2015 and Official Letter No. 3124/DKVN-TCKT dated 13 May 2015 issued by Vietnam Oil and Gas Group, the Corporation applies the buying rate of Joint Stock Commercial Bank for Foreign Trade of Vietnam (Vietcombank) to convert foreign currency denominated items as at 31 December 2021. This rate is different from the exchange rate specified in Circular No. 200/2014/TT-BTC dated 22 December 2014 guiding the accounting regimes for enterprises (hereinafter referred to as "Circular 200"). The Board of Management evaluates that this difference does not materially affect the separate financial statements for the year ended 31 December 2021 of the Corporation.

Borrowing costs

Borrowing costs are recognised in the income statement in the period when incurred unless they are capitalised in accordance with Vietnamese Accounting Standard No. 16 "Borrowing costs". Accordingly, borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the cost of those assets. For specific borrowings for the purpose of construction of fixed assets and investment properties, borrowing costs are capitalised even when the construction period is under 12 months.

Payable provisions

Payable provisions are recognised when the Corporation has a present obligation as a result of a past event, and it is probable that the Corporation will be required to settle that obligation. Provisions are measured at the Board of Management's best estimate of the expenditure required to settle the obligation at the balance sheet date.

Petroleum price stabilization fund

The petroleum price stabilization fund is appropriated and used as per Joint Circular No. 39/2014/TTLT-BCT-BTC dated 29 October 2014 of the Ministry of Finance and Ministry of Industry and Trade (effective from 01 November 2014) determining base prices, establishment, management and utilization of price stabilization funds and control of petroleum and oil prices under the Government's Decree No. 83/2014/ND-CP on petroleum and oil business dated 03 September 2014" and Joint Circular No. 90/2016/TTLT-BCT-BTC dated 24 June 2016 of the Ministry of Finance and Ministry of Industry and Trade (effective from 15 August 2016) amending some articles of the aforementioned Joint Circular No. 39/2014/TTLT-BCT-BTC dated 29 October 2014.

The petroleum price stabilization fund is appropriated with a specified and fixed amount of money which is included in the base price of each litre of petroleum sold and determined as a cost item in the base price structure (the appropriation rate is subject to the regulation of the Ministry of Finance from time to time).

The petroleum price stabilization fund is used in compliance with the written directions released by the Ministry of Industry and Trade from time to time. The utilization of the petroleum price stabilization fund is based on the actual sales volume multiplied by the utilization rate per litre of petroleum as regulated by the Ministry of Industry and Trade.

Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit before tax as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other periods (including loss carried forward, if any) and it further excludes items that are never taxable or deductible.

Corporate income tax (CIT) payable is calculated using the prevailing normal tax rate of 20% ruling at the balance sheet date.

Deferred tax is recognised on significant differences between carrying amounts of assets and liabilities in the separate financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using balance sheet liability method. Deferred tax liabilities are generally recognised for all temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the year when the liability is settled or the asset realised. Deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same tax authority and the Corporation intends to settle its current tax assets and liabilities on a net basis.

The determination of the tax currently payable is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

Other taxes are paid in accordance with the prevailing tax laws in Vietnam.

4. CASH AND CASH EQUIVALENTS

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Cash on hand	362,699,299	369,463,803
Bank demand deposits (ii)	1,781,279,036,183	2,075,372,934,183
<i>In which:</i>		
<i>Petroleum Price Stabilization Fund Balance (i)</i>	-	524,881,731,236
Cash equivalents (ii)	201,014,000,000	951,014,000,000
	<u>1,982,655,735,482</u>	<u>3,026,756,397,986</u>

- (i) The bank account receiving Price Stabilization Fund is monitored separately as guided by Joint Circular No. 39/2014/TTLT-BCT-BTC dated 29 October 2014 jointly issued by the Ministry of Finance and Ministry of Industry and Trade.
- (ii) Cash equivalents represent Vietnam Dong term deposits with original terms from 1 week to 3 months at commercial banks, earning interest rates from 0.2% p.a. to 3% p.a. (as at 31 December 2020: from 3% p.a. to 4% p.a.).

Bank deposits and cash equivalents as at 31 December 2021 include demand deposits of VND 591.516.449, USD 3,774,149.9 (as at 31 December 2020: VND 788,814,967, USD 3,774,150), deposits with original maturity of 3 months of VND 1,014,000,000 (as at 31 December 2020: VND 1,014,000,000), and deposits with original maturity from 6 to 12 months of VND 243,031,164,697 (as at 31 December 2020: VND 243,031,164,697) (presented in Note 05) at Ocean Commercial Joint Stock Bank (currently known as Ocean Commercial One Member Limited Liability Bank – “Oceanbank”). Such deposits have been frozen under Directive No. 600/2015/CT-TGD dated 13 February 2015 issued by Oceanbank on suspension of payment to entities of Vietnam Oil and Gas Group to review and evaluate the payment records of customers. Oceanbank has been transformed into a wholly State-owned bank; accordingly, the Board of Management has assessed and believes that these deposits will be unfrozen in the coming time depending on the decision of the State Bank of Vietnam.

5. FINANCIAL INVESTMENTS

	Closing balance		Opening balance	
	Cost	Carrying amount	Cost	Carrying amount
	VND	VND	VND	VND
a. Held-to-maturity investments				
Term deposits	7,833,031,164,697	7,833,031,164,697	5,843,031,164,697	5,843,031,164,697

Held-to-maturity deposits represent Vietnam Dong term deposits with original terms longer than 3 months and remaining terms of less than 12 months at banks, earning interest rates from 4.6% to 5.6% per annum (as at 31 December 2020: from 4.8% p.a. to 6.8% p.a.).

	Closing balance		Opening balance	
	Cost	Provision	Cost	Provision
	VND	VND	VND	VND
b. Long-term financial investments				
Investments in subsidiaries	3,300,172,357,198	(288,834,518,130)	3,323,231,293,827	(284,678,811,945)
Investments in joint-ventures, associates	1,003,522,960,075	(260,119,366,574)	1,056,763,801,666	(267,479,725,119)
Investments in other entities	75,893,364,150	(19,203,276,532)	28,916,980,150	(18,209,259,127)
	<u>4,379,588,681,423</u>	<u>(568,157,161,236)</u>	<u>4,408,912,075,643</u>	<u>(570,367,796,191)</u>

The Corporation has not determined the fair value of the financial investments at the balance sheet date since current prevailing regulations provide no detailed guidance on such determination.

6. SHORT-TERM TRADE RECEIVABLES

	Closing balance	Opening balance
	VND	VND
Petec Trading and Investment Corporation - JSC (PETEC)	607.569.396.803	532.119.750.946
Ninh Binh Petroleum Joint Stock Company	300.322.010.800	258.610.757.314
Sai Gon Petroleum Joint Stock Company	167.414.837.343	174.031.125.542
Vung Tau Petroleum Joint Stock Company	166.671.803.183	78.271.582.368
Phu Tho Petroleum Joint Stock Company	138.267.553.150	121.486.759.352
Hanoi Petroleum Joint Stock Company	134.233.931.954	114.185.524.644
Me Kong Petroleum Joint Stock Company	121.579.557.685	115.647.008.144
Cai Lan Petroleum Joint Stock Company	106.990.690.885	47.712.547.977
Thanh Hoa Petroleum Joint Stock Company	90.943.223.972	57.274.225.716
Vung Ang Petroleum Joint Stock Company	80.838.015.536	42.347.606.038
Nam Dinh Petroleum Joint Stock Company	77.794.032.311	86.401.742.760
Binh Thuan Petroleum Joint Stock Company	45.375.564.751	45.402.078.895
Binh Son Refining and Petrochemical Joint Stock Company	24.790.710.914	14.163.921.650
Phu Yen Petroleum Joint Stock Company	18.960.421.862	14.867.377.940
Hai Phong PetroVietnam Oil Joint Stock Company	13.699.836.988	148.529.683.127
Central PetroVietnam Oil Joint Stock Company	749.352.487	109.551.707.652
Others	279.458.997.985	223.497.108.732
	<u>2,375,659,938,609</u>	<u>2,184,100,508,797</u>

In which:

<i>Trade receivables from related parties</i>	<i>2,262,609,466,677</i>	<i>2,124,012,523,630</i>
<i>(Details are presented in Note 36)</i>		

- (i) Represents the entrustment fee receivable from Binh Son Refining and Petrochemical Joint Stock Company to conduct purchase and import activities which were entrusted by Binh Son Refining and Petrochemical Joint Stock Company.

7. OTHER SHORT-TERM RECEIVABLES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Binh Son Refining and Petrochemical Joint Stock Company (i)	3,306,751,489,819	1,601,378,020,950
Oil export from White Tiger Oil field	511,227,458,690	726,403,090,869
Vietsovpetro Joint Venture	18,060,138,058	35,233,604,936
Special consumption taxes awaiting deduction, environmental protection tax and special preferential import tariffs awaiting returns (ii)	7,687,919,694	29,993,409,429
Receivable related to equitization (iii)	5,755,479,545	5,755,479,545
Overpaid profit after tax receivable from Vietnam Oil and Gas Group	2,501,727,592	2,346,281,910
BCC contract no. 13/2021/PVGAS/TT-PVOIL/D4 (iv)	387,558,110,831	-
Other receivables	201,885,654,924	194,106,262,239
	<u>4,441,272,533,471</u>	<u>2,595,216,149,878</u>

In which:

Other receivables from related parties 3,895,620,688,564 2,075,768,034,916
 (Details are presented in Note 36)

- (i) Represents receivables related to the implementation of purchase and import activities as entrusted by Binh Son Refining and Petrochemical Joint Stock Company.
- (ii) Represents deductible special consumption taxes on condensate materials, and environmental protection tax and special preferential import tariffs which are refundable from the State budget.
- (iii) Represents expenses related to equitization. Such value may be subject to adjustment upon the final approval of competent authorities.
- (iv) Represents the receivable related to Business Cooperation Contract No. 13/2021/PVGAS/TT-PVOIL/D4 between the Corporation and Vietnam Gas Corporation – Joint Stock Company (“PVGAS”).

8. BAD DEBTS

	Closing balance		Opening balance	
	Cost	Recoverable amount	Cost	Recoverable amount
	VND	VND	VND	VND
Cai Lan Shipbuilding Industry Company Limited	19,576,761,700	-	19,576,761,700	-
Orient Biofuels Company Limited	9,613,340,562	-	9,813,340,562	-
Nam Song Hau Petrochemical Trading Joint Stock Company	7,799,179,244	-	7,799,179,244	-
Duong Dong Kien Giang Petroleum Joint Stock Company	-	-	41,434,776,646	-
Others	10,826,158,861	-	10,826,158,861	-
	47,815,440,367	-	89,450,217,013	-

9. INVENTORIES

	Closing balance		Opening balance	
	Cost	Provision	Cost	Provision
	VND	VND	VND	VND
Goods in transit	93,642,854,764	-	141,441,861,033	-
Raw materials	433,355,139,855	-	279,450,816,081	-
Tools and supplies	5,176,365,597	-	4,994,747,407	-
Finished goods	140,903,834,821	-	177,521,976,882	-
Merchandise	712,969,407,367	-	313,865,261,721	-
	1,386,047,602,404	-	917,274,663,124	-

10. PREPAYMENTS

	<u>Closing balance</u> VND	<u>Opening balance</u> VND
a. Current	4,060,333,118	2,847,324,950
Others	4,060,333,118	2,847,324,950
b. Non-current	251,303,160,022	257,260,081,150
Prepayment for office rentals at No. 1 - 5 Le Duan Street, District 1, Ho Chi Minh City	190,358,870,329	195,269,812,889
Tools and supplies	21,144,178,517	15,568,285,835
Business privilege (i)	-	36,653,911,311
Value of land use rights due to change of use form (ii)	18,464,675,570	-
Privilege of land rent rights (iii)	11,820,663,128	-
Others	8,943,327,391	9,768,071,115
	<u>255,363,493,140</u>	<u>260,107,406,100</u>

(i) Represents the Business privilege value which was included in the value of the Corporation after equitized according to the enterprise valuation results for the purpose of equitizing the former State-owned Corporation.

(ii) Value of land use rights due to change of use form related to the conversion from an indefinite land use right to a definite land use right based on the decision of competent authority

(iii) Represents the Privilege of land rent rights at some petrol stations of the Company increased during the year.

11. VALUE ADDED TAX DEDUCTIBLES

Value-added tax (VAT) deductibles of the Corporation as at 31 December 2021 represent the portion of the input VAT of the Corporation that has not been deducted. The deduction of this tax portion in the subsequent period will be subject to the tax declaration of the Corporation and the inspection and approval of the local tax authorities.

PETROVIETNAM OIL CORPORATION
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

FORM B 09-DN

13. INCREASES, DECREASES IN TANGIBLE FIXED ASSETS

	Buildings and structures	Machinery and equipment	Motor vehicles	Office equipment	Others	Total
	VND	VND	VND	VND	VND	VND
COST						
Opening balance	1,976,761,499,810	608,230,649,645	69,250,640,217	46,115,153,436	8,047,585,260	2,708,405,528,368
Additions	10,668,179,645	7,971,516,194	-	5,994,059,092	134,000,000	24,767,754,931
Transfer from construction in progress	74,391,136,735	64,477,031,985	-	48,484,848	-	138,916,653,568
Disposals	-	-	-	(2,094,925,703)	-	(2,094,925,703)
Other increases/ decrease	-	(68,347,107)	-	-	-	(68,347,107)
Closing balance	2,061,820,816,190	680,610,850,717	69,250,640,217	50,062,771,673	8,181,585,260	2,869,926,664,057
ACCUMULATED DEPRECIATION						
Opening balance	1,326,355,561,288	452,489,237,769	60,612,995,496	37,222,036,605	6,745,159,333	1,883,424,990,491
Charge for the year	101,525,281,415	44,347,036,236	4,250,638,659	2,755,206,670	366,853,137	153,245,016,117
Disposals	-	-	-	(160,811,473)	-	(160,811,473)
Other increases/ decrease	-	(58,854,453)	-	-	-	(58,854,453)
Closing balance	1,427,880,842,703	496,777,419,552	64,863,634,155	39,816,431,802	7,112,012,470	2,036,450,340,682
NET BOOK VALUE						
Opening balance	650,405,938,522	155,741,411,876	8,637,644,721	8,893,116,831	1,302,425,927	824,980,537,877
Closing balance	633,939,973,487	183,833,431,165	4,387,006,062	10,246,339,871	1,069,572,790	833,476,323,375

The cost of the Company's tangible fixed assets includes VND 120,004,573,930 (31 December 2020: VND 60,101,226,502) of assets which have been fully depreciated but are still in use.

As stated in Note 24, the Corporation has pledged the works of Phu Tho petroleum depot, one car and a part of assets under the project "Building Nghi Son petroleum depot whose net book values as at 31 December 2021 totaled VND 100,023,884,365 (as at 31 December 2020: VND 110,084,142,654) to secure bank facilities granted to the Corporation.

14. INCREASES, DECREASES IN INTANGIBLE ASSETS

	Land use rights VND	Computer software VND	Total VND
COST			
Opening balance	324,320,315,243	69,231,689,354	393,552,004,597
Additions	81,113,082,617	5,526,000,000	86,639,082,617
Transfer from construction in progress	13,099,427,273	8,635,000,000	21,734,427,273
Disposals	-	(456,639,497)	(456,639,497)
Other increases/ decrease	(18,891,169,435)	-	(18,891,169,435)
Closing balance	399,641,655,698	82,936,049,857	482,577,705,555
ACCUMULATED AMORTIZATION			
Opening balance	28,848,866,325	47,536,819,592	76,385,685,917
Charge for the year	7,992,152,409	3,540,343,955	11,532,496,364
Disposals	-	(38,053,290)	(38,053,290)
Closing balance	36,841,018,734	51,039,110,257	87,880,128,991
NET BOOK VALUE			
Opening balance	295,471,448,918	21,694,869,762	317,166,318,680
Closing balance	362,800,636,964	31,896,939,600	394,697,576,564

The cost of the Company's intangible fixed assets as at 31 December 2021 includes VND 2,414,227,248 (31 December 2020: VND 253,475,011) of assets which have been fully depreciated but are still in use.

15. CONSTRUCTION IN PROGRESS

	Closing balance VND	Opening balance VND
Ron95 petrol tank in Quang Ngai warehouse	2,217,630,197	-
Thanh To petrol station, Hai Phong	168,290,900	-
Dam Ha petrol station, Quang Ninh	318,181,818	-
Nghi Son petroleum depot	-	111,508,151,581
Nghi Son petroleum depot expansion project - phase 1	-	20,262,054,022
Phu My Condensate processing plant upgrade and expansion project	-	7,258,066,196
Bonded warehouse, national petroleum reserve in Phu Quoc	-	577,111,395
Other construction in progress	427,272,727	427,272,727
	3,131,375,642	140,032,655,921

As stated in Note 25, the Corporation has pledged a portion of assets of the project "Construction of Nghi Son petroleum storage" with value as at 31 December 2021 amounting to VND 98,089,048,436 (as at 31 December 2020: VND 98,089,048,436) to secure bank facilities granted to the Corporation.

16. INVESTMENTS IN SUBSIDIARIES

The Corporation's proportion of ownership interest and capital contribution to its direct subsidiaries as at 31 December 2021 are as follows:

Name of subsidiary	Book value Closing balance VND	Proportion of ownership interest as at closing date %	Proportion of voting power held as at closing date %	Book value Opening balance VND
Me Kong Petroleum Joint Stock Company	337,059,294,469	89.37%	89.37%	337,059,294,469
Vung Ang Petroleum Joint Stock Company	53,675,000,000	56.50%	56.50%	53,675,000,000
PV Oil Lube Joint Stock Company	59,947,983,022	62.67%	62.67%	59,947,983,022
Tra Vinh Petroleum Joint Stock Company	27,841,516,060	96.27%	96.27%	27,841,516,060
Bac Lieu Petroleum Joint Stock Company	39,800,837,516	96.10%	96.10%	39,800,837,516
Binh Thuan Petroleum Joint Stock Company	70,009,916,425	79.68%	79.68%	70,009,916,425
Thanh Hoa Petroleum Joint Stock Company	59,904,348,443	56.86%	56.86%	59,904,348,443
Phu My Petroleum Production and Processing Joint Stock Company	373,997,531,512	67.64%	67.64%	373,997,531,512
Sai Gon Petroleum Joint Stock Company	151,334,458,744	65.18%	66.93%	151,334,458,744
Vung Tau Petroleum Joint Stock Company	114,732,823,809	57.18%	57.18%	114,732,823,809
Hanoi Petroleum Joint Stock Company (iii)	201,876,075,741	71.84%	71.84%	188,873,299,116
Thua Thien Hue Petroleum Joint Stock Company (ii)	-	0.00%	0.00%	64,306,503,742
PetroVietnam Oil Lao Company Limited	78,551,423,672	100.00%	100.00%	78,551,423,672
PetroVietnam Oil Lao Petroleum Domestic Trading Sole Company Limited	134,520,658,726	100.00%	100.00%	134,520,658,726
Thai Binh Petroleum Joint Stock Company	74,999,833,116	68.00%	68.00%	74,999,833,116
Thai Binh Petroleum Services Joint Stock Company	14,280,000,000	51.00%	51.00%	14,280,000,000
Nam Dinh Petroleum Joint Stock Company	41,228,882,773	56.75%	56.75%	41,228,882,773
Tay Ninh Petroleum Joint Stock Company	105,877,995,794	78.62%	78.62%	105,877,995,794
Cai Lan Petroleum Joint Stock Company	70,826,240,317	80.19%	80.19%	70,826,240,317
Phu Yen Petroleum Joint Stock Company	66,151,133,217	67.13%	67.13%	66,151,133,217
Phu Tho Petroleum Joint Stock Company	38,699,084,673	71.68%	71.68%	38,699,084,673
PV OIL Singapore Pte. Ltd.	35,242,504,910	51.00%	51.00%	35,242,504,910
Central PetroVietnam Oil Joint Stock Company (ii)	152,739,037,713	72.29%	71.43%	108,835,411,114
Hai Phong PetroVietnam Oil Joint Stock Company	63,846,506,524	72.00%	72.00%	63,846,506,524
Vietnam Petroleum Oil Transport Joint Stock Company	37,378,804,774	71.00%	71.00%	37,378,804,774
Ha Giang Petroleum Tourism and Trading Joint Stock Company (iii)	-	0.00%	0.00%	15,658,836,111
	3,300,172,357,198			3,323,231,293,827

- (i) As at 31 December 2021, the Corporation's capital contribution in PETEC that was recognized and presented by the Corporation exceeded the amount recorded and accounted for by PETEC by VND 111,225,298,544 (compared to the pre-adjusted investment value according to the value of re-evaluation for equitization of VND 2,464,251,000,000). The Corporation's Board of Management believes that such difference amount will be settled when PETEC has completed the finalization of equitization.

On 29 March 2021, the Vietnam Oil and Gas Group issued Resolution No. 1474/NQ-DKVN approving the policy on PetroVietnam Gas Joint Stock Corporation (PV GAS) receiving the transfer of all shares of Petec Trading and Investment Corporation - JSC (PETEC) from the Corporation. On 31 March 2021, the Vietnam Oil and Gas Group issued Official Letter No. 1574/DKVN-KTDT requesting the

Representative of the Group's capital at PV GAS and the Corporation to report to the Prime Minister and advise to implement the next steps to ensure the interests of the Corporation and PV GAS.

- (ii) In 2021, Thua Thien Hue Petroleum Joint Stock Company ("PVOIL Thua Thien Hue") has completed the merger procedures into Central PetroVietnam Oil Joint Stock Company ("PVOIL Mien Trung"). Trung") based on Resolution No. 07/NQ-DVN dated 1 July 2021 of the Corporation's Board of Directors approving the plan to merge PVOIL Thua Thien Hue into PVOIL Mien Trung and the merger contract No. 25/PVOILMT.KHĐT-PVOILTTH/05-21 signed on May 15, 2021 between PVOIL Mien Trung and PVOIL Thua Thien Hue. On 1 July 2021, PVOIL Mien Trung was granted the 9th revised business registration certificate. Accordingly, from 1 July 2021, all transactions, obligations and interests related to customers and partners of PVOIL Thua Thien Hue are transferred and implemented at PVOIL Mien Trung.
- (iii) In 2021, Ha Giang Petroleum Tourism Trading Joint Stock Company ("PVOIL Ha Giang") has completed the merger procedures into Hanoi Petroleum Joint Stock Company ("PVOIL Ha Noi") based on Resolution No. 18/NQ-DVN dated 19 January 2021 of the Corporation's Board of Directors approving the plan to merge PVOIL Ha Giang into PVOIL Ha Noi and the merger contract No. 99/PVOILHN -PVOILHG/10-21/K signed on 25 October 2021 between PVOIL Ha Noi and PVOIL Ha Giang. On 29 December 2021, PVOIL Hanoi was granted the 12th revised business registration certificate. Accordingly, from 29 December 2021, all transactions, obligations and interests related to Customers and partners of PVOIL Ha Giang are transferred and implemented at PVOIL Ha Noi.

17. INVESTMENTS IN JOINT VENTURES, ASSOCIATES

The Corporation's proportion of ownership interest and capital contribution to its direct joint ventures, associates as at 31 December 2021 are as follows:

Name of associates	Book value Closing balance VND	Proportion of ownership interest as at closing date %	Proportion of voting power held as at closing date %	Book value Opening balance VND
Công ty Cổ phần Hóa dầu và Nhiên liệu Sinh học Dầu khí (i)	285,506,255,661	39.76%	39.76%	285,506,255,661
Công ty Cổ phần Thương mại dầu khí (Petechim)	79,973,319,843	29.00%	29.00%	82,003,319,843
Công ty Cổ phần Thương mại Thạch Hãn	1,197,459,775	45.00%	45.00%	1,197,459,775
Công ty Cổ phần Nhiên liệu Sinh học Dầu khí Miền Trung	254,057,440,160	34.28%	34.28%	254,057,440,160
Công ty Cổ phần Điều Phú Yên (ii)	-	47.79%	47.79%	-
Công ty Cổ phần Thương nghiệp Cà Mau (iii)	-	16.17%	16.17%	46,976,384,000
Công ty Cổ phần Vật tư - Xăng dầu (Comeco)	335,225,848,000	44.79%	44.94%	333,195,848,000
Công ty Cổ phần Dầu khí Dương Đông Kiên Giang (iv)	-	0.00%	0.00%	6,264,457,591
Công ty Cổ phần Xăng dầu Dầu khí Ninh Bình	13,542,778,807	20.26%	33.33%	13,542,778,807
Name of joint-ventures				
Công ty TNHH Kho ngầm Xăng dầu Dầu khí Việt Nam	13,585,359,052	19.00%		13,585,359,052
Công ty TNHH Hóa chất LG Vina (v)	20,434,498,777	15.00%		20,434,498,777
Công ty TNHH Nhiên liệu sinh học Phương Đông (ii)	-	30.20%		-
	<u>1,003,522,960,075</u>			<u>1,056,763,801,666</u>

- (i) According to Notice No. 385/TB-VPCP dated 02 October 2018 of the Government Office, the dissolution and bankruptcy plan for PetroVietnam Biofuels Joint Stock Company was proposed in accordance with legal regulations for consideration. On 24 October 2018, the Corporation's Board of Directors sent a document to the Vietnam Oil and Gas Group regarding the bankruptcy plan of PetroVietnam Biofuel Joint Stock Company. On 10 December 2018, the Corporation sent Official Letter No. 211/DVN-TCKT to the Vietnam Oil

and Gas Group (PVN) to propose the revaluation of this investment to nil (VND 0) when finalizing equitization, and that in the course of implementing the bankruptcy procedure, any income from liquidation of Phu Tho Biofuel Plant will be fully transferred to the Enterprise Support and Arrangement Fund. This matter has been submitted by the PVN to the Committee for Management of State Capital at Enterprises (CMSC) under Official Letter No. 3540/DKVN-HDTV dated 01 July 2019 on rearrangement, handling of houses and land and solution for difficulties in equitization of PVOIL. At the date of these separate financial statements, the Corporation has not yet received any response from PVN, CMSC or other competent authorities on the implementation of the bankruptcy plan for PetroVietnam Biofuel Joint Stock Company. The Corporation has made provision for this investment with an amount of VND 4,153,510,890 as at 31 December 2021 (as at 31 December 2020: VND 3,695,427,956).

- (ii) The value investments in these investees is nil in accordance with the State Audit Report on the results of enterprise valuation and handling of financial issues before officially announcing the value of the equitized PetroVietnam Oil Corporation as a holding company, which has been approved by the Ministry of Industry and Trade under Decision No. 1220/QD-BCT dated 10 April 2017 on the valuation of PetroVietnam Oil Corporation (a member entity of Vietnam Oil and Gas Group) for equitization. The costs of the investments in Phu Yen Cashew Joint Stock Company and Orient Biofuels Company Limited as at 31 December 2015 before revaluation for equitization are VND 51,707,577,602 and VND 198,044,907,747 respectively.
- (iii) On 23 March 2021, Ca Mau Trading Joint Stock Company issued Official Letter No. 24/2021/BC-TNCM to the State Securities Commission, Ho Chi Minh Stock Exchange and the Ho Chi Minh Securities Depository Center on reporting the results of the public offering of shares, whereby the Corporation refused the right to buy more shares of Ca Mau Trading Joint Stock Company in the share offering. Accordingly, as at 31 December 2021, the proportion of the Corporation's capital contribution in Ca Mau Trading Joint Stock Company was 16.17% (as at 31 December 2020 it was 24.26%).
- (iv) On 14 May 2021, the Board of Directors issued Resolution No. 61/NQ-DVN on "approving the plan for divestment associated with debt recovery of PetroVietnam Oil Corporation in Duong Dong Kien Giang Petroleum Joint Stock Company". On 15 June 2021, Petroleum Securities Joint Stock Company - Ho Chi Minh Branch has issued Official Letter No. 92/CKDK-TV to the Corporation about "notifying the results of the competitive offering according to the capital transfer lot of PetroVietnam Oil Corporation at Duong Dong Kien Giang Petroleum Joint Stock Company". Accordingly, on 31 December 2021, the Corporation divested its capital at Duong Dong Kien Giang Petroleum Joint Stock Company.
- (v) At the Minutes of the 27th Extraordinary Members' Council meeting for the fiscal year 2020 on 30 December 2020, LG Vina Chemicals Company Limited decided to increase capital through 2019 profit distribution. Accordingly, the Corporation will own additional contributed capital from the undistributed profit in 2019 of USD 285,000 at the rate of ownership of 15% contributed capital. Accordingly, the Corporation's contributed capital at LG Vina Chemicals Company Limited as of 31 December 2021 is USD 855,000 (as of 31 December 2020 is USD 570,000).

18. EQUITY INVESTMENTS IN OTHER ENTITIES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Lam Kinh Hotel Joint Stock Company	10,549,395,047	10,549,395,047
Indochina Petroleum Transportation Joint Stock Company	9,753,141,763	9,753,141,763
Green Indochina Development Joint Stock Company	7,263,016,037	7,263,016,037
Mekong Petroleum Transport Joint Stock Company (Mekongtrans)	1,351,427,303	1,351,427,303
Ca Mau Trading Joint Stock Company (i)	46,976,384,000	-
	<u>75,893,364,150</u>	<u>28,916,980,150</u>

- (i) On 23 March 2021, Ca Mau Trading Joint Stock Company issued Official Letter No. 24/2021/BC-TNCM to the State Securities Commission of Vietnam, Ho Chi Minh City Stock Exchange and the Vietnam Securities Depository - Ho Chi Minh Branch on reporting the results of the public offering of shares. Accordingly, at the date of issue of these financial statements, PVOil's capital contribution ratio in Ca Mau Trading Company decreased to 16.17% (As at 31 December 2020 the ratio was 24.26%), this investment is classified as "Investments in other entities"

19. SHORT-TERM TRADE PAYABLES

	<u>Closing balance</u>		<u>Opening balance</u>	
	Amount	Amount able to be paid off	Amount	Amount able to be paid off
	VND	VND	VND	VND
Binh Son Refining and Petrochemical Joint Stock Company	2,365,350,973,092	2,365,350,973,092	944,265,324,925	944,265,324,925
Nghi Son Petroleum Products Distribution Branch - Vietnam Oil and Gas Group	1,806,200,083,832	1,806,200,083,832	786,001,646,472	786,001,646,472
Phu My Oil and Gas Production and Processing JSC	392,768,433,108	392,768,433,108	389,522,270,516	389,522,270,516
Others	590,188,757,428	590,188,757,428	126,985,490,709	126,985,490,709
	<u>5,154,508,247,460</u>	<u>5,154,508,247,460</u>	<u>2,246,774,732,622</u>	<u>2,246,774,732,622</u>
<i>In which:</i>				
<i>Trade payables to related parties</i> <i>(Details are presented in Note 36)</i>	4,671,441,088,697	4,671,441,088,697	2,214,036,783,318	2,214,036,783,318

20. SHORT-TERM ACCRUED EXPENSES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Accruals for purchasing goods	8,296,731,600	106,608,957,369
Accruals for transportation	1,916,419,330	2,929,452,934
Accruals for oil products	1,687,418,143	1,956,646,266
Accrued interest expenses	7,129,147,544	3,809,592,573
Accruals for administration expense, trademark expense to Vietnam Oil and Gas Group	-	3,416,522,810
Other accruals	1,599,516,638	390,011,343
	<u>20,629,233,255</u>	<u>119,111,183,295</u>

- In which:*
Short-term accrued expenses payable to related parties
(Details are presented in Note 36)
- | | | |
|--|---------------|----------------|
| | 6,348,304,832 | 72,370,313,893 |
|--|---------------|----------------|

21. OTHER CURRENT PAYABLES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Crude oil money received on behalf of other companies	3,816,775,524,721	3,098,701,178,054
Payables relating to equitization (i)	5,078,241,760	124,763,746,767
Payables relating to proceeds from IPO (ii)	6,508,956,732	6,508,956,732
Short-term deposits received	134,802,727	124,802,727
Others	40,269,165,297	9,900,935,662
	<u>3,868,766,691,237</u>	<u>3,239,999,619,942</u>

In which:

<i>Other payables to related parties (Details are presented in Note 36)</i>	<i>1,836,172,573,859</i>	<i>1,731,578,882,700</i>
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- (i) Represents payables relating to equitization which is the excess of enterprise value over the designated charter capital of the Corporation after equitization of VND 10,342,295,000,000 under Decision No. 1979/QĐ-TTg dated 08 December 2017 of the Prime Minister. This amount might be subject to changes when there is final approval from the competent authorities. During the year, the Corporation transferred VND 119,996,417,768 to the Enterprise Arrangement and Support Fund according to the guidance in Decree No. 126/2017/ND-CP dated 16 November 2017 of the Government and Circular No. 41/ 2018/TT-BTC 4 May 2018 of the Ministry of Finance
- (ii) Represents the proceeds from initial public offering (IPO) and the payable amount to the owner regarding this IPO. The proceeds from this equitization will be finalized and might be subject to changes upon final approval by the competent authorities.

22. SHORT-TERM LOANS AND OBLIGATIONS UNDER FINANCE LEASES

	<u>Số đầu năm</u>		<u>Trong năm</u>		<u>Số cuối năm</u>	
	Giá trị	Số có khả năng trả nợ	Tăng	Giảm	Giá trị	Số có khả năng trả nợ
	VND	VND	VND	VND	VND	VND
Vay ngắn hạn	3,457,282,131,984	3,457,282,131,984	17,386,427,650,681	16,664,543,641,893	4,179,166,140,772	4,179,166,140,772
Vay dài hạn đến hạn trả (xem Thuyết minh số 24)	9,557,127,002	9,557,127,002	9,557,127,002	9,557,127,002	9,557,127,002	9,557,127,002
	<u>3,466,839,258,986</u>	<u>3,466,839,258,986</u>	<u>17,395,984,777,683</u>	<u>16,674,100,768,895</u>	<u>4,188,723,267,774</u>	<u>4,188,723,267,774</u>

Short-term loans represent facilities obtained from banks in the form of letters of credit that can be withdrawn in Vietnam Dong or United States Dollar based on each credit limit as contracted with the banks. The balance of short-term loans as at 31 December 2021 is VND 4,179,166,140,772 (as at 31 December 2020: VND 3,457,282,131,984). Such loans are unsecured and bear fixed interest rates that are stated in each loan acknowledgement ranging from 1.2% p.a. for loans in USD and from 1.75% to 4% p.a. for loans in VND (as at 31 December 2020: from 1.15% to 1.2% p.a. for loans in USD and from 1.25% to 1.8% p.a. for loans in VND). The loans are used to supplement the Corporation's working capital.

Details of short-term loans by currency are as follows:

	Closing balance	Opening balance
	VND	VND
United States Dollar	-	107,189,101,084
Vietnam Dong	4,179,166,140,772	3,350,093,030,900
	<u>4,179,166,140,772</u>	<u>3,457,282,131,984</u>

23. PRICE STABILIZATION FUND

	Current year	Prior year
	VND	VND
Opening balance	438,962,299,436	(198,578,419,135)
Appropriation to the fund	119,681,213,700	1,136,409,785,318
Interest incurred	149,653,418	435,688,829
Utilization in the year	(1,335,483,344,809)	(497,043,946,838)
Interest on negative balance of Petroleum Price Stabilization Fund	-	(2,260,808,738)
Closing balance	<u>(776,690,178,255)</u>	<u>438,962,299,436</u>

In which:

Transferred to the bank deposits	-	524,881,731,236
Not yet transferred	(776,690,178,255)	(85,919,431,800)

Appropriation and utilization of the Price Stabilization Fund comply with the regulations of the Ministry of Finance and Ministry of Industry and Trade from time to time (as presented in Note 3 - Summary of Significant Accounting Policies, "Price Stabilization Fund" item). In the year, the Corporation appropriated to and utilized the fund in accordance with prevailing current regulations. Handling of any difference (if any) between the appropriation and utilization of the fund will comply with the guidance of the Ministry of Finance and Ministry of Industry and Trade in the coming time.

24. LONG-TERM LOANS AND OBLIGATIONS UNDER FINANCE LEASES

	Số đầu năm		Trong năm		Số cuối năm	
	Giá trị	Số có khả năng trả nợ	Tăng	Giảm	Giá trị	Số có khả năng trả nợ
	VND	VND	VND	VND	VND	VND
Số phải trả trong vòng 12 tháng (Thuyết minh số 22)	9,557,127,002	9,557,127,002	9,557,127,002	9,557,127,002	9,557,127,002	9,557,127,002
Số phải trả sau 12 tháng	39,364,594,688	39,364,594,688	-	9,557,127,002	29,807,467,686	29,807,467,686
	<u>48,921,721,690</u>	<u>48,921,721,690</u>	<u>9,557,127,002</u>	<u>19,114,254,004</u>	<u>39,364,594,688</u>	<u>39,364,594,688</u>

Long-term loans represent the credit facilities obtained from the commercial banks with the total credit limit of VND 123,000,000,000 (as at 31 December 2020: VND 123,000,000,000). These loans are secured by the works of Phu Tho petroleum depot, one car and a portion of assets of the project "Construction of Nghi Son Petroleum Storage" (See Note 13). Interest rates are equal to the average 12-month saving rate plus a margin ranging from 1.5% p.a. to 2.2% p.a. These loans are to finance the projects Phu Tho Storage Construction and Nghi Son Petroleum Storage.

Details of long-term loans and current portion of long-term loans at the year end are presented as follows:

Loan contract	Closing balance (VND)	Principal and interest payment term	Collateral
Vietnam Public Joint Stock Commercial Bank	14,195,160,422	Maximum principal repayment and interest repayment term of 120 months (20 installments, once every 6 months) from last disbursement date	Phu Tho petroleum depot
Shinhan Bank (Vietnam) Ltd.,	25,169,434,266	Maximum principal repayment and interest repayment term of 78 months (26 installments, once every 3 months) from last disbursement date	Nghi Son petroleum depot
Total	<u>39,364,594,688</u>		

Details of long-term loans by currency are as follows:

	Closing balance VND	Opening balance VND
Vietnam Dong	29,807,467,686	48,921,721,690
	<u>29,807,467,686</u>	<u>48,921,721,690</u>

Details of long-term loans by type of guarantee are as follows:

	Closing balance VND	Opening balance VND
Unsecured loans	-	-
Secured loans	29,807,467,686	48,921,721,690
	<u>29,807,467,686</u>	<u>48,921,721,690</u>

The Corporation's entire balance of long-term loans are contracted with floating interest rates.

Long-term loans are repayable as follows:

	Closing balance VND	Opening balance VND
On demand or within one year	9,557,127,002	9,557,127,002
In the second year	9,557,127,002	9,557,127,002
In the third to fifth year inclusive	17,884,480,612	25,075,747,544
After five years	2,365,860,072	4,731,720,142
	<u>39,364,594,688</u>	<u>48,921,721,690</u>
Less: Amount due for settlement within 12 months (shown under current liabilities)	9,557,127,002	9,557,127,002
Amount due for settlement after 12 months	<u>29,807,467,686</u>	<u>39,364,594,688</u>

25. DEFERRED TAX LIABILITIES

The following are the deferred tax liabilities recognised by the Corporation, and their movements during the year.

	Revaluation of assets VND
Opening balance	3,523,140,012
Transfer to loss for the year	(3,237,300,883)
Opening balance	285,839,129
Transfer to profit for the year	(285,839,129)
Closing balance	-

26. OWNERS' EQUITY

Movement in owners' equity:

	Owners' contributed capital VND	Retained earnings/Accumulated (losses) VND	Total VND
Opening balance of prior year	10,342,295,000,000	67,589,404,016	10,409,884,404,016
Loss for the year	-	(149,266,041,851)	(149,266,041,851)
Opening balance of current year	<u>10,342,295,000,000</u>	<u>(81,676,637,835)</u>	<u>10,260,618,362,165</u>
Profit for the year	-	568,669,990,989	568,669,990,989
Declare to Bonus and welfare funds (*)	-	(99,710,000,000)	(99,710,000,000)
Closing balance of current year	<u>10,342,295,000,000</u>	<u>387,283,353,154</u>	<u>10,729,578,353,154</u>

(*) Based on the level of completion of the planned profit target in 2021, the Corporation has temporarily deducted the bonus and welfare fund of employees and the bonus fund of the Corporation's managers according to the provisions of Circular No. 28 /2016/TT-BLĐTBXH dated 1 September 2016 guiding the implementation of regulations on labor, salary, remuneration and bonus for companies whose shares and contributed capital are controlled by the State. The temporary deduction for the bonus and welfare fund of employees and the bonus fund of the Corporation's managers has been approved by the General Director of the Corporation on 24 January 2022. The deduction for the bonus and welfare fund of employees and the official bonus fund of the Corporation's manager will be submitted to the General Meeting of Shareholders for vote and approval.

Shares	Closing balance	Opening balance
Number of shares issued to the public	200,445,036	200,445,036
Ordinary shares	200,445,036	200,445,036
Preference shares	-	-
Number of outstanding shares in circulation	1,034,229,500	1,034,229,500
Ordinary shares	1,034,229,500	1,034,229,500
Preference shares	-	-

Ordinary shares have par value of VND 10,000/share.

Charter capital

According to the 17th business registration certificate dated 01 August 2018, the charter capital of the Corporation after transformation into a joint stock company is VND 10,342,295,000,000. As at 31 December 2021, the charter capital was fully contributed by shareholders as follows:

	Shares	Rate %	Amount VND
Vietnam Oil and Gas Group	832,803,564	80.52%	8,328,035,640,000
Other shareholders	201,425,936	19.48%	2,014,259,360,000
	<u>1,034,229,500</u>	<u>100.00%</u>	<u>10,342,295,000,000</u>

27. OFF BALANCE SHEET ITEMS

Operating lease assets

At the balance sheet date, the Corporation, as a lessee, entered into an irrevocable operating lease with the total amount of office rental paid to PetroVietnam General Services Joint Stock Corporation for the total leased area of 3,459.11 m² at No. 1-5 Le Duan, District 1, Ho Chi Minh City with rental price of VND 70,622,316/m²/month (Note 10). The office lease was signed for periods of 50 years from 10 January 2010 for area of 2,952.67 m² and 48 years from 24 July 2012 for area of 506.44 m². The entire office rentals excluding VAT that have been paid was VND 244,290,357,799.

Materials, goods held under trust

	Unit	Closing balance	Opening balance
1. Petroleum (M95, M92, DO, Condensate Shariah, E5, Jet A1)	Liter 15	162,770,560	204,127,569
2. Petroleum (FO)	Kg	359,453	8,440,774

Foreign currencies

	Unit	Closing balance	Opening balance
United States Dollars	USD	8,458,128.35	14,742,821.43

28. REVENUE FROM GOODS SOLD AND SERVICES RENDERED

	Current year VND	Prior year VND
Gross revenue		
- Sales of finished goods/merchandise	32,595,392,701,100	20,116,695,234,472
- Sales of services	365,463,026,554	336,936,184,024
	<u>32,960,855,727,654</u>	<u>20,453,631,418,496</u>
<i>In which:</i>		
<i>Sales to related parties</i>	32,632,699,748,018	20,287,953,726,856
<i>(Details are presented in Note 36)</i>		

29. COST OF GOODS SOLD AND SERVICES RENDERED

	Current year VND	Prior year VND
Cost of petroleum sold	31,452,407,217,395	19,787,127,246,908
Cost of services rendered	68,029,169,018	59,641,167,812
	<u>31,520,436,386,413</u>	<u>19,846,768,414,720</u>

30. PRODUCTION COST BY NATURE

	Current year VND	Prior year VND
Raw materials and consumables	4,031,386,744,324	4,113,239,971,088
Labour	249,570,715,537	194,296,077,627
Depreciation and amortisation	164,777,512,481	180,478,291,977
Out-sourced services	243,802,798,817	160,276,683,227
Other monetary expenses	301,808,558,872	244,316,522,934
	<u>4,991,346,330,031</u>	<u>4,892,607,546,853</u>

31. FINANCIAL INCOME

	Current year VND	Prior year VND
Bank and loan interest	372,954,325,062	352,770,794,999
Foreign exchange gain	3,678,049,656	8,823,816,288
Dividends received	45,616,792,804	58,876,327,439
Income from transferred investments	-	59,123,642,760
Other financial income	5,446,275,974	18,277,759,080
	<u>427,695,443,496</u>	<u>497,872,340,566</u>

32. FINANCIAL EXPENSES

	Current year VND	Prior year VND
Interest expense	115,655,182,225	99,783,013,039
Foreign exchange loss	3,615,228,293	4,489,050,898
(Revert)/ make provision for impairment of long-term financial investments	(2,210,634,955)	260,686,595,838
Loss from liquidation of investment	26,917,914,220	-
Early payment discount	29,416,668,786	27,342,926,779
Other financial expenses	310,912,761	10,094,214,202
	<u>173,705,271,330</u>	<u>402,395,800,756</u>

33. SELLING EXPENSES AND GENERAL AND ADMINISTRATION EXPENSES

	Current year VND	Prior year VND
Selling expenses	735,855,873,677	578,031,482,964
Sales staffs	171,683,867,654	130,844,038,567
Office appliances, furniture and stationery	55,527,438,156	46,897,147,805
Transportation	84,759,178,217	49,619,326,641
Out-sourced services	124.637.211.722	98,655,995,314
Provisions	11.084.566.423	-
Depreciation and amortisation	131.331.321.827	146,766,001,814
Others	156.832.289.678	105,248,972,823
General and administration expenses	251,286,405,617	271,004,310,423
Management staff	77,886,847,883	63,452,039,060
Office appliances, furniture and stationery	18,930,320,307	30,173,843,391
Depreciation and amortisation	16,721,336,001	18,073,402,074
Provisions	(41,634,776,646)	3,533,217,961
Out-sourced services	34,398,408,878	16,704,257,826
Allocation of goodwill	31,418,138,644	62,836,277,288
Others	113,566,130,550	76,231,272,823
	<u>987,142,279,294</u>	<u>849,035,793,387</u>

34. (LOSS)/ PROFIT FROM OTHER ACTIVITIES

	Current year VND	Prior year VND
Other income	2,580,451,709	1,253,099,595
Sale, disposal of fixed assets	198,864,763	243,065,646
Income from contract breach fines	145,454,544	190,098,698
Others	2,236,132,402	819,935,251
Other expenses	12,293,356,324	6,158,795,380
Cost of project cancellation	3,783,565,643	4,883,863,501
Penalties	-	397,568,150
Others	8,509,790,681	877,363,729
(Loss)/Profit from other activities	<u>(9,712,904,615)</u>	<u>(4,905,695,785)</u>

35. CORPORATE INCOME TAX EXPENSE

	Current year VND	Prior year VND
Current corporate income tax expense		
Corporate income tax expense based on taxable profit in the current year	129,170,177,638	901,397,148
Total current corporate income tax expense	<u>129,170,177,638</u>	<u>901,397,148</u>

The current corporate income tax expense for the year was computed as follows:

	Current year	Prior year
	VND	VND
(Loss)/Profit before tax	697,554,329,498	(151,601,945,586)
Adjustments for taxable profit		
Less:	(94,406,453,428)	(58,876,327,439)
<i>Dividends from subsidiaries, associates</i>	<i>(45,616,792,804)</i>	<i>(58,876,327,439)</i>
<i>Other non-taxable profit</i>	<i>(48,789,660,624)</i>	-
Add back:	121,561,799,636	79,276,274,296
<i>Increase of in-kind capital contributions in 2010 and 2011 upon revaluation</i>	<i>1,429,195,665</i>	<i>27,017,708,411</i>
<i>Penalty due to late payment relating equitization</i>	<i>644,223,081</i>	<i>9,482,839,202</i>
<i>Other non-deductible expenses</i>	<i>119,488,380,890</i>	<i>42,775,726,683</i>
Losses carried forward	(131,201,998,729)	-
Taxable profit	593,507,676,977	-
Taxable profit at normal tax rate of 20%	593,507,676,977	-
Corporate income tax expense based on taxable profit in the current year	118,701,535,395	-
Corporate income tax paid in addition to income from overseas investments	710,710,117	901,397,148
Corporate income tax paid in addition to income from business cooperation contract	9,757,932,126	
Corporate income tax expense based on taxable profit in the current year	129,170,177,638	30,278,430,492

The Corporation is obliged to pay corporate income tax at the rate of 20% of taxable profit.

The corporate income tax reported for the year ended 31 December 2021 is estimates. The final amount of corporate income tax to be paid will depend on the results of settlement with the tax authorities.

36. RELATED PARTY TRANSACTIONS AND BALANCES

List of related parties with significant transactions and balances for the year:

Related parties	Relationship
Vietnam Oil and Gas Group (PVN)	Owner
Entities in PVN	Affiliate
Subsidiaries of the Corporation	Subsidiary
Associates of the Corporation	Associate
Joint Ventures of the Corporation	Joint-venture
Other long-term investees of the Corporation	Other long-term investees

During the year, the Corporation entered into the following significant transactions with its related parties:

	Current year VND	Prior year VND
Dividend income	45,616,792,804	58,876,327,439
PV OIL Singapore Pte. Ltd.	19,662,979,904	24,938,654,439
Ca Mau Trading Joint Stock Company	6,752,855,200	-
Thu Duc Trading and Import Export Joint Stock Company	5,693,157,000	3,162,865,000
Phu Yen Petroleum Joint Stock Company	3,775,153,200	2,765,680,000
Thua Thien Hue Petroleum Joint Stock Company	2,986,750,000	1,194,700,000
Vung Tau Petroleum Joint Stock Company	2,401,665,000	3,430,950,000
LG Vina Chemical Company Limited	1,971,202,500	-
Hai Phong PetroVietnam Oil Joint Stock Company	1,501,200,000	-
PV Oil Lube Joint Stock Company	557,670,000	-
Thai Binh Petroleum Services Joint Stock Company	314,160,000	-
Materials - Petroleum Joint Stock Company (Comeco)	-	12,650,032,000
Vung Ang Petroleum Joint Stock Company	-	3,531,250,000
Sai Gon Petroleum Joint Stock Company	-	2,607,016,000
Central PetroVietnam Oil Joint Stock Company	-	2,500,000,000
Cai Lan Petroleum Joint Stock Company	-	1,057,500,000
Thai Binh Petroleum Joint Stock Company	-	1,037,680,000

	Current year VND	Prior year VND
Significant sales	32,632,699,748,018	20,287,953,726,856
Hanoi Petroleum Joint Stock Company	3,741,298,957,735	2,142,186,537,569
Central PetroVietnam Oil Joint Stock Company	2,953,521,255,302	1,724,034,784,188
Petec Trading and Investment Corporation - JSC (PETEC)	2,849,737,814,271	2,020,798,688,435
Sai Gon Petroleum Joint Stock Company	2,600,871,869,951	1,850,027,032,159
Me Kong Petroleum Joint Stock Company	2,404,221,722,532	1,702,966,012,025
Vung Tau Petroleum Joint Stock Company	2,349,002,897,586	1,620,823,935,940
Ninh Binh Petroleum Joint Stock Company	2,056,300,874,907	942,070,822,323
Phu Yen Petroleum Joint Stock Company	1,849,196,549,212	1,339,644,651,108
Thanh Hoa Petroleum Joint Stock Company	1,704,265,248,084	786,000,135,538
Phu Tho Petroleum Joint Stock Company	1,533,387,463,058	481,983,460,788
Vung Ang Petroleum Joint Stock Company	1,500,088,135,536	917,476,725,066
Hai Phong PetroVietnam Oil Joint Stock Company	1,495,321,999,434	801,830,067,718
Nam Dinh Petroleum Joint Stock Company	1,033,998,855,971	619,566,512,198
Binh Thuan Petroleum Joint Stock Company	962,614,074,459	694,734,837,065
Thai Binh Petroleum Joint Stock Company	769,711,972,890	406,454,820,000
Tay Ninh Petroleum Joint Stock Company	706,473,876,190	537,819,333,916
Cai Lan Petroleum Joint Stock Company	692,734,560,456	422,864,759,030
Thua Thien Hue Petroleum Joint Stock Company	359,890,523,475	568,726,339,024
Bac Lieu Petroleum Joint Stock Company	330,490,921,584	191,614,613,211
Tra Vinh Petroleum Joint Stock Company	206,882,831,497	143,506,101,031
Ha Giang Petroleum Tourism and Trading Joint Stock Company	160,343,816,529	110,084,194,184
Binh Son Refining and Petrochemical Joint Stock Company	86,465,391,634	71,615,605,229
PV Oil Lube Joint Stock Company	83,780,025,026	54,131,263,643
Công ty TNHH Xăng dầu Dầu khí Lào (PVOil Lao)	73,715,064,439	-
VietsovPetro Joint Venture	57,850,717,742	60,694,802,055
PetroVietnam Exploration Production Corporation	36,504,381,626	58,148,701,998
Chi nhánh phân phối sản phẩm lọc dầu Nghi Sơn - Tập đoàn Dầu khí Việt Nam	20,617,287,150	-
PV OIL Singapore Pte. Ltd.	9,370,896,617	13,279,923,476
Bien Dong Petroleum Operating Company	3,067,133,185	3,972,540,653
Tập đoàn Dầu khí Việt Nam	423,334,376	-
Công ty Cổ phần Giám định năng lượng Việt Nam	317,900,000	-
Công ty Cổ phần Thương mại Xuất nhập khẩu Thủ Đức	182,000,000	-
Phu My Petroleum Production and Processing Joint Stock Company	49,395,564	442,800,272
PetroVietnam Gas Joint Stock Corporation (PVGas)	-	453,727,014

	Current year VND	Prior year VND
Significant purchases	31,698,510,727,806	17,310,178,136,910
Binh Son Refining and Petrochemical Joint Stock Company	16,069,038,029,231	8,295,798,853,241
Nghi Son Petroleum Products Distribution Branch - Vietnam Oil and Gas Group	14,682,286,709,476	8,148,471,206,652
PetroVietnam Transportation Corporation	432,972,029,564	393,164,333,926
PV OIL Singapore Pte. Ltd.	202,212,491,972	-
Vietnam Petroleum Oil Transport Joint Stock Company	83,629,021,129	35,390,070,023
Ninh Binh Petroleum Joint Stock Company	44,823,141,637	-
Hanoi Petroleum Joint Stock Company	24,877,093,029	13,135,274,371
Vietnam Energy Inspection Corporation	15,358,426,141	13,236,705,673
PetroVietnam Gas Joint Stock Corporation (PVGas)	14,848,806,349	95,711,491,446
Thai Binh Petroleum Joint Stock Company	14,826,595,613	8,810,011,392
Vung Ang Petroleum Joint Stock Company	13,488,684,965	13,585,550,131
Phu Tho Petroleum Joint Stock Company	12,706,037,557	5,768,634,467
Me Kong Petroleum Joint Stock Company	11,769,331,813	12,645,874,309
Petec Trading and Investment Corporation - JSC (PETEC)	8,975,317,301	3,183,584,414
Vung Tau Petroleum Joint Stock Company	7,229,843,514	6,018,746,052
VietsovPetro Joint Venture	6,189,884,094	7,348,373,466
Tra Vinh Petroleum Joint Stock Company	6,086,313,727	148,569,458
Cai Lan Petroleum Joint Stock Company	5,898,960,629	7,079,215,918
Central PetroVietnam Oil Joint Stock Company	5,809,769,693	3,532,972,807
Vietnam Oil and Gas Group	5,228,747,513	52,648,201,638
Phu My Petroleum Production and Processing Joint Stock Company	5,227,352,111	31,420,708,022
Ha Giang Petroleum Tourism and Trading Joint Stock Company	2,977,928,163	1,739,841,914
Sai Gon Petroleum Joint Stock Company	2,722,463,485	1,430,625,185
Thua Thien Hue Petroleum Joint Stock Company	2,269,702,737	4,451,281,101
PetroVietnam Technical Services Corporation	2,040,000,000	2,071,175,000
Nam Dinh Petroleum Joint Stock Company	2,025,481,536	2,044,651,334
Phu Yen Petroleum Joint Stock Company	2,018,976,084	4,085,218,431
Thai Binh Petroleum Services Joint Stock Company	1,865,242,327	1,163,332,400
Binh Thuan Petroleum Joint Stock Company	1,639,408,009	214,021,429
PV Oil Lube Joint Stock Company	1,620,626,650	1,229,500,540
Thu Duc Trading and Import Export Joint Stock Company	1,617,514,898	-
PTSC Quang Ngai Joint Stock Company	1,581,006,820	-
Thanh Hoa Petroleum Joint Stock Company	1,347,962,648	482,112,809
Hai Phong PetroVietnam Oil Joint Stock Company	884,986,209	316,783,839
Bac Lieu Petroleum Joint Stock Company	322,495,455	859,420,293
PetroVietnam Biofuels Joint Stock Company	93,262,000	-
Tay Ninh Petroleum Joint Stock Company	1,083,727	21,684,235
Bien Dong Petroleum Operating Company	-	130,863,380,478
PetroVietnam Exploration Production Corporation	-	10,443,740,516
PetroVietnam Central Biofuels Joint Stock Company	-	1,662,990,000

Salary, allowance and remuneration of the Board of Directors including the Chief Executive Officer; salary of the Board of Controllers, Executive Officers and the Chief Accountant for the year:

	Current year	Prior year
	VND	VND
Salary, allowance and remuneration of the Board of Directors (including the CEO)	7,519,426,390	4,649,461,759
Salary of the Board of Controllers	3,143,627,510	2,184,732,138
Salary of the Executive Officers and Chief Accountant	7,327,874,100	5,617,306,103

Significant related party balances as at the balance sheet date were as follows:

	Closing balance	Opening balance
	VND	VND
Trade receivables	2,262,609,466,677	2,124,012,523,630
Petec Trading and Investment Corporation - JSC (PETEC)	607,569,396,803	532,119,750,946
Ninh Binh Petroleum Joint Stock Company	300,322,010,800	258,610,757,314
Sai Gon Petroleum Joint Stock Company	167,414,837,343	174,031,125,542
Vung Tau Petroleum Joint Stock Company	166,671,803,183	78,271,582,368
Phu Tho Petroleum Joint Stock Company	138,267,553,150	121,486,759,352
Hanoi Petroleum Joint Stock Company	134,233,931,954	114,185,524,644
Me Kong Petroleum Joint Stock Company	121,579,557,685	115,647,008,144
Cai Lan Petroleum Joint Stock Company	106,990,690,885	47,712,547,977
Thanh Hoa Petroleum Joint Stock Company	90,943,223,972	57,274,225,716
Vung Ang Petroleum Joint Stock Company	80,838,015,536	42,347,606,038
Nam Dinh Petroleum Joint Stock Company	77,794,032,311	86,401,742,760
Binh Thuan Petroleum Joint Stock Company	45,375,564,751	45,402,078,895
Bac Lieu Petroleum Joint Stock Company	39,679,473,325	24,901,572,334
PetroVietnam Oil Lao Company Limited	28,680,809,767	-
Tra Vinh Petroleum Joint Stock Company	25,433,979,004	24,596,728,745
Binh Son Refining and Petrochemical Joint Stock Company	24,790,710,914	14,163,921,650
PV Oil Lube Joint Stock Company	20,895,104,921	2,131,497,268
Phu Yen Petroleum Joint Stock Company	18,960,421,862	14,867,377,940
VietsovPetro Joint Venture	15,245,629,544	14,101,095,248
Thai Binh Petroleum Joint Stock Company	14,987,387,319	3,404,532,091
Hai Phong PetroVietnam Oil Joint Stock Company	13,699,836,988	148,529,683,127
Nghi Son Petroleum Products Distribution Branch - Vietnam Oil and Gas Group	7,762,133,610	-
PetroVietnam Exploration Production Corporation	6,474,248,242	16,701,992,063
PV OIL Singapore Pte. Ltd.	2,803,964,000	7,312,460,750
Orient Biofuels Company Limited	2,160,324,960	2,160,324,960
Dung Quat Oil Refinery Plant Project Management Board	1,362,230,984	1,362,230,984
Central PetroVietnam Oil Joint Stock Company	749,352,487	109,551,707,652
Bien Dong Petroleum Operating Company	726,766,810	1,096,322,305
Vietnam Oil and Gas Group	133,017,812	-
Phu My Petroleum Production and Processing Joint Stock Company	32,458,320	368,931,480
Tay Ninh Petroleum Joint Stock Company	30,997,435	14,668,039,917
Duong Dong Kien Giang Petroleum Joint Stock Company	-	41,434,776,646
Ha Giang Petroleum Tourism and Trading Joint Stock Company	-	9,077,685,598
PetroVietnam Gas Joint Stock Corporation (PVGas)	-	82,693,380
Thua Thien Hue Petroleum Joint Stock Company	-	8,239,796

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Advances to suppliers	13,758,529,201	31,952,501,336
Orient Biofuels Company Limited	7,453,015,602	7,653,015,602
PTSC Quang Ngai Joint Stock Company	3,883,837,640	-
Petrovietnam Engineering Consultancy Joint Stock Company	1,800,000,000	-
Petroleum Trading Joint Stock Company (Petechim)	621,675,959	621,675,959
Vietnam Oil and Gas Group Branch - Bien Dong	-	18,557,341,547
Petroleum Operating Company Block 05-3	-	-
Vietnam Oil and Gas Group Branch - Bien Dong	-	5,120,468,228
Petroleum Operating Company Block 05-2	-	-
Other receivables	3,895,620,688,564	2,075,768,034,916
Binh Son Refining and Petrochemical Joint Stock Company	3,306,751,489,819	1,601,378,020,950
PV OIL Singapore Pte. Ltd.	511,227,458,690	369,143,638,716
Petroleum Trading Joint Stock Company (Petechim)	22,978,080,279	27,768,049,087
VietsovPetro Joint Venture	17,927,132,472	35,233,604,936
PetroVietnam Exploration Production Corporation	10,239,032,046	7,121,383
Phu Tho Petroleum Joint Stock Company	8,265,664,042	15,180,461,841
Vietnam Petroleum Oil Transport Joint Stock Company	6,271,185,754	6,872,209,149
Vietnam Oil and Gas Group	2,501,727,592	2,346,281,910
Sai Gon Petroleum Joint Stock Company	1,799,474,821	1,799,474,821
PetroVietnam Biofuels Joint Stock Company	1,747,671,157	1,747,671,157
Hanoi Petroleum Joint Stock Company	1,473,472,563	3,781,221,623
Thanh Hoa Petroleum Joint Stock Company	1,434,449,064	918,857,406
Vietnam Public Joint Stock Commercial Bank	1,262,465,752	543,232,878
Tra Vinh Petroleum Joint Stock Company	847,484,173	52,263,654
PetroVietnam Oil Stockpile Company Limited	512,515,240	512,515,240
Thu Duc Trading and Import Export Joint Stock Company	200,200,000	-
Petec Trading and Investment Corporation - JSC (PETEC)	79,706,879	2,881,418,694
Cai Lan Petroleum Joint Stock Company	65,327,512	322,627,783
Cuu Long Joint Operating Company	29,204,513	29,204,513
PV Oil Lube Joint Stock Company	6,946,196	-
Central PetroVietnam Oil Joint Stock Company	-	2,500,000,000
Ninh Binh Petroleum Joint Stock Company	-	1,875,742,970
Thai Binh Petroleum Joint Stock Company	-	349,702,308
Hai Phong PetroVietnam Oil Joint Stock Company	-	291,528,943
Nam Dinh Petroleum Joint Stock Company	-	158,339,238
Me Kong Petroleum Joint Stock Company	-	55,368,478
Bac Lieu Petroleum Joint Stock Company	-	14,191,264
Vung Ang Petroleum Joint Stock Company	-	5,285,974

	Closing balance	Opening balance
	VND	VND
Trade payables	4,671,441,088,697	2,214,036,783,318
Binh Son Refining and Petrochemical Joint Stock Company	2,365,350,973,092	944,265,324,925
Nghi Son Petroleum Products Distribution Branch - Vietnam Oil and Gas Group	1,806,200,083,832	786,001,646,472
Phu My Petroleum Production and Processing Joint Stock Company	392,768,433,108	389,522,270,516
PetroVietnam Transportation Corporation	47,420,381,577	70,767,827,739
Vietnam Petroleum Oil Transport Joint Stock Company	21,712,591,730	9,489,752,558
PetroVietnam Infrastructure and Urban Investment Joint Stock Company	5,414,895,656	4,991,026,528
Ninh Binh Petroleum Joint Stock Company	4,800,000,000	-
Me Kong Petroleum Joint Stock Company	4,149,807,421	-
PetroVietnam Gas Joint Stock Corporation (PVGas)	3,827,584,127	2,224,215,174
Vung Ang Petroleum Joint Stock Company	3,311,978,810	-
Petec Trading and Investment Corporation - JSC (PETEC)	2,976,077,567	-
Vietnam Energy Inspection Corporation	2,870,039,350	2,492,953,286
Dung Quat Oil Refinery Plant Project Management Board	1,954,237,323	1,954,237,323
Cai Lan Petroleum Joint Stock Company	1,762,542,342	-
PTSC Quang Ngai Joint Stock Company	1,739,107,502	-
Binh Thuan Petroleum Joint Stock Company	1,373,707,000	-
Vung Tau Petroleum Joint Stock Company	687,420,250	-
Thai Binh Petroleum Services Joint Stock Company	521,344,560	-
Bac Lieu Petroleum Joint Stock Company	427,634,000	-
Tra Vinh Petroleum Joint Stock Company	421,949,765	-
Phu Yen Petroleum Joint Stock Company	301,755,435	-
Petrovietnam Securities Joint Stock Company	249,500,000	920,500,000
Sai Gon Petroleum Joint Stock Company	243,257,990	207,748,390
Phu Tho Petroleum Joint Stock Company	215,012,149	215,012,149
Petroleum Equipment Assembly and Metal Structure Joint Stock Company	210,186,648	220,714,963
PetroVietnam Technical Services Corporation	187,000,000	187,000,000
Viện Dầu Khí Việt Nam	171,578,000	-
Thai Binh Petroleum Joint Stock Company	63,610,059	47,904,589
PetroVietnam Engineering Consultancy Joint Stock Company	56,115,138	56,115,138
Hai Phong PetroVietnam Oil Joint Stock Company	35,330,250	26,324,930
PV Oil Lube Joint Stock Company	13,735,920	326,990,400
Hanoi Petroleum Joint Stock Company	3,218,096	-
Petroleum Trading Joint Stock Company (Petechim)	-	74,690,000
Materials - Petroleum Joint Stock Company (Comeco)	-	44,528,238
Advances from customers	2,367,030,127	60,866,806,040
Tay Ninh Petroleum Joint Stock Company	2,367,030,127	-
Thua Thien Hue Petroleum Joint Stock Company	-	60,757,366,655
Thanh Hoa Petroleum Joint Stock Company	-	31,486,439
Phu Yen Petroleum Joint Stock Company	-	28,511,786
Binh Thuan Petroleum Joint Stock Company	-	22,554,073
Nam Dinh Petroleum Joint Stock Company	-	15,481,467
Tra Vinh Petroleum Joint Stock Company	-	7,225,787
Central PetroVietnam Oil Joint Stock Company	-	4,179,833

	<u>Closing balance</u> VND	<u>Opening balance</u> VND
Short-term accrued expenses	6,348,304,832	72,370,313,893
Nghi Son Petroleum Products Distribution Branch - Vietnam Oil and Gas Group	4,431,885,502	2,103,834,577
PetroVietnam Transportation Corporation	1,916,419,330	2,929,452,934
Vietnam Oil and Gas Group (Contract DK Block 06.1)	-	26,939,944,629
Vietnam Oil and Gas Group Branch - Bien Dong Petroleum Operating Company Block 05-3	-	21,060,272,752
PetroVietnam Exploration Production Corporation	-	10,110,254,916
Vietnam Oil and Gas Group Branch - Bien Dong Petroleum Operating Company Block 05-2	-	5,810,031,275
Vietnam Oil and Gas Group	-	3,416,522,810
Other payables	1,836,172,573,859	1,731,578,882,700
VietsovPetro Joint Venture	1,640,353,495,391	1,481,102,436,231
PetroVietnam Exploration Production Corporation	195,594,690,666	208,058,350,803
PetroVietnam Gas Joint Stock Corporation (PVGas)	-	42,193,707,864
Vietnam Oil and Gas Group	224,387,802	224,387,802

37. SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Supplemental non-cash disclosures

Cash outflows for purchases of fixed assets and construction in progress during the year exclude VND 25,897,779,245 (prior year: VND 3,364,379,055), representing an addition in fixed assets and construction in progress during the year that has not yet been paid for, and include VND 9,376,543,977 (prior year: VND 502,521,836), representing advance payments for fixed assets purchased. Consequently, changes in payables and changes in receivables have been adjusted by the respective amounts.

Interest earned, dividends and profits received during the year exclude an amount of VND 185,441,769,376 (prior year: VND 146,241,188,341) representing interest income and dividends income earned during the year that have not yet been received. Consequently, changes in receivables have been adjusted by the same amounts.



38. SIGNIFICANT EVENT IN THE YEAR


The pandemic caused by the new Corona virus ("Covid-19") has been affecting the global and domestic economy. The Corporation's business activities have been indirectly influenced by the happenings of the Covid-19 pandemic in Vietnam. The Board of Management has assessed the impact of Covid-19 pandemic on the financial situation and business activities, and followed the Government's policies to implement all necessary measures to limit the pandemic's negative effects to the Corporation's activities during the year. The Board of Management also believes that Covid-19 pandemic does not affect the Corporation's ability to continue as a going concern.



Nguyen Thuy Dung
Preparer



Nguyen Ngoc Ninh
Chief Accountant



Doan Van Nhuom
Chief Executive Officer

16 March 2022