

PETROVIETNAM OIL CORPORATION

(Incorporated in the Socialist Republic of Vietnam)

AUDITED SEPARATE FINANCIAL STATEMENTS

For the year ended 31 December 2023

PETROVIETNAM OIL CORPORATION

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

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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 2023.

THE BOARDS OF DIRECTORS AND MANAGEMENT

The members of the Boards of Directors and Management of the Corporation 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
Mr. Nguyen Mau Dung	Member
Mr. Le Van Nghia	Member
Mr. Tran Hoai Nam	Member
Mr. Nguyen Dang Trinh	Member (assigned on 27 April 2023)
Mr. Nguyen Xuan Quyen	Independent member (assigned on 27 April 2023)
Mr. Hang Anh Minh	Member (resigned on 27 April 2023)
Mr. Le Ngoc Quang	Member (resigned on 27 April 2023)

Board of Management

Mr. Doan Van Nhuom	Chief Executive Officer
Mr. Vo Khanh Hung	Vice Chief Executive Officer
Mr. Nguyen Tuan Tu	Vice Chief Executive Officer
Mr. Nguyen Dang Trinh	Vice Chief Executive Officer
Ms. Le Thi Thu Huong	Vice Chief Executive Officer (assigned on 15 August 2023)
Mr. Hoang Dinh Tung	Vice Chief Executive Officer (assigned on 15 August 2023)
Mr. Vu Hoai Lam	Vice Chief Executive Officer (resigned on 8 August 2023)
Mr. Nguyen Anh Toan	Vice Chief Executive Officer (resigned on 1 July 2023)

THE 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 separate financial position of the Corporation as at 31 December 2023, and its separate financial performance and its separate cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to separate 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)

THE 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 separate 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 separate 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

1 March 2024

No.: 0353 /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 1 March 2024 as set out from page 05 to page 43, which comprise the separate balance sheet as at 31 December 2023, the separate statement of income, separate 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 separate 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 (Continued)

Basis for Qualified Opinion

As stated in Note 18 of the Notes to the separate financial statements, as at 31 December 2023, the Corporation has reported the investments in PetroVietnam Biofuels Joint Stock Company ("PVB") on the item "Investments in joint-ventures, associates" with the amount of cost of VND 285,506,255,661 (as at 31 December 2022: VND 285,506,255,661), and made a provision for this investment with the amount of VND 38,475,189,606 (as at 31 December 2022: VND 37,352,489,585) based on PVB's unaudited financial statements for the financial year ended 31 December 2022, which was prepared on a going concern basis. At the date of this report, the Corporation has been still waiting for approvals from competent authorities to implement a bankruptcy plan for PVB. Based on the current available information, we were unable to obtain sufficient appropriate audit evidence about the provision for the investment in PVB for the financial year ended 31 December 2023. 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 separate financial position of the Corporation as at 31 December 2023, and its separate financial performance and its separate cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to separate 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. 0138-2023-001-1

DELOITTE VIETNAM AUDIT COMPANY LIMITED

1 March 2024

Hồ Chí Minh City, S.R. Vietnam

in

Ton That Tien

Auditor

Audit Practising Registration Certificate

No. 4326-2023-001-1



SEPARATE BALANCE SHEET
As at 31 December 2023

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
A. CURRENT ASSETS	100		24,999,500,301,810	20,886,637,246,504
I. Cash and cash equivalents	110	5	4,211,865,687,164	3,430,430,567,878
1. Cash	111		3,310,851,687,164	2,059,416,567,878
2. Cash equivalents	112		901,014,000,000	1,371,014,000,000
II. Short-term financial investments	120		9,643,332,364,697	7,553,332,364,697
1. Held-to-maturity investments	123	6	9,643,332,364,697	7,553,332,364,697
III. Short-term receivables	130		8,603,521,899,421	7,521,683,529,931
1. Short-term trade receivables	131	7	4,236,135,202,941	2,932,705,039,809
2. Short-term advances to suppliers	132		91,225,494,305	61,202,988,403
3. Other short-term receivables	136	8	4,323,976,642,542	4,575,590,942,086
4. Provision for short-term doubtful debts	137	9	(47,815,440,367)	(47,815,440,367)
IV. Inventories	140	10	2,236,119,044,452	2,027,008,527,506
1. Inventories	141		2,250,179,019,522	2,027,008,527,506
2. Provision for devaluation of inventories	149		(14,059,975,070)	-
V. Other short-term assets	150		304,661,306,076	354,182,256,492
1. Short-term prepayments	151	11	8,182,952,837	17,160,578,182
2. Value added tax deductibles	152	12	88,451,948,544	154,006,159,309
3. Taxes and other receivables from the State budget	153	13	208,026,404,695	183,015,519,001

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

SEPARATE BALANCE SHEET (Continued)

As at 31 December 2023

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
B. NON-CURRENT ASSETS	200		5,817,509,297,945	5,355,423,942,386
I. Long-term receivables	210		18,739,476,800	20,323,926,500
1. Other long-term receivables	216	8	18,739,476,800	20,323,926,500
II. Fixed assets	220		1,187,452,652,237	1,235,992,240,837
1. Tangible fixed assets	221	14	722,263,282,482	756,088,168,865
- Cost	222		3,018,632,816,317	2,935,861,962,374
- Accumulated depreciation	223		(2,296,369,533,835)	(2,179,773,793,509)
2. Intangible assets	227	15	465,189,369,755	479,904,071,972
- Cost	228		571,362,528,192	573,797,570,864
- Accumulated amortisation	229		(106,173,158,437)	(93,893,498,892)
III. Long-term assets in progress	240		13,119,551,803	14,145,066,647
1. Construction in progress	242	16	13,119,551,803	14,145,066,647
IV. Long-term financial investments	250		4,078,715,002,787	3,811,832,079,778
1. Investments in subsidiaries	251	17	3,553,312,512,198	3,323,632,497,198
2. Investments in joint-ventures, associates	252	18	1,003,522,960,075	1,003,522,960,075
3. Equity investments in other entities	253	19	66,140,222,387	66,140,222,387
4. Provision for impairment of long-term financial investments	254	6	(544,260,691,873)	(581,463,599,882)
V. Other long-term assets	260		519,482,614,318	273,130,628,624
1. Long-term prepayments	261	11	511,011,296,412	265,367,282,018
2. Deferred tax assets	262		8,471,317,906	7,763,346,606
TOTAL ASSETS (270=100+200)	270		30,817,009,599,755	26,242,061,188,890

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

SEPARATE BALANCE SHEET (Continued)


As at 31 December 2023

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
C. LIABILITIES	300		19,825,038,561,040	15,437,358,017,005
I. Current liabilities	310		19,816,544,119,086	15,424,964,432,453
1. Short-term trade payables	311	20	7,972,945,456,383	8,604,953,647,171
2. Short-term advances from customers	312		22,222,023,157	662,335,992
3. Taxes and amounts payables to the State budget	313	13	87,176,162,773	16,715,823,127
4. Payables to employees	314		117,090,297,340	102,967,230,188
5. Short-term accrued expenses	315	21	187,724,591,930	189,457,974,362
6. Short-term unearned revenue	318		5,534,509,091	-
7. Other current payables	319	22	5,003,506,177,694	4,512,991,926,658
8. Short-term borrowings	320	23	6,370,923,133,927	2,309,770,133,980
9. Short-term provisions	321		-	30,397,016,205
10. Bonus and welfare funds	322		193,750,167,280	170,447,287,469
11. Price stabilization fund	323	24	(144,328,400,489)	(513,398,942,699)
II. Long-term liabilities	330		8,494,441,954	12,393,584,552
1. Long-term borrowings	338	25	7,097,580,212	9,463,440,282
2. Scientific and technological development fund	343		1,396,861,742	2,930,144,270
D. EQUITY	400		10,991,971,038,715	10,804,703,171,885
I. Owners' equity	410	26	10,991,971,038,715	10,804,703,171,885
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. Retained earnings	421		649,676,038,715	462,408,171,885
- Retained earnings accumulated to the prior year end	421a		253,791,271,885	24,803,028,154
- Retained earnings of the current year	421b		395,884,766,830	437,605,143,731
TOTAL RESOURCES (440=300+400)	440		30,817,009,599,755	26,242,061,188,890


Nguyen Thuy Dung
Preparer


Nguyen Ngoc Ninh
Chief Accountant


Doan Van Nhuom
Chief Executive Officer

1 March 2024

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


SEPARATE INCOME STATEMENT
For the year ended 31 December 2023

Unit: VND


ITEMS	Codes	Notes	Current year	Prior year
1. Gross revenue from goods sold and services rendered	01	28	81,662,752,849,313	73,166,458,546,386
2. Net revenue from goods sold and services rendered (10=01)	10		81,662,752,849,313	73,166,458,546,386
3. Cost of goods sold and services rendered	11	29	80,258,318,314,925	71,442,994,219,919
4. Gross profit from goods sold and services rendered (20=10-11)	20		1,404,434,534,388	1,723,464,326,467
5. Financial income	21	31	866,007,883,985	560,884,212,951
6. Financial expenses	22	32	335,727,166,143	278,803,749,614
- In which: Interest expense	23		235,599,916,461	155,894,982,447
7. Selling expenses	25	33	969,427,945,637	990,112,558,382
8. General and administration expenses	26	33	384,330,060,551	359,546,372,577
9. Operating profit (30=20+(21-22)-(25+26))	30		580,957,246,042	655,885,858,845
10. Other income	31	34	31,456,986,717	14,372,031,088
11. Other expenses	32	34	1,895,304,398	13,468,994,432
12. Profit from other activities (40=31-32)	40		29,561,682,319	903,036,656
13. Accounting profit before tax (50=30+40)	50		610,518,928,361	656,788,895,501
14. Current corporate income tax expense	51	35	109,897,545,753	109,203,098,376
15. Deferred corporate tax (income)	52	35	(707,971,300)	(7,763,346,606)
16. Net profit after corporate income tax (60=50-51-52)	60		501,329,353,908	555,349,143,731



Nguyen Thuy Dung
Preparer



Nguyen Ngoc Ninh
Chief Accountant



Doan Van Nhuom
Chief Executive Officer

1 March 2024

SEPRATE CASH FLOW STATEMENT
For the year ended 31 December 2023
(Under the indirect method)

Unit: VND

ITEMS	Codes	Current year	Prior year
I. CASH FLOWS FROM OPERATING ACTIVITIES			
1. <i>Profit before tax</i>	01	610,518,928,361	656,788,895,501
2. <i>Adjustments for:</i>			
Depreciation and amortisation of fixed assets	02	132,657,886,936	160,223,541,127
Provisions	03	(53,539,949,144)	31,815,990,365
Foreign exchange loss/(gain) arising from translating foreign currency items	04	1,166,213,799	(3,033,729,343)
(Gain) from investing activities	05	(777,284,385,375)	(482,255,574,786)
Interest expense	06	235,599,916,461	155,894,982,447
Other adjustments (i)	07	369,070,542,210	263,291,235,556
3. <i>Operating profit before movements in working capital</i>	08	518,189,153,248	782,725,340,867
(Increases) in receivables	09	(825,375,576,968)	(844,203,501,816)
(Increases) in inventories	10	(223,170,492,016)	(640,960,925,102)
(Decrease)/increase in payables (excluding accrued loan interest and corporate income tax payable)	11	(6,542,342,153)	4,321,724,559,480
(Increases) in prepaid expenses	12	(166,698,216,766)	(8,583,522,720)
Interest paid	14	(237,727,350,586)	(157,573,812,853)
Corporate income tax paid	15	(81,188,487,856)	(148,461,763,480)
Other cash outflows	17	(85,445,989,795)	(48,423,540,252)
<i>Net cash (used in)/generated by operating activities</i>	20	(1,107,959,302,892)	3,256,242,834,124
II. CASH FLOWS FROM INVESTING ACTIVITIES			
1. Acquisition and construction of fixed assets and other long-term assets	21	(205,605,430,632)	(265,450,751,092)
2. Proceeds from sale, disposal of fixed assets and other long-term assets	22	316,342,000	1,042,770,000
3. Cash outflow for lending, buying debt instruments of other entities	23	(10,239,531,164,697)	(7,653,332,364,697)
4. Cash recovered from lending, selling debt instruments of other entities	24	8,149,531,164,697	7,933,031,164,697
5. Equity investments in other entities	25	(229,680,015,000)	(23,460,140,000)
6. Cash recovered from investments in other entities	26	-	13,271,000,000
7. Interest earned, dividends and profits received	27	562,613,576,721	450,205,046,068
<i>Net cash (used in)/generated by investing activities</i>	30	(1,962,355,526,911)	455,306,724,976

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

SEPARATE CASH FLOW STATEMENT (Continued)

For the year ended 31 December 2023

(Under the indirect method)

Unit: VND

ITEMS	Codes	Current year	Prior year
III. CASH FLOWS FROM FINANCING ACTIVITIES			
1. Proceeds from borrowings	33	22,943,860,811,663	16,995,699,295,266
2. Repayment of borrowings	34	(18,885,073,671,786)	(18,894,996,456,464)
3. Dividends and profits paid	36	(205,889,894,270)	(361,930,649,500)
Net cash generated by/(used in) financing activities	40	3,852,897,245,607	(2,261,227,810,698)
Net increases in cash (50=20+30+40)	50	782,582,415,804	1,450,321,748,402
Cash and cash equivalents at the beginning of the year	60	3,430,430,567,878	1,982,655,735,482
Effects of changes in foreign exchange rates	61	(1,147,296,518)	(2,546,916,006)
Cash and cash equivalents at the end of the year (70=50+60+61)	70	4,211,865,687,164	3,430,430,567,878


- (i) Include the adjustments for appropriation and use of the Price Stabilization Fund and interest on the negative balance of the Fund with the amounts of VND 611,253,108,416 and VND (238,373,781,530) and VND (3,808,784,676) respectively.



Nguyen Thuy Dung
Preparer



Nguyen Ngoc Ninh
Chief Accountant



Doan Van Nhuom
Chief Executive Officer

1 March 2024

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 1 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 - Joint Stock Company under the 17th amended Business Registration Certificate dated 1 August 2018 and its 19th amendment of Business Registration Certificate dated 13 December 2022. 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 2023 was 683 (as at 31 December 2022: 700).

Operating industries and principal activities

The principal activities of the Corporation:

- Trading of petroleum products: Trade and import/export of Ethanol products; Trade of oil products and crude oil domestically and overseas; Distribution and trading of oil products; Production of Ethanol products and oil products; Trade of jet fuel; Import/export of oil products and products made from oil/chemicals; Trade and import/export materials/equipment supporting processing and trade of oil products; Trade of materials/equipment/chemicals for production of oil products; Trading of fertilizers and petrochemical products.
- Services: Warehouse rental; Renting cars, other motor vehicles, oil depots, petrol stations, oil blending equipment system; Shipping agent; Ship brokerage and supply, transportation of crude oil and oil products; Operation of seaports and inland waterway ports; Supporting activities related to coastal, ocean transport and inland waterway transport; Operation of bus stations and car parks; Hotel business and tourism; Maintenance and repair of automobiles and other motor vehicles, motorcycles and motorbikes; Bidding consultation; Building of oil products storage tank system; Petroleum sampling, analysis and testing services; Advertise in oil depots, petrol stations and tank trucks.

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 2023 include:

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

As at 31 December 2023, the Corporation has 27 subsidiaries, 07 associates and 03 joint ventures. Details of subsidiaries, associates and joint ventures are presented in Note 17 and Note 18.

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 2022.

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 separate 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 for the year ended 31 December 2023 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. NEW ACCOUNTING GUIDANCE ISSUED APPLIES IN THIS YEAR

On 07 February 2023, the Ministry of Finance issued Circular No. 08/2023/TT-BTC ("Circular 08") to annul the entire Circular No. 86/2016/TT-BTC dated 20 June 2016 of the Ministry of Finance on guiding a number of contents on the provision fund for environmental risks and damage compensation according to the Decree No. 19/2015/ND-CP dated 14 February 2015 of Government regulating on implementation of the Law on Environmental Protection. Accordingly, the balance of the provision fund for environmental risks and damage compensation that has been made but not utilized since the effective date of Circular 08 is recorded in other income of the financial year in 2023 (Details stated in Note 34). The Circular 08 takes effect from 24 March 2023 and applies to the financial year in 2023.

The Corporation has applied Circular 08 on the separate financial statements of the Corporation for the year ended 31 December 2023.

4. 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, demand deposits, cash in transit and short-term, highly liquid investments (not exceeding 3 months) 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 separate 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 over which the Company has control. Control is achieved where the Company has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

Investments 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 separate 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 (with or without a legal entity) in which each venturer has an interest are referred to as jointly controlled entities and venturers earn profit arising from the activities of the business cooperation.

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.

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 2023 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 separate 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 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 separate income statement.

Leasing

Leases where substantially all the rewards and risks of ownership of assets remain with the leasing company are accounted for as operating leases. Rentals payable under operating leases are charged to the separate income statement on a straight-line basis over the term of the relevant lease. Benefits received and receivable as an incentive to enter into an operating lease are also spread on a straight-line basis over the lease term.

Intangible fixed assets and amortisation

Intangible fixed 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 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.

According to the State's regulations on investment and construction management, the settled costs of completed construction projects are subject to approval by appropriate level of competent authorities. The final costs of these completed construction projects may vary depending on the final approval by competent authorities.

Prepayments

Prepayments are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepayments comprise prepaid office rental, land rental, land use rights, privilege of land rent rights and other types of prepayments.

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

Land use rights represent land use rights that do not meet the conditions to be recognised as intangible assets and are charged to the separate income statement using the straight-line method over the lease term.

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 separate income statement using the straight-line method in accordance with the current prevailing accounting regulations.

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 in accordance with the guidelines in 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) on determination of basic prices, establishment, management and allocation of price stabilization funds and control of petrol and oil prices under the Government's Decree No. 83/2014/ND-CP on petrol and oil business dated 03 September 2014 and Joint Circular No. 90/2016/TTLT-BCT-BTC of the Ministry of Finance and Ministry of Industry and Trade dated 24 June 2014 (effective from 15 August 2016) amendments to a number of articles of the aforementioned Joint Circular No.39/2014/TTLT-BCT-BTC dated 29 October 2014; Circular 103/2021/TT-BTC ("Circular 103") issued by the Ministry of Finance on 18 November 2023 provides guidance on methods of appropriation, utilisation and management of the petroleum price stabilization fund as prescribed in Decree No. 95/2021/ND-CP dated 1 November 2021 which amends and supplements several articles of Decree No. 83/2014/ND-CP dated 3 September 2014 on petrol and oil trading. Furthermore, Government Decree No. 80/2023/ND-CP dated 17 November 2023 amending and supplementing a number of articles of the Government's Decree No. 95/2021/ND-CP dated 1 November 2021 and the Government's Decree No. 83/2014/ND-CP dated 3 September 2014 on petrol and oil trading.

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

The petroleum price stabilization fund is utilized according to directives issued by the Ministry of Industry and Trade in each period. The utilization of the petroleum price stabilization fund is based on actual consumption volumes, multiplied by the usage rate per liter of petroleum as regulated by the Ministry of Industry and Trade."

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 year by reference to the percentage of completion of the transaction at the balance sheet date of that year. 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 rate of Joint Stock Commercial Bank for Foreign Trade of Vietnam on the same date. Exchange differences arising from the translation of these accounts are recognised in the separate 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 2023. 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 2023 of the Corporation.

Borrowing costs

Borrowing costs are recognised in the separate income statement in the period when incurred unless they are capitalised in accordance with Vietnamese Accounting Standard No. 16 "Borrowing costs". Accordingly, borrowing costs are 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.

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 separate 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 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 Corporation's 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.

5. CASH AND CASH EQUIVALENTS

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Cash on hand	788,616,183	283,494,895
Bank demand deposits (i)	3,310,063,070,981	2,059,133,072,983
Cash equivalents (i)	901,014,000,000	1,371,014,000,000
	<u>4,211,865,687,164</u>	<u>3,430,430,567,878</u>

- (i) Cash equivalents as at 31 December 2023 represent Vietnam Dong term deposits with original terms from 1 week to 3 months at commercial banks, earning interest rates from 0.5% p.a. to 3.4% p.a. (as at 31 December 2022: from 1% p.a. to 6% p.a.).

As at 31 December 2023, cash and cash equivalents include demand deposits of VND 292,212,815 and USD 3,774,149.9 (as at 31 December 2022: VND 481,502,749 and USD 3,774,149.9) and deposits of VND 1,014,000,000 (as at 31 December 2022: VND 1,014,000,000) with original maturity of 03 months ("cash equivalents"); held-to-maturity investments include time deposits in the amount of VND 243,332,364,697 (as at 31 December 2022: VND 243,332,364,697) with original maturity from 6 to 12 months (as presented in Note 06) 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 the suspension of payment services for the business 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 of the Corporation has assessed and believes that these deposits will be unfrozen in the coming time depending on the decision of the State Bank of Vietnam.

6. FINANCIAL INVESTMENTS

	Closing balance		Opening balance	
	Cost	Carrying amount	Cost	Carrying amount
	VND	VND	VND	VND
a. Held-to-maturity investments				
Term deposits	9,643,332,364,697	9,643,332,364,697	7,553,332,364,697	7,553,332,364,697

Held-to-maturity deposits represent Vietnam Dong term deposits with original terms from 6 to 13 months at banks, earning interest rates from 4.7% p.a. to 9% p.a. (as at 31 December 2022: from 4.6% p.a. to 9% p.a.).

	Closing balance		Opening balance	
	Cost	Provision	Cost	Provision
	VND	VND	VND	VND
b. Long-term financial investments				
Investments in subsidiaries	3,553,312,512,198	(212,755,231,473)	3,323,632,497,198	(259,936,754,622)
Investments in joint-ventures, associates	1,003,522,960,075	(296,607,221,414)	1,003,522,960,075	(293,400,884,665)
Investments in other entities	66,140,222,387	(34,898,238,986)	66,140,222,387	(28,125,960,595)
	4,622,975,694,660	(544,260,691,873)	4,393,295,679,660	(581,463,599,882)

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.

7. SHORT-TERM TRADE RECEIVABLES

	Closing balance	Opening balance
	VND	VND
Trade receivables from related parties (Details stated in Note 37)	3,744,736,524,008	2,873,561,020,981
Others	491,398,678,933	59,144,018,828
	4,236,135,202,941	2,932,705,039,809

8. OTHER RECEIVABLES

	Closing balance VND	Opening balance VND
a. Other short-term receivables		
Receivables related to entrusted import-export activities (i)	3,394,245,414,682	3,754,474,247,131
- Binh Son Refining and Petrochemical Joint Stock Company	2,347,822,451,462	3,092,466,876,163
- Oil export from White Tiger Oil field	590,598,323,958	653,461,902,792
- Russia-Vietnam Joint Venture - VietsovPetro	455,824,639,262	8,545,468,176
BCC contract no. 13/2021/PVGAS/TT-PVOIL/D4 (ii)	305,514,166,317	500,530,344,425
Interest receivables	392,184,654,584	210,002,426,908
Special consumption taxes awaiting deduction, environmental protection tax and special preferential import tariffs awaiting returns (iii)	110,692,217,362	69,999,994,102
Receivables related to equitization (iv)	5,755,479,545	5,755,479,545
Overpaid profit after tax receivable from Vietnam Oil and Gas Group	2,346,281,910	2,346,281,910
Other receivables	113,238,428,142	32,482,168,065
	4,323,976,642,542	4,575,590,942,086
b. Other long-term receivables		
Receivables related to transfer of Petroland project	18,739,476,800	20,323,926,500
	18,739,476,800	20,323,926,500
In which: Other receivables from related parties (Details stated in Note 37)	2,934,482,813,472	3,801,778,286,369
(i) Represents receivables amount related to the implementation of purchase and import activities as entrusted.		
(ii) Represents the receivables related to Business Cooperation Contract No. 13/2021/PVGAS/TT-PVOIL/D4 ("Business Cooperation Contract" or "BCC") dated 21 January 2021 between the Corporation and PetroVietnam Gas Joint Stock Corporation ("PVGAS") to carry out economic activities together but do not form an independent legal entity. This activity is jointly controlled by the parties under the agreement of the BCC in the form of profit sharing after tax. According to the agreement between the parties, the Corporation is authorized to manage and operate the project as well as to record business results of the BCC and distribute profit after tax to the Corporation and PVGAS at the rate of 65% and 35%, respectively. Details of other short-term receivables relating to BCC are as follows:		
	Closing balance VND	Opening balance VND
Other receivables related to the implementation of BCC	298,128,407,135	500,530,344,425
Profit sharing after tax from business results of BCC (*)	7,385,759,182	-
	305,514,166,317	500,530,344,425
(*) During the year, the profit after tax corresponding to the proportion that PVOIL benefits from BCC is VND 35,778,036,715 (in 2022: VND 121,849,319,576), in which the outstanding balance related to the profit sharing after tax from business results of BCC as at 31 December 2023 is VND 7,385,759,182 (as at 31 December 2022: nil).		
(iii) Represents deductible special consumption taxes on condensate materials, and environmental protection tax and special preferential import tariffs which are refundable from the State budget.		
(iv) Represents expenses related to equitization. Such value may be subject to adjustment upon the final approval of competent authorities.		

9. BAD DEBTS

	Closing balance		Opening balance	
	Recoverable		Recoverable	
	Cost	amount	Cost	amount
	VND	VND	VND	VND
Cai Lan Shipbuilding Industry Co., Ltd	19,576,761,700	-	19,576,761,700	-
Orient Biofuels Co., Ltd	9,613,340,562	-	9,613,340,562	-
Nam Song Hau Petrochemical Trading JSC	7,799,179,244	-	7,799,179,244	-
Others	10,826,158,861	-	10,826,158,861	-
	47,815,440,367	-	47,815,440,367	-

Vietnamese Accounting Standards as well as current prevailing regulations provide no detailed guidance on the determination of the recoverable amount of receivables. Accordingly, as at 31 December 2023, the Corporation's Board of Management prudently assessed and determined the recoverable amount of receivables based on their book value less provision that had been made for doubtful debts.

10. INVENTORIES

	Closing balance		Opening balance	
	Cost	Provision	Cost	Provision
	VND	VND	VND	VND
Goods in transit	631,002,757,235	-	215,024,134,534	-
Raw materials	406,521,297,869	-	551,667,572,718	-
Tools and supplies	4,617,756,319	-	6,950,066,116	-
Finished goods	95,243,302,700	(2,784,367,524)	217,928,385,369	-
Merchandise	1,112,793,905,399	(11,275,607,546)	1,035,438,368,769	-
	2,250,179,019,522	(14,059,975,070)	2,027,008,527,506	-

As at 31 December 2023, the Board of Management made provision of VND 14,059,975,070 (in 2022: nil) for inventories whose realizable value is lower than cost.

11. PREPAYMENTS

	Closing balance	Opening balance
	VND	VND
a. Current	8,182,952,837	17,160,578,182
Others	8,182,952,837	17,160,578,182
b. Non-current	511,011,296,412	265,367,282,018
Prepayment for office rentals at No. 1 - 5 Le Duan Street, District 1, Ho Chi Minh City	180,536,985,199	185,447,927,765
Rent for operating the petrol stations	44,773,727,273	-
Tools and supplies	35,605,982,793	22,932,581,769
Land rental fees, value of land use rights	194,753,682,332	45,588,706,258
Repair, refurbish petrol stations and promote brand	24,398,288,330	-
Others	30,942,630,485	11,398,066,226
	519,194,249,249	282,527,860,200

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

12. VALUE ADDED TAX DEDUCTIBLES

Value added tax deductibles of the Corporation as at 31 December 2023 represent the portion of the input value added tax of the Corporation that has not been deducted. The deduction of this tax portion in the subsequent year will be subject to the tax declaration of the Corporation and the inspection and approval of the local tax authorities.

13. TAXES AND OTHER (RECEIVABLES FROM)/PAYABLES TO THE STATE BUDGET

	Opening balance	Payable during the year	Deductible amount/Paid during the year	Closing balance
	VND	VND	VND	VND
Taxes and amounts receivable from the State budget				
Value added tax on domestic goods	-	-	800,000	800,000
Corporate income tax	30,199,074,273	100,953,036,576	81,188,487,856	10,434,525,553
Special consumption tax	152,816,444,728	-	44,774,634,414	197,591,079,142
	183,015,519,001	100,953,036,576	125,963,922,270	208,026,404,695
Taxes and amounts payable to the State budget				
Value added tax on domestic goods	66,854,640	44,073,916,484	43,781,769,004	359,002,120
Value added tax on imported goods	-	1,477,400,436,272	1,477,400,436,272	-
Export and import duties	-	110,099,295,916	110,099,295,916	-
Personal income tax	5,042,317,511	47,600,781,218	46,215,423,815	6,427,674,914
Land and housing tax, land rental	-	69,970,627,356	69,970,627,356	-
Environmental protection tax	11,197,230,109	574,812,468,259	506,284,839,506	79,724,858,862
Other fees and charges	409,420,867	3,517,937,161	3,262,731,151	664,626,877
	16,715,823,127	2,327,475,462,666	2,257,015,123,020	87,176,162,773

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

14. 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	2,096,853,943,424	694,500,728,126	75,745,697,719	59,031,221,004	9,730,372,101	2,935,861,962,374
Additions	35,670,942,398	18,528,463,651	6,759,259,259	9,859,456,500	424,151,295	71,242,273,103
Transfer from construction in progress	5,226,702,595	7,244,681,161	-	-	-	12,471,383,756
Increases due to settlement approval	-	1,095,291,659	-	-	-	1,095,291,659
Disposals	(653,232,651)	(180,481,663)	(336,794,082)	(196,895,884)	-	(1,367,404,280)
Reclassifications	(4,735,056,406)	4,735,056,406	-	-	-	-
Others	(465,454,545)	(205,235,750)	-	-	-	(670,690,295)
Closing balance	2,131,897,844,815	725,718,503,590	82,168,162,896	68,693,781,620	10,154,523,396	3,018,632,816,317
ACCUMULATED DEPRECIATION						
Opening balance	1,527,576,842,569	537,179,500,160	64,414,851,673	43,162,377,844	7,440,221,263	2,179,773,793,509
Charge for the year	82,136,941,016	28,312,914,813	1,897,616,225	5,426,013,450	332,437,377	118,105,922,881
Disposals	(653,232,651)	(180,481,663)	(336,794,082)	(196,895,884)	-	(1,367,404,280)
Reclassifications	(288,609,805)	288,609,805	-	-	-	-
Others	(12,087,980)	(130,690,295)	-	-	-	(142,778,275)
Closing balance	1,608,759,853,149	565,469,852,820	65,975,673,816	48,391,495,410	7,772,658,640	2,296,369,533,835
NET BOOK VALUE						
Opening balance	569,277,100,855	157,321,227,966	11,330,846,046	15,868,843,160	2,290,150,838	756,088,168,865
Closing balance	523,137,991,666	160,248,650,770	16,192,489,080	20,302,286,210	2,381,864,756	722,263,282,482

The cost of the Corporation's tangible fixed assets as at 31 December 2023 includes about VND 413,730,296,328 (as at 31 December 2022: VND 211,070,554,621) of assets that have been fully depreciated but are still in use.

As stated in Note 25, the Corporation has pledged the works of Phu Tho petroleum depot with net book values as at 31 December 2023 amounting to VND 3,975,049,865 (as at 31 December 2022: VND 5,153,940,182) to secure bank facilities granted to the Corporation.

15. INCREASES, DECREASES IN INTANGIBLE FIXED ASSETS

	Land use rights VND	Computer software VND	Total VND
COST			
Opening balance	481,756,939,552	92,040,631,312	573,797,570,864
Additions	72,150,000,000	3,183,010,000	75,333,010,000
Reclassifications	(71,929,795,372)	-	(71,929,795,372)
Others	(5,838,257,300)	-	(5,838,257,300)
Closing balance	476,138,886,880	95,223,641,312	571,362,528,192
ACCUMULATED AMORTIZATION			
Opening balance	37,457,796,422	56,435,702,470	93,893,498,892
Charge for the year	7,588,435,104	6,963,528,951	14,551,964,055
Reclassifications	(1,961,623,089)	-	(1,961,623,089)
Others	(310,681,421)	-	(310,681,421)
Closing balance	42,773,927,016	63,399,231,421	106,173,158,437
NET BOOK VALUE			
Opening balance	444,299,143,130	35,604,928,842	479,904,071,972
Closing balance	433,364,959,864	31,824,409,891	465,189,369,755

The cost of the Company's intangible fixed assets as at 31 December 2023 includes VND 2,717,365,245 (as at 31 December 2022: VND 2,613,224,472) of assets which have been fully amortised but are still in use.

16. CONSTRUCTION IN PROGRESS

	Closing balance VND	Opening balance VND
Constructions at petrol stations	1,704,868,358	10,281,047,319
Project to install additional equipment and expand the output warehouse at the Nghi Son oil depot	3,181,981,993	-
The storage tank for Ron95 gasoline at the Quang Ngai warehouse	-	703,327,793
The project for maintenance, repair, and renovation of the Nghi Son oil depot warehouse	5,647,026,944	-
Other construction in progress	2,585,674,508	3,160,691,535
	13,119,551,803	14,145,066,647

17. INVESTMENTS IN SUBSIDIARIES

The Corporation's proportion of ownership interest and capital contribution to its direct subsidiaries as at 31 December 2023 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
Vietnam Petroleum Oil Transport One Member Co., Ltd (iii)	209,567,804,774	100.00%	100.00%	59,567,804,774
PetroVietnam Oil Thanh Hoa One Member Co., Ltd (ii)	139,584,363,443	100.00%	100.00%	59,904,348,443
PetroVietnam Oil Lao Petroleum Domestic Trading Sole Co., Ltd	134,520,658,726	100.00%	100.00%	134,520,658,726
PetroVietnam Oil Lao Co., Ltd	78,551,423,672	100.00%	100.00%	78,551,423,672
PetroVietnam Oil Bac Lieu One Member Co., Ltd	40,335,977,516	100.00%	100.00%	40,335,977,516
PetroVietnam Oil Tra Vinh One Member Co., Ltd	28,577,516,060	100.00%	100.00%	28,577,516,060
Petec Trading and Investment Corporation (i)	810,364,301,326	94.55%	95.09%	810,364,301,326
Me Kong Petroleum JSC	337,059,294,469	89.37%	89.37%	337,059,294,469
PetroVietnam Oil Cai Lan JSC	70,826,240,317	80.19%	80.19%	70,826,240,317
PetroVietnam Oil Binh Thuan JSC	70,009,916,425	79.68%	79.68%	70,009,916,425
PetroVietnam Oil Tay Ninh JSC	105,877,995,794	78.62%	78.62%	105,877,995,794
PVOIL Mien Trung JSC	152,739,037,713	72.29%	72.29%	152,739,037,713
Hai Phong PVOIL Petroleum JSC	63,846,506,524	72.00%	72.00%	63,846,506,524
PetroVietnam Oil Hanoi JSC	201,876,075,741	71.84%	71.84%	201,876,075,741
PetroVietnam Oil Phu Tho JSC	38,699,084,673	71.68%	71.68%	38,699,084,673
PetroVietnam Oil Thai Binh JSC	74,999,833,116	68.00%	68.00%	74,999,833,116
PetroVietnam Oil Phu My JSC	373,997,531,512	67.64%	67.64%	373,997,531,512
PetroVietnam Oil Phu Yen JSC	66,151,133,217	67.13%	67.13%	66,151,133,217
Sai Gon PetroVietnam Oil JSC	151,334,458,744	65.18%	66.93%	151,334,458,744
PetroVietnam Oil Lube JSC	59,947,983,022	62.66%	62.66%	59,947,983,022
PetroVietnam Oil Vung Tau JSC	114,732,823,809	57.18%	57.18%	114,732,823,809
PetroVietnam Oil Nam Dinh JSC	41,228,882,773	56.75%	56.75%	41,228,882,773
Vung Ang Petroleum JSC	53,675,000,000	56.50%	56.50%	53,675,000,000
Thu Duc Trading and Import Export JSC	79,599,663,922	51.01%	51.01%	79,599,663,922
Singapore International Oil Trading Co., Ltd	35,242,504,910	51.00%	51.00%	35,242,504,910
Thai Binh Petroleum Services JSC	14,280,000,000	51.00%	51.00%	14,280,000,000
PetroVietnam Oil Cambodia Public Limited Company	5,686,500,000	51.00%	51.00%	5,686,500,000
	3,553,312,512,198			3,323,632,497,198

- (i) As at 31 December 2023, the Corporation's capital contribution in PETEC Trading and Investment Corporation ("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. Due to various obstacles in the finalization of PETEC's equitization, the Corporation is working on with PVGAS to finalize and report to PVN on stopping the transfer of the Corporation's shares at PETEC to PVGAS.

- (ii) During the year, the Corporation has successfully received the transfer of shares from shareholders of PetroVietnam Oil Thanh Hoa JSC, thereby increasing the Corporation's proportion of ownership in this subsidiary to 100% and converting the business type of this subsidiary from joint stock company to one member limited company.
- (iii) On 27 December 2023, the Corporation contributed additional capital to the Vietnam Petroleum Oil Transport One Member Co., Ltd with an amount of VND 150,000,000,000 for the purpose of investing in transportation vehicles to serve business operations.

18. 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 2023 are as follows:

	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
Name of associates				
Phu Yen Cashew JSC (ii)	-	47.79%	47.79%	-
Thach Han Trading JSC	1,197,459,775	44.99%	44.99%	1,197,459,775
Materials - Petroleum JSC	335,225,848,000	44.79%	44.94%	335,225,848,000
PetroVietnam Biofuels JSC (i)	285,506,255,661	39.76%	39.76%	285,506,255,661
PetroVietnam Central Biofuels JSC	254,057,440,160	34.28%	34.28%	254,057,440,160
Petroleum Trading JSC	79,973,319,843	29.00%	29.00%	79,973,319,843
Ninh Binh Petroleum JSC	13,542,778,807	20.26%	33.33%	13,542,778,807
Name of joint-ventures				
Orient Biofuels Co., Ltd (ii)	-	30.20%		-
PetroVietnam Oil Stockpile Co., Ltd	13,585,359,052	19.00%		13,585,359,052
VINA Plasticizers Chemical Co., Ltd	20,434,498,777	15.00%		20,434,498,777
	1,003,522,960,075			1,003,522,960,075

- (i) According to Notice No. 385/TB-VPCP dated 02 October 2018 of the Government Office, the dissolution and bankruptcy plan for Phu Tho Biofuel Plant Project of PVB 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 is working on it with the remaining shareholders of the PetroVietnam Biofuels Joint Stock Company and relevant competent authorities to review and decide on the appropriate methods in accordance with their right and obligation as well as legal regulations. At the same time, the Corporation also hired a legal consulting company to find the most appropriate solution and implementation method for the aforementioned PetroVietnam Biofuels Plant Project. The Corporation has made provision for this investment with an amount of VND 38,475,189,606 as at 31 December 2023 (as at 31 December 2022: VND 37,352,489,585) based on PVB's unaudited financial statements for the financial year ended 31 December 2022, which was prepared on a going concern basis.

- (ii) The Corporation's 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/QĐ-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 JSC and Orient Biofuels Co., Ltd as at 31 December 2015 before revaluation for equitization are VND 51,707,577,602 and VND 198,044,907,747 respectively.

19. EQUITY INVESTMENTS IN OTHER ENTITIES

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND</u>	<u>VND</u>
Ca Mau Trading JSC	46,976,384,000	46,976,384,000
Lam Kinh Hotel JSC	10,549,395,047	10,549,395,047
Green Indochina Development JSC	7,263,016,037	7,263,016,037
Mekong Petroleum Transport JSC	1,351,427,303	1,351,427,303
	66,140,222,387	66,140,222,387

20. SHORT-TERM TRADE PAYABLES

	<u>Closing balance</u>		<u>Opening balance</u>	
	<u>Amount</u>	<u>Amount able to be paid off</u>	<u>Amount</u>	<u>Amount able to be paid off</u>
	<u>VND</u>	<u>VND</u>	<u>VND</u>	<u>VND</u>
Short-term trade payables to related parties (Details stated in Note 37)	7,445,437,654,463	7,445,437,654,463	7,577,392,267,619	7,577,392,267,619
BCC contract no. 13/2021/PVGAS/TT-PVOIL/D4 (i)	387,412,090,473	387,412,090,473	497,537,359,621	497,537,359,621
Others	140,095,711,447	140,095,711,447	530,024,019,931	530,024,019,931
	7,972,945,456,383	7,972,945,456,383	8,604,953,647,171	8,604,953,647,171

- (i) Represents the payables for purchasing base gasoline RON91 and diesel fuel bottom according to Business Cooperation Contract No. 13/2021/PVGAS/TT-PVOIL/D4 between the Corporation and PetroVietnam Gas Joint Stock Corporation ("PVGAS").

21. SHORT-TERM ACCRUED EXPENSES

	<u>Closing balance</u>	<u>Opening balance</u>
	<u>VND</u>	<u>VND</u>
Accruals for purchasing goods, assets	160,205,180,825	173,599,775,578
Accruals for transportation	10,785,758,825	753,754,581
Accruals for oil products	3,061,044,455	1,510,511,604
Accrued interest expenses	3,322,883,013	5,450,317,138
Other accruals	10,349,724,812	8,143,615,461
	187,724,591,930	189,457,974,362

In which: Short-term accrued expenses payable to related parties (Details stated in Note 37)

99,402,256,719

51,159,494,349

22. OTHER CURRENT PAYABLES

	Closing balance VND	Opening balance VND
Crude oil money received on behalf of other companies (i)	4,892,049,815,864	4,396,993,671,925
BCC contract no. 13/2021/PVGAS/TT-PVOIL/D4 (ii)	6,390,597,832	28,392,277,533
Payables relating to equitization (iii)	5,078,241,760	5,078,241,760
Payables relating to proceeds from sale of shares (iv)	6,508,956,732	6,508,956,732
Others	93,478,565,506	76,018,778,708
	5,003,506,177,694	4,512,991,926,658
<i>In which: Other current payables to related parties (Details stated in Note 37)</i>	<i>2,041,642,031,769</i>	<i>2,160,634,886,186</i>
(i) Represents payables related to the performance of entrusted export and sale activities to business partners.		
(ii) Represents the payables for the transportation expense and distribution of profit after tax according to Business Cooperation Contract No. 13/2021/PVGAS/TT-PVOIL/D4 between the Corporation and PetroVietnam Gas Joint Stock Corporation ("PVGAS").		
(iii) Represents payables relating to equitization after recording full amount of the Corporation's designated charter capital 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.		
(iv) 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.		

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

FORM B 09-DN

23. SHORT-TERM BORROWINGS

	Opening balance		In the year		Closing balance	
	Amount	Amount able to be paid off	Increases	Decreases	Amount	Amount able to be paid off
	VND	VND	VND	VND	VND	VND
Short-term borrowings	2,307,404,273,910	2,307,404,273,910	22,943,860,811,663	18,882,707,811,716	6,368,557,273,857	6,368,557,273,857
Current portion of long-term borrowings	2,365,860,070	2,365,860,070	2,365,860,070	2,365,860,070	2,365,860,070	2,365,860,070
(see Note 25)						
	2,309,770,133,980	2,309,770,133,980	22,946,226,671,733	18,885,073,671,786	6,370,923,133,927	6,370,923,133,927

Short-term borrowings 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. Such borrowings are unsecured and bear fixed interest rates that are stated in each borrowing acknowledgement as at 31 December 2023 ranging from 1.7% to 3.2% p.a. for borrowings in VND and ranging from 3.2% p.a. to 3.7% p.a. for borrowings in USD (as at 31 December 2022: from 6.1% p.a. to 7.2% p.a. for borrowings in VND). The borrowings are used to finance the Corporation's working capital.

24. PRICE STABILIZATION FUND

	Current year VND	Prior year VND
Opening balance	(513,398,942,699)	(776,690,178,255)
Appropriation to the fund	611,253,108,416	759,352,582,961
Utilization in the year	(238,373,781,530)	(493,802,375,690)
Interest on negative balance of Petroleum Price Stabilization Fund	(3,808,784,676)	(2,258,971,715)
Closing balance	<u>(144,328,400,489)</u>	<u>(513,398,942,699)</u>
<i>In which:</i>		
Transferred to the bank deposits	-	-
Not yet transferred	(144,328,400,489)	(513,398,942,699)

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 4 - 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.

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

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25. LONG-TERM BORROWINGS

	Amount	Opening balance		Increases	Decreases	Closing balance	
		VND	Amount able to be paid off			Amount	Amount able to be paid off
			VND	VND	VND	VND	VND
Current portion of long-term borrowings (see Note 23)	2,365,860,070		2,365,860,070	2,365,860,070	2,365,860,070	2,365,860,070	2,365,860,070
Amount due for settlement after 12 months	9,463,440,282		9,463,440,282	-	2,365,860,070	7,097,580,212	7,097,580,212
	11,829,300,352		11,829,300,352	2,365,860,070	4,731,720,140	9,463,440,282	9,463,440,282

Long-term borrowing represents the credit facility obtained from Vietnam Public Joint Stock Commercial Bank – Ho Chi Minh Branch to finance the Phu Tho Storage Construction with the total credit limit of VND 33,000,000,000. This borrowing has the maximum principal and interest payment term of 120 months (20 periods, 6 months each) from the date of final disbursement secured by the works of Phu Tho petroleum depot (see Note 14) and bears interest rate equal to the average 12-month saving rate plus a margin 2.2% p.a.

Long-term borrowings are repayable as follows:

	Closing balance		Opening balance	
	VND	VND	VND	VND
On demand or within one year	2,365,860,070		2,365,860,070	
In the second year	2,365,860,070		2,365,860,070	
In the third to fifth year inclusive	4,731,720,142		7,097,580,212	
After five years	-		-	
	9,463,440,282		11,829,300,352	
Less: Amount due for settlement within 12 months (shown under short-term borrowings)	2,365,860,070		2,365,860,070	
Amount due for settlement after 12 months	7,097,580,212		9,463,440,282	

26. OWNERS' EQUITY

Movement in owners' equity:

	Owners' contributed capital VND	Retained earnings VND	Total VND
Opening balance of prior year	10,342,295,000,000	387,283,353,154	10,729,578,353,154
Profit for the year	-	555,349,143,731	555,349,143,731
Dividend distribution	-	(361,980,325,000)	(361,980,325,000)
Declare to Bonus and welfare funds	-	(118,244,000,000)	(118,244,000,000)
Opening balance of current year	10,342,295,000,000	462,408,171,885	10,804,703,171,885
Profit for the year	-	501,329,353,908	501,329,353,908
Declare to Bonus and welfare funds (i), (ii)	-	(107,215,587,078)	(107,215,587,078)
Dividends distribution (i)	-	(206,845,900,000)	(206,845,900,000)
Closing balance of current year	10,342,295,000,000	649,676,038,715	10,991,971,038,715

(i) According to Resolution No. 15/NQ-DHDCD dated 27 April 2023, the General Meeting of Shareholders of the Corporation has approved the plan to distribute profit after tax in 2022 as follows:

- Appropriation of bonus and welfare fund of employees and manager bonus fund with the amount of VND 119,515,000,000. In 2022, the Corporation has temporarily distributed VND 117,744,000,000. Accordingly, the Corporation has additionally distributed for bonus and welfare fund during the period with the amount of VND 1,771,000,000.

- Dividend distribution in 2022 at the rate of 2% of charter capital, equivalent to the amount of VND 206,845,900,000. Implementing Resolution 15/NQ-DHDCD, the Board of Directors of the Corporation issued Resolution No. 60/NQ-DVN dated 9 August 2023 about the payment of dividends in 2022 of the Corporation. During the year, the Corporation paid the above dividend.

(ii) Based on the level of completion of the planned profit target in 2023, the Corporation has temporarily appropriated the Bonus and welfare fund of employees and the Bonus fund of the Board of Management from profit after tax of 2023 according to prevailing regulations with an amount of VND 105,444,587,078. The finalized amount will be submitted to the General Meeting of Shareholders for 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 19th business registration certificate dated 13 December 2022, the charter capital of the Corporation after transformation into a joint stock company is VND 10,342,295,000,000. As at 31 December 2023, 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
	1,034,229,500	100.00%	10,342,295,000,000

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 Vietnam Oil and Gas Group 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/m²/50 years (Note 11). The office lease contract 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)	Liter 15	133,483,784	133,246,974
2. Petroleum (FO)	Kg	534,749	5,249

Foreign currencies

	Unit	Closing balance	Opening balance
United States Dollars	USD	25,925,383	15,781,535

28. REVENUE FROM GOODS SOLD AND SERVICES RENDERED

	Current year VND	Prior year VND
Sales of finished goods/merchandise	81,268,375,816,888	72,810,451,234,896
Sales of services rendered and other activities	394,377,032,425	356,007,311,490
	81,662,752,849,313	73,166,458,546,386
<i>In which: Sales to related parties (Details stated in Note 37)</i>	<i>79,680,855,597,050</i>	<i>72,668,158,305,901</i>

29. COST OF GOODS SOLD AND SERVICES RENDERED

	Current year VND	Prior year VND
Cost of goods sold	80,166,059,690,118	71,270,290,717,437
Cost of services rendered	78,198,649,737	72,979,680,961
Provision for devaluation of inventory	14,059,975,070	99,723,821,521
	80,258,318,314,925	71,442,994,219,919

30. PRODUCTION COST BY NATURE

	Current year VND	Prior year VND
Raw materials and consumables	9,653,067,082,951	9,832,876,805,675
Labour	338,298,519,467	307,944,248,406
Depreciation and amortisation	132,657,886,936	160,223,541,127
Out-sourced services	329,539,144,810	253,516,558,025
Other monetary expenses	452,054,631,562	456,673,120,226
	10,905,617,265,726	11,011,234,273,459

31. FINANCIAL INCOME

	Current year VND	Prior year VND
Bank and loan interest	677,327,141,778	408,448,491,105
Foreign exchange gain	88,208,711,386	80,078,297,450
Dividends received	95,310,125,801	65,244,723,151
Income from transferred investments	-	3,517,858,237
Other financial income	5,161,905,020	3,594,843,008
	866,007,883,985	560,884,212,951

32. FINANCIAL EXPENSES

	Current year VND	Prior year VND
Interest expense	235,599,916,461	155,894,982,447
Foreign exchange loss	61,565,131,252	28,852,046,424
(Reversal)/Provision for impairment of long-term financial investments	(37,202,908,009)	13,306,438,646
Late payment interest	15,536,171,421	19,258,294,318
Early payment discount	59,399,053,332	59,089,363,535
Other financial expenses	829,801,686	2,402,624,244
	335,727,166,143	278,803,749,614

33. SELLING EXPENSES AND GENERAL AND ADMINISTRATION EXPENSES

	Current year VND	Prior year VND
Selling expenses	969,427,945,637	990,112,558,382
Sales staffs	231,084,888,990	210,382,136,091
Office appliances, furniture and stationery	90,596,210,847	109,018,867,110
Transportation	124,997,612,262	103,804,739,531
Out-sourced services	170,840,033,176	149,711,818,494
Provisions	-	18,509,551,719
Depreciation and amortisation	99,745,525,126	125,556,352,861
Others	252,163,675,236	273,129,092,576
General and administration expenses	384,330,060,551	359,546,372,577
Management staff	107,213,630,477	97,562,112,315
Office appliances, furniture and stationery	28,315,806,032	18,057,925,871
Depreciation and amortisation	15,208,168,343	17,171,513,487
Out-sourced services	33,701,499,372	43,220,652,437
Others	199,890,956,327	183,534,168,467
	1,353,758,006,188	1,349,658,930,959

34. PROFIT FROM OTHER ACTIVITIES

	Current year VND	Prior year VND
Other income	31,456,986,717	14,372,031,088
Compensation	541,319,009	13,146,686,571
Reversal of provision fund for environmental risks and damage compensation (i)	30,397,016,205	-
Sale, disposal of fixed assets	-	842,740,530
Others	518,651,503	382,603,987
Other expenses	1,895,304,398	13,468,994,432
Project cancellation/withdrawal fees	-	11,926,593,168
The cost of liquidation and sale of fixed assets	514,787,224	-
Penalties	1,047,936,711	1,533,265,937
Others	332,580,463	9,135,327
Profit from other activities	29,561,682,319	903,036,656

- (i) During the year, the Corporation has reversed provision fund for environmental risks and damage compensation as prescribed in Circular No. 08/2023/TT-BTC by the Ministry of Finance, as presented in Note 03.

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	109,897,545,753	109,203,098,376
Total current corporate income tax expense	109,897,545,753	109,203,098,376

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

	Current year VND	Prior year VND
Profit before tax	610,518,928,361	656,788,895,501
Adjustments for taxable profit		
Less:	(145,283,365,593)	(356,504,035,596)
<i>Profit from foreign investments</i>	<i>(29,704,024,390)</i>	<i>-</i>
<i>Dividends from subsidiaries, associates</i>	<i>(65,606,101,411)</i>	<i>(65,244,723,151)</i>
<i>Profit before tax from business cooperation contract</i>	<i>(44,722,545,892)</i>	<i>(152,311,649,516)</i>
<i>Foreign exchange (gain)/loss arising from translating foreign currency items</i>	<i>(1,557,147,050)</i>	<i>-</i>
<i>Provision for impairment of long-term financial investments</i>	<i>(3,693,546,850)</i>	<i>(138,947,662,929)</i>
Add back:	34,289,757,553	92,572,657,595
<i>Additional land tax from previous period</i>	<i>3,537,315,868</i>	<i>38,816,733,029</i>
<i>Provision for environmental protection fund according to Circular 86/2016/TT-BTC</i>	<i>-</i>	<i>18,509,551,719</i>
<i>Other non-deductible expenses</i>	<i>30,752,441,685</i>	<i>35,246,372,847</i>
Taxable profit	499,525,320,321	392,857,517,500
Taxable profit at normal tax rate of 20%	499,525,320,321	392,857,517,500
Corporate income tax expense based on taxable profit in the current year	99,905,064,064	78,571,503,500
Corporate income tax paid in addition to income from overseas investments	1,047,972,511	169,264,973
Corporate income tax paid in addition to income from business cooperation contract	8,944,509,178	30,462,329,903
Corporate income tax expense based on taxable profit in the current year	109,897,545,753	109,203,098,376
	Current year VND	Prior year VND
Deferred corporate income tax expense		
Deductible temporary differences	(707,971,300)	(7,763,346,606)
Total deferred corporate income tax expense	(707,971,300)	(7,763,346,606)

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

The corporate income tax expense reported for the year ended 31 December 2023 is estimated. The final amount of corporate income tax to be paid will depend on the results of settlement with the tax authorities.

36. CAPITAL COMMITMENTS

According to Resolution No. 15/NQ-DHDCD ("Resolution No. 15") dated 27 April 2023, the General Meeting of Shareholders of the Corporation approved the 2023 production and business plan, in which, the investment value capital construction investment, property purchases in 2023 with the amount of VND 403 billion. During the year, the Corporation has disbursed capital construction investment and purchased assets with a total value of about VND 281 billion and are carrying out the necessary work to complete the investment in capital construction and purchase of assets in accordance with the above Resolution No. 15.

37. 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 received	95,310,125,801	65,244,723,151
Singapore International Oil Trading Co., Ltd	28,993,906,150	4,682,997,589
VINA Plasticizers Chemical Co., Ltd	24,254,640,000	-
Materials - Petroleum JSC	9,487,524,000	12,650,032,000
PetroVietnam Oil Phu My JSC	6,763,760,000	-
PetroVietnam Oil Phu Yen JSC	6,272,562,000	-
PetroVietnam Oil Hanoi JSC	3,801,421,400	3,801,421,400
Vung Ang Petroleum JSC	3,531,250,000	10,593,750,000
Ca Mau Trading JSC	2,936,024,000	3,523,228,800
Hai Phong PVOIL Petroleum JSC	2,267,460,000	3,226,004,844
Thu Duc Trading and Import Export JSC	1,897,719,000	5,693,157,000
PetroVietnam Oil Cai Lan JSC	1,410,000,000	-
PetroVietnam Oil Thai Binh JSC	1,119,212,151	592,960,080
Ninh Binh Petroleum JSC	709,242,000	1,063,863,000
PetroVietnam Oil Lube JSC	557,670,000	-
PetroVietnam Oil Lao Petroleum Domestic Trading Sole Co., Ltd	507,030,420	890,370,138
Thach Han Trading JSC	312,016,860	-
Thai Binh Petroleum Services JSC	285,600,000	-
PetroVietnam Oil Lao Co., Ltd	203,087,820	-
PVOIL Mien Trung JSC	-	11,010,644,000
PetroVietnam Oil Vung Tau JSC	-	3,430,950,000
Sai Gon PetroVietnam Oil JSC	-	2,607,016,000
PetroVietnam Oil Binh Thuan JSC	-	1,478,328,300
Sales of goods and service rendered	79,680,855,597,050	72,668,158,305,901
PetroVietnam Oil Hanoi JSC	8,182,695,842,010	7,812,918,672,082
PETEC Trading and Investment Corporation	7,402,011,703,000	6,535,870,797,157
Sai Gon PetroVietnam Oil JSC	5,703,706,037,016	6,333,560,607,185
PVOIL Mien Trung JSC	6,320,153,114,749	6,320,779,193,703
Me Kong Petroleum JSC	6,044,168,253,198	5,705,387,646,056
PetroVietnam Oil Vung Tau JSC	5,123,849,202,650	5,636,608,410,321
Ninh Binh Petroleum JSC	6,987,146,593,782	4,851,797,885,166
PetroVietnam Oil Thanh Hoa One Member Co., Ltd	5,033,730,594,919	4,034,386,540,002
PetroVietnam Oil Phu Yen JSC	3,991,155,879,135	3,950,283,384,718
Hai Phong PVOIL Petroleum JSC	4,938,015,516,879	3,409,841,712,420
PetroVietnam Oil Phu Tho JSC	3,453,810,209,971	3,388,076,134,135
Vung Ang Petroleum JSC	3,310,329,655,020	3,055,276,652,228

	Current year VND	Prior year VND
PetroVietnam Oil Nam Dinh JSC	2,704,655,673,842	2,155,840,117,027
PetroVietnam Oil Binh Thuan JSC	1,876,021,048,346	2,063,043,781,597
PetroVietnam Oil Cai Lan JSC	2,538,988,870,738	1,885,608,085,156
PetroVietnam Oil Thai Binh JSC	1,883,016,984,130	1,666,859,614,603
PetroVietnam Oil Tay Ninh JSC	1,710,078,985,876	1,654,081,451,146
PetroVietnam Oil Tra Vinh One Member Co., Ltd	848,440,911,269	596,365,996,471
PetroVietnam Oil Bac Lieu One Member Co., Ltd	791,182,925,354	788,364,551,639
PetroVietnam Oil Lao Co., Ltd	420,836,075,275	438,742,737,968
PetroVietnam Oil Lube JSC	146,812,134,869	154,724,896,558
Binh Son Refining & Petrochemical JSC	94,218,972,121	92,022,505,949
Vietnam Petroleum Oil Transport One Member Co., Ltd	66,402,631,079	-
Russia-Vietnam Joint Venture - VietsovPetro	56,833,403,449	80,284,235,136
PetroVietnam Exploration Production Corporation	35,837,786,848	35,105,195,575
Nghi Son Oil Refinery Distribution Branch - PetroVietnam	6,750,000,000	6,750,000,000
PetroVietnam Oil Phu My JSC	4,375,141,864	5,668,861,546
Bien Dong Petroleum Operating Company	3,231,388,998	3,068,297,182
Vietnam Oil and Gas Group	1,281,589,042	752,530,994
Vietnam Energy Inspection JSC	573,550,000	523,920,000
Thu Duc Trading and Import Export JSC	357,067,130	547,841,545
Southern Petroleum Transportation JSC	153,284,192	176,649,518
PetroVietnam Transportation Corporation	29,650,299	-
PetroVietnam Transportation Ha Noi JSC	4,920,000	4,470,000
Singapore International Oil Trading Co., Ltd	-	4,834,931,118
Purchase goods and use services	62,616,026,767,975	61,544,205,279,019
Nghi Son Oil Refinery Distribution Branch - PetroVietnam	32,054,519,406,772	30,905,023,052,679
Binh Son Refining & Petrochemical JSC	28,955,420,113,284	29,234,897,234,227
PetroVietnam Transportation Corporation	522,260,104,060	612,115,321,354
Vietnam Petroleum Oil Transport One Member Co., Ltd	378,945,552,527	111,017,793,570
Bien Dong Petroleum Operating Company	358,056,098,418	288,201,758,739
PVI Insurance Corporation	55,769,980,864	49,622,797,999
Vietnam Oil and Gas Group	46,236,226,137	69,149,548,070
PetroVietnam Oil Phu My JSC	24,839,426,806	19,220,075,897
Vietnam Energy Inspection JSC	22,779,517,983	19,639,464,461
PetroVietnam Exploration Production Corporation	19,767,806,981	14,900,006,592
PetroVietnam Gas Joint Stock Corporation	17,645,475,229	33,155,117,777
Me Kong Petroleum JSC	15,827,059,387	13,424,192,821
PetroVietnam Oil Thai Binh JSC	14,068,782,737	23,478,187,820
PETEC Trading and Investment Corporation	13,298,841,127	10,382,631,402
Vung Ang Petroleum JSC	12,175,773,127	12,458,802,066
PetroVietnam Oil Phu Tho JSC	12,114,124,650	8,246,934,067
PetroVietnam Oil Thanh Hoa One Member Co., Ltd	11,709,194,024	3,186,316,750
PVOIL Mien Trung JSC	9,989,112,477	10,746,719,272
PetroVietnam Oil Vung Tau JSC	9,909,911,305	11,945,344,085
Petroleum Offshore Trading and Services JSC	9,475,617,985	9,159,325,654
PetroVietnam Technical Services Corporation	9,124,080,001	-
PetroVietnam Oil Cai Lan JSC	8,916,798,711	8,994,835,122
Russia-Vietnam Joint Venture - VietsovPetro	7,559,502,535	7,436,127,374
PetroVietnam Oil Phu Yen JSC	4,808,322,704	4,403,628,853
PetroVietnam Oil Lube JSC	2,637,444,600	2,568,162,000
Sai Gon PetroVietnam Oil JSC	2,548,869,021	1,875,650,993
PVE Oil Gas Survey Consultancy Joint Stock Company	2,399,564,445	-
PVD Offshore Services Limited Company	2,040,000,000	2,040,000,000

	Current year VND	Prior year VND
Materials - Petroleum JSC	1,872,499,738	1,912,387,588
PTSC Thanh Hoa Technical Services Company	1,794,964,738	-
PetroVietnam Oil Hanoi JSC	1,572,901,156	34,099,395,933
Vietnam Public Joint Stock Commercial Bank	1,382,547,904	1,297,479,205
Thai Binh Petroleum Services JSC	850,080,000	803,780,000
PetroVietnam Chemical and Services JSC	695,454,545	1,881,481,482
PetroVietnam Maintenance and Repair Corporation	445,000,000	-
Hai Phong PVOIL Petroleum JSC	425,959,989	444,395,649
PetroVietnam Manpower Training College	413,800,000	46,500,000
PetroVietnam Engineering Consultancy JSC	379,629,630	858,540,741
PetroVietnam Oil Tay Ninh JSC	372,983,429	8,772,590
PetroVietnam Oil Nam Dinh JSC	351,084,965	2,124,864,608
PTSC Quang Ngai JSC	343,432,321	10,112,961,696
PVD Technical Training & Certification JSC	73,470,000	-
Petrovietnam Securities Incorporated	69,521,998	170,570,998
PetroVietnam Oil Binh Thuan JSC	51,216,419	40,833,981
Petrosetco Assets Management JSC	43,204,320	70,854,320
PetroVietnam Oil Tra Vinh One Member Co., Ltd	23,882,272	242,345,318
Thu Duc Trading and Import Export JSC	15,267,726	7,325,646
PetroVietnam Oil Bac Lieu One Member Co., Ltd	5,317,773	3,335,247
Ninh Binh Petroleum JSC	1,841,155	1,438,009
Vietnam Petrochemical and Fiber Joint Stock Company	-	2,706,750,000
Vietnam Petroleum Institute	-	63,636,364
PetroVietnam University	-	18,600,000

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 VND	Prior year VND
Salary, allowance and remuneration of the Board of Directors (including the Chief Executive Officer)	8,110,914,250	8,732,051,767
Mr. Cao Hoai Duong	1,571,622,735	1,417,358,885
Mr. Doan Van Nhuom	1,571,622,735	1,417,358,885
Mr. Le Van Nghia	1,255,275,034	1,132,145,346
Mr. Nguyen Mau Dung	1,318,268,690	1,188,752,613
Mr. Hang Anh Minh	418,425,011	1,132,145,346
Mr. Le Ngoc Quang	418,425,011	1,132,145,346
Mr. Tran Hoai Nam	180,000,000	180,000,000
Mr. Nguyen Xuan Quyen	122,000,000	-
Mr. Nguyen Dang Trinh	1,255,275,034	1,132,145,346
Salary of the Board of Supervisors	3,321,679,769	3,143,880,538
Mr. Nguyen Duc Ken	1,255,275,034	1,132,145,346
Ms. Tran Thi Phuong	371,831,164	1,005,867,596
Mr. Pham Thanh Son	1,115,493,492	1,005,867,596
Mr. Le Vinh Van	579,080,079	-
Salary of the Vice Chief Executive Officers and Chief Accountant	6,140,739,314	5,800,067,695

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

	<u>Closing balance</u> <u>VND</u>	<u>Opening balance</u> <u>VND</u>
Short-term trade receivables	3,744,736,524,008	2,873,561,020,981
PETEC Trading and Investment Corporation	916,859,040,676	487,155,242,003
Ninh Binh Petroleum JSC	458,730,006,229	278,849,547,063
PetroVietnam Oil Phu Tho JSC	361,037,597,519	253,260,823,953
Me Kong Petroleum JSC	327,017,351,189	81,651,216,552
Sai Gon PetroVietnam Oil JSC	261,803,583,165	303,273,501,598
PVOIL Mien Trung JSC	211,901,326,008	198,702,580,575
PetroVietnam Oil Thanh Hoa One Member Co., Ltd	179,904,686,694	114,977,553,148
Hai Phong PVOIL Petroleum JSC	135,560,366,196	55,957,307,147
PetroVietnam Oil Phu Yen JSC	133,030,779,268	76,737,233,566
PetroVietnam Oil Vung Tau JSC	117,767,806,087	197,666,575,104
PetroVietnam Oil Cai Lan JSC	116,489,402,902	121,745,108,533
PetroVietnam Oil Hanoi JSC	115,333,721,785	169,112,779,306
Vung Ang Petroleum JSC	103,971,807,739	115,500,690,864
PetroVietnam Oil Binh Thuan JSC	58,791,498,472	69,944,328,777
PetroVietnam Oil Thai Binh JSC	57,138,603,156	31,466,434,246
PetroVietnam Oil Lube JSC	38,168,365,743	35,301,099,838
PetroVietnam Oil Bac Lieu One Member Co., Ltd	26,765,785,363	53,158,501,758
PetroVietnam Oil Lao Co., Ltd	24,604,957,684	40,038,811,311
PetroVietnam Oil Tra Vinh One Member Co., Ltd	20,434,789,105	26,195,197,931
Russia-Vietnam Joint Venture - VietsovPetro	20,157,634,617	16,012,740,551
PetroVietnam Oil Nam Dinh JSC	16,580,971,116	103,390,936,681
Binh Son Refining & Petrochemical JSC	14,773,313,328	21,854,585,615
Vietnam Petroleum Oil Transport One Member Co., Ltd	13,510,926,354	-
PetroVietnam Exploration Production Corporation	5,517,294,855	7,554,101,576
Nghi Son Oil Refinery Distribution Branch - PetroVietnam	2,430,000,000	-
Orient Biofuels Co., Ltd	2,160,324,960	2,160,324,960
Dung Quat Oil Refinery Project Management Board	1,362,230,984	1,362,230,984
Singapore International Oil Trading Co., Ltd	1,290,688,000	5,477,940,000
Bien Dong Petroleum Operating Company	740,988,988	769,061,146
PetroVietnam Oil Phu My JSC	518,399,400	580,122,000
Vietnam Oil and Gas Group	292,075,299	484,620,071
Vietnam Energy Inspection JSC	62,521,200	47,908,800
PetroVietnam Oil Tay Ninh JSC	11,095,575	3,152,626,068
Southern Petroleum Transportation JSC	10,160,420	19,289,256
Thu Duc Trading and Import Export JSC	6,423,932	-
Short-term advances to suppliers	20,540,013,975	8,074,691,561
PTSC Quang Ngai JSC	12,460,724,934	-
Orient Biofuels Co., Ltd	7,453,015,602	7,453,015,602
Petroleum Trading JSC	621,675,959	621,675,959
PVI Insurance Corporation	4,597,480	-
Other receivables	2,934,482,813,472	3,801,778,286,369
Binh Son Refining & Petrochemical JSC	2,347,822,451,462	3,092,466,876,163
Russia-Vietnam Joint Venture - VietsovPetro	455,824,639,262	8,545,468,176
PetroVietnam Exploration Production Corporation	43,434,218,463	7,121,381
Singapore International Oil Trading Co., Ltd	28,993,906,150	653,461,902,792
Petroleum Trading JSC	22,987,935,799	23,134,972,605
Vietnam Public Joint Stock Commercial Bank - Ho Chi Minh Branch	12,583,561,645	3,931,506,847

	Closing balance VND	Opening balance VND
PetroVietnam Oil Phu Tho JSC	8,661,358,412	7,105,457,213
Vietnam Petroleum Oil Transport One Member Co., Ltd	5,063,350,364	6,009,870,211
Vietnam Oil and Gas Group	2,346,281,910	2,346,281,910
PetroVietnam Oil Hanoi JSC	1,951,149,030	84,888,039
Sai Gon PetroVietnam Oil JSC	1,816,446,929	1,799,474,821
PetroVietnam Biofuels JSC	1,747,671,157	1,747,671,157
PetroVietnam Oil Stockpile Co., Ltd	512,515,240	512,515,240
PetroVietnam Oil Binh Thuan JSC	386,198,897	-
PVI Insurance Corporation	233,923,108	5,200,000
Me Kong Petroleum JSC	55,306,449	-
Thu Duc Trading and Import Export JSC	50,050,000	600,600,000
PetroVietnam Oil Bac Lieu One Member Co., Ltd	5,949,000	-
PETEC Trading and Investment Corporation	2,952,304	-
PetroVietnam Oil Vung Tau JSC	2,466,202	-
Hai Phong PVOIL Petroleum JSC	319,464	-
Ninh Binh Petroleum JSC	145,155	-
Vung Ang Petroleum JSC	17,070	-
PetroVietnam Oil Lube JSC	-	18,479,814
Short-term trade payables	7,445,437,654,463	7,577,392,267,619
Binh Son Refining & Petrochemical JSC	3,821,535,268,385	4,428,096,708,696
Nghi Son Oil Refinery Distribution Branch - PetroVietnam	3,239,269,501,635	2,627,601,138,308
PetroVietnam Oil Phu My JSC	263,081,719,035	405,982,872,972
PetroVietnam Transportation Corporation	44,943,337,114	55,308,480,038
Vietnam Petroleum Oil Transport One Member Co., Ltd	44,313,002,445	31,129,149,920
PetroVietnam Oil Phu Tho JSC	10,374,112,236	1,824,957,333
Ninh Binh Petroleum JSC	4,800,000,000	4,800,000,000
Me Kong Petroleum JSC	4,206,361,535	3,460,268,790
Dung Quat Oil Refinery Project Management Board	1,954,237,323	1,954,237,323
PetroVietnam Gas Joint Stock Corporation	1,849,074,330	2,774,350,238
PetroVietnam Oil Binh Thuan JSC	1,132,892,237	-
PetroVietnam Oil Thanh Hoa One Member Co., Ltd	867,632,636	-
Russia-Vietnam Joint Venture - VietsovPetro	723,007,044	-
PetroVietnam Oil Phu Yen JSC	706,366,165	1,185,732,968
PetroVietnam Maintenance and Repair Corporation	445,000,000	-
PetroVietnam Engineering Consultancy JSC	410,000,000	-
Sai Gon PetroVietnam Oil JSC	349,984,000	336,401,560
PVI Insurance Corporation	308,447,401	313,152,658
Vietnam Energy Inspection JSC	3,051,103,719	3,438,233,429
Petrovietnam Securities Incorporated	249,500,000	249,500,000
Materials - Petroleum JSC	217,095,494	-
PVD Offshore Services Limited Company	183,600,000	-
Petro Hotel Company Limited	160,350,000	-
PTSC Thanh Hoa Technical Services Company	143,340,630	-
PETEC Trading and Investment Corporation	102,563,016	2,657,927,059
Hai Phong PVOIL Petroleum JSC	56,939,000	39,548,820
PetroVietnam Oil Hanoi JSC	3,219,083	3,411,436
PVOIL Mien Trung JSC	-	2,799,466,024
PetroVietnam Oil Vung Tau JSC	-	898,268,010
PetroVietnam Oil Cai Lan JSC	-	826,860,000

	<u>Closing balance</u> VND	<u>Opening balance</u> VND
PetroVietnam Chemical and Services JSC	-	721,000,000
PTSC Quang Ngai JSC	-	660,837,537
PVD Offshore Services Limited Company	-	183,600,000
Vietnam Petrochemical and Fiber Joint Stock Company	-	146,164,500
Short-term advances from customers	22,146,203,905	555,770,207
PetroVietnam Oil Tay Ninh JSC	21,329,488,063	-
PetroVietnam Exploration Production Corporation	541,961,033	541,961,033
PETEC Trading and Investment Corporation	162,477,657	-
Me Kong Petroleum JSC	56,836,480	-
Hai Phong PVOIL Petroleum JSC	55,440,672	12,458,474
PetroVietnam Oil Hanoi JSC	-	1,297,761
PetroVietnam Oil Phu Tho JSC	-	52,939
Short-term accrued expenses	99,402,256,719	51,159,494,349
Vietnam Oil and Gas Group Branch - Bien Dong Petroleum Operating Company Block 05-3	27,430,695,013	30,514,082,868
Vietnam Oil and Gas Group	18,176,227,019	-
Vietnam Oil and Gas Group Branch - Bien Dong Petroleum Operating Company Block 05-2	17,913,792,327	18,180,131,567
Nghi Son Oil Refinery Distribution Branch - PetroVietnam	7,544,179,440	-
PetroVietnam Exploration Production Corporation	6,860,240,358	-
PetroVietnam Transportation Corporation	6,658,558,180	-
PetroVietnam Oil Thanh Hoa One Member Co., Ltd	5,647,026,944	-
Vietnam Petroleum Oil Transport One Member Co., Ltd	4,127,200,645	753,754,581
PETEC Trading and Investment Corporation	3,018,655,409	-
Vietnam Energy Inspection JSC	-	-
PVI Insurance Corporation	1,789,726,273	931,602,514
Vietnam Public Joint Stock Commercial Bank	235,955,111	227,687,744
PetroVietnam Oil Phu Tho JSC	-	525,000,000
PetroVietnam Gas Joint Stock Corporation	-	27,235,075
Other current payables	2,041,642,031,769	2,160,634,886,186
Russia-Vietnam Joint Venture - VietsovPetro	1,745,537,815,133	1,819,686,460,776
PetroVietnam Exploration Production Corporation	286,811,871,118	327,015,456,822
Binh Son Refining & Petrochemical JSC	2,123,115,499	5,742,593,422
PetroVietnam Oil Vung Tau JSC	444,620,000	1,026,237,744
PetroVietnam Oil Binh Thuan JSC	599,720,000	818,112,002
PVOIL Mien Trung JSC	730,840,000	730,840,000
PetroVietnam Oil Phu Yen JSC	606,871,400	670,748,600
PetroVietnam Oil Tra Vinh One Member Co., Ltd	132,000,000	565,375,659
PetroVietnam Oil Hanoi JSC	501,600,000	501,600,000
Thu Duc Trading and Import Export JSC	471,702,000	471,702,000
Me Kong Petroleum JSC	454,960,000	454,960,000
PetroVietnam Oil Thanh Hoa One Member Co., Ltd	458,283,209	413,600,000
PetroVietnam Oil Nam Dinh JSC	288,640,000	288,640,000
Sai Gon PetroVietnam Oil JSC	287,760,000	287,760,000
PETEC Trading and Investment Corporation	514,540,305	273,020,000
Hai Phong PVOIL Petroleum JSC	240,224,076	236,659,560
Vung Ang Petroleum JSC	235,840,000	235,840,000

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
PetroVietnam Oil Tay Ninh JSC	231,880,000	231,880,000
Vietnam Oil and Gas Group	224,387,802	224,387,802
PetroVietnam Oil Bac Lieu One Member Co., Ltd	93,060,000	223,751,000
PetroVietnam Oil Thai Binh JSC	172,700,000	172,700,000
Ninh Binh Petroleum JSC	155,100,000	155,100,000
Vietnam Petrochemical and Fiber Joint Stock Company	130,000,000	-
PetroVietnam Oil Phu Tho JSC	100,780,427	113,739,999
PetroVietnam Oil Cai Lan JSC	93,720,800	93,720,800
Borrowing	9,463,440,282	11,829,300,352
Vietnam Public Joint Stock Commercial Bank	9,463,440,282	11,829,300,352

38. 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 12,324,970,143 (prior year: VND 35,894,665,709), representing an addition in fixed assets and construction in progress during the year that has not yet been paid for, and include VND 64,627,812,969 (prior year: VND 47,436,353,000), 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 421,178,560,734 (prior year: VND 210,002,426,908) 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 respective amounts.



Nguyen Thuy Dung
Preparer



Nguyen Ngoc Ninh
Chief Accountant



Doan Van Nhuom
Chief Executive Officer

1 March 2024

