



MASAN MEATLIFE CORPORATION
10th Floor, Central Plaza, 17 Le Duan Street,
District 1, Ho Chi Minh City, Viet Nam.
Phone : (+84 28) 6256 3862
Facsimile : (+84 28) 3827 4115
Web : www.masanmeatlife.com.vn

**ENGLISH TRANSLATION
FOR REFERENCE PURPOSE ONLY**

**REPORT OF THE SUPERVISORY BOARD
AT 2020 ANNUAL GENERAL MEETING OF SHAREHOLDERS**

Dear Shareholders,

- Pursuant to the rights and responsibilities of the Supervisory Board provided in the Charter of Masan MEATLife Corporation;
- Pursuant to the 2019 Financial Statements of the Company audited by KPMG Company Limited and the Report of the activities of the Board of Directors in 2019.

The Supervisory Board would like to report our activities in 2019 as follows:

I. Activities of the Supervisory Board in 2019

1. Supervising, checking the management and execution of 2019 earnings objectives by the Board of Directors and the Management Board, checking the legality and reasonableness of our businesses in 2019 in accordance with the resolutions of the General Meeting of Shareholders in 2019.
2. Checking and supervising the issuing resolutions, decisions of the Board of Directors and the Management Board.
3. Checking the reasonableness, legality, honesty and diligence in implementing accounting operations and forming financial statements. Reviewing the Company's first 6-month of 2019 financial statements and the year ended financial statements reviewed and audited by KPMG Company Limited.

In 2019, the Supervisory Board held its meetings, including the assessment of the accounting and financial operations, business performance, governance and management of the Company for the first 6-month of 2019 and the whole year. Through specific activities of the members, the Supervisory Board opines that activities of the Supervisory Board have always been supported and provided with necessary information from the Board of Directors, Management Board so that the Supervisory Board can deliver its function of checking and supervising business management activities by the Board of Directors and the Management Board. The members of the Supervisory Board assigned among them their specific duties for the highest quality performance of the Supervisory Board. The members of the Supervisory Board fulfilled their assignments well last year. As the activities of the Board of Directors, members of the Supervisory Board were not compensated in their capacity as members of the Supervisory Board, and the Supervisory Board did not incur any operational expenses.

II. The results of the Supervisory Board's checking and monitoring of the Company's operations

1. Regarding the accounting and financial operations of the Company

The Company observed all requirements of current accounting standards and policies for Vietnam's businesses in organizing the financial-accounting function, performing accounting operations and preparing all quarterly financial statements with accuracy, integrity and legality.

The Supervisory Board confirms that the financial figures under the 2019 financial statements of the Company presented to the General Meeting of Shareholders are a fair reflection of the Company and relevant companies' current financial situation.

Table 1: Balance sheet as of 31 December 2019

	<u>Group</u>		<u>Company</u>	
	31/12/2019 VND	1/1/2019 VND	31/12/2019 VND	1/1/2019 VND
ASSETS				
Current assets	4,326,407,159,062	3,511,558,016,046	2,340,885,319,208	1,355,360,362,136
Cash and cash equivalents	1,485,599,402,638	1,358,425,295,976	683,578,280,096	890,040,780,664
Short-term financial investments	156,400,000,000	-	155,000,000,000	-
Accounts receivable – short-term	1,063,739,035,323	672,572,056,344	1,377,960,908,191	339,866,146,399
Inventories	1,529,201,648,403	1,390,582,532,504	121,398,871,431	123,030,123,114
Other current assets	91,467,072,698	89,978,131,222	2,947,259,490	2,423,311,959
Long-term assets	10,384,987,528,036	9,270,243,742,848	6,875,819,608,026	6,272,785,974,791
Accounts receivable – long-term	16,506,597,000	3,095,726,000	2,756,000	2,756,000
Fixed assets	7,354,513,390,155	6,118,877,391,239	647,071,056	658,048,320
Long-term work in progress	353,241,217,535	466,397,480,764	-	1,981,506,652
Long-term financial investments	2,173,141,241,640	2,174,040,670,779	6,870,004,511,729	6,270,004,511,729
Other long-term assets	487,585,081,706	507,832,474,066	5,165,269,241	139,152,090
TOTAL ASSETS	14,711,394,687,098	12,781,801,758,894	9,216,704,927,234	7,628,146,336,927
RESOURCES				
LIABILITIES	7,188,198,744,263	5,600,790,137,510	6,101,856,252,863	4,621,643,436,297
<i>Current liabilities</i>	3,491,877,094,955	2,368,878,460,376	2,560,473,071,875	3,899,728,834,926
<i>Long-term liabilities</i>	3,696,321,649,308	3,231,911,677,134	3,541,383,180,988	721,914,601,371

EQUITY	7,523,195,942,835	7,181,011,621,384	3,114,848,674,371	3,006,502,900,630
<i>Share capital/contributed capital</i>	<i>3,243,274,470,000</i>	<i>2,162,182,990,000</i>	<i>3,243,274,470,000</i>	<i>2,162,182,990,000</i>
<i>Capital surplus</i>	<i>2,119,105,015,149</i>	<i>3,200,196,495,149</i>	<i>2,119,105,015,149</i>	<i>3,200,196,495,149</i>
<i>Other capital</i>	<i>(175,543,000,000)</i>	<i>(175,543,000,000)</i>	-	-
<i>Undistributed profits/(loss) after tax</i>	<i>140,019,641,401</i>	<i>24,671,734,409</i>	<i>(2,247,530,810,778)</i>	<i>(2,355,876,584,519)</i>
<i>Non-controlling interest</i>	<i>2,196,339,816,285</i>	<i>1,969,503,401,826</i>	-	-
TOTAL RESOURCES	14,711,394,687,098	12,781,801,758,894	9,216,704,927,234	7,628,146,336,927

2. Regarding the Company's business performance and member companies within the Group

In 2019 and first months in 2020, the Company and its subsidiaries achieved significant results as follows:

- In March 2019, MNS Meat Sai Gon Company Limited was established.
- In May 2019, Vietnamese – French Cattle Feed Joint Stock Company was re-granted the Global G.A.P CFM.
- In August 2019, Masan Nutri-Science Corporation was renamed Masan MEATLife Corporation and increased its charter capital to VND3,243 billion.
- In September 2019, MNS Meat Ha Nam Company Limited was granted the BRC – global standard of food safety.
- In December 2019, shares of Masan MEATLife Corporation were listed on the stock market of unlisted public companies under Decision No. 804/QD-SGDHN issued by Hanoi Stock Exchange.
- In January 2020, MNS Feed Nghe An Company Limited was re-granted the Global G.A.P. CFM.
- In February 2020, MNS Farm Nghe An Company Limited was re-granted the Global G.A.P.
- In February 2020, Con Co Binh Dinh Co., Ltd. was re-granted the Global G.A.P CFM.

In 2019, the Supervisory Board did not find any abnormal signs in the Company's business operations. All of them were conducted in compliance with the Law on Enterprises, the Law on Securities, the Company's Charter and other legal regulations.

Business performance results and accounting figures have been carefully checked to ensure the accuracy and legality of accounting books.

Table 2: Statement of income in 2019

	<u>Group</u>		<u>Company</u>	
	2019 VND	2018 VND	2019 VND	2018 VND
Revenue from sale of goods	14,574,901,245,099	14,832,735,010,031	9,778,042,006,810	5,615,577,245,583
Revenue deductions	776,149,958,427	855,880,946,384	559,731,228,140	309,113,370,067
Net revenue	13,798,751,286,672	13,976,854,063,647	9,218,310,778,670	5,306,463,875,516
Cost of sales	11,533,148,211,650	11,879,903,811,268	8,619,123,155,578	4,941,833,983,895
Gross profit	2,265,603,075,022	2,096,950,252,379	599,187,623,092	364,629,891,621
Net operating profit	509,686,501,674	326,236,625,012	108,771,302,362	580,610,632,958
Results of other activities	58,243,168,140	9,656,669,214	(425,528,621)	(191,035,089)
Accounting profit before tax	567,929,669,814	335,893,294,226	108,345,773,741	580,419,597,869
Income tax expense – current	235,735,572,677	115,197,819,341	-	-
Income tax benefit – deferred	(37,520,851,914)	(11,462,800,259)	-	-
Net profit after tax	369,714,949,051	232,158,275,144	108,345,773,741	580,419,597,869
Attributable to:				
Equity holders of the Company	115,347,906,992	95,569,793,947	108,345,773,741	580,419,597,869
Non-controlling interest	254,367,042,059	136,588,481,197	-	-
Earnings per share				
Basic earnings per share (VND)	356	295	-	-

3. On the governance and management

a. The Board of Directors

The Board of Directors fulfilled its responsibilities of management in compliance with the Law on Enterprises, the Law on Securities, the Company's Charter, resolutions of the General Meeting of Shareholders and other legal regulations.

The Board of Directors has duly executed resolutions of the General Meeting of Shareholders in 2019. The Board of Directors ensured the Company's information disclosure in complying with applicable laws on the securities market. The Company also provided fully, on the timely manner, to the shareholders information on financial, business results under the laws. The Board of Directors' resolutions were issued in compliance with the legal authorities of the Board of Directors and their contents were in compliance with the resolutions of the General Meeting of Shareholders, the Law on Enterprises, the Law on Securities, the Company's Charter, and other legal regulations. The Board of Directors executed well its roles in management, monitoring and supporting the Management Board in implementing business plans in order to achieve earnings objectives in 2019.

The Board of Directors always ensured the Supervisory Board to have accurate information sufficiently and promptly for the Supervisory Board to supervise, monitor the Board of Directors' compliance in management, implementing the internal governance regulations to protect the interests of the Company and shareholders.

b. The Chief Executive Officer and the Management Board

The Supervisory Board opines that the Chief Executive Officer and the Management Board has executed the Company's business operations highly efficiently and in compliance with the resolutions of the Board of Directors and the General Meeting of Shareholders. Members of the Management Board has specifically and clearly allotted their duties to each member who is in charge of each area.

The Chief Executive Officer and the Management Board provided information and supported the Supervisory Board to fulfil its duties of supervising, checking management activities, and implementing business plans of the Company.

III. Conclusions

The Company's operations during the last year were in compliance with the Law on Enterprises, the Law on Securities, the Company's Charter and other legal regulations, and complied with resolutions of the General Meeting of Shareholders and of the Board of Directors.

Ho Chi Minh City, 19 June 2020
O.B.H OF THE SUPERVISORY BOARD
HEAD

[signed and sealed]

DOAN THI MY DUYEN

APPENDIX
SUPERVISORY BOARD'S MEETINGS IN 2019

NO.	MEETINGS	KEY CONTENTS
1.	Meeting dated 12 August 2019	Assessment of the accounting and financial operations, business performance, governance and management of the Company for the first 6-month of 2019.
2.	Meeting dated 10 April 2020	Assessment of the accounting and financial operations, business performance, governance and management of the Company for the whole year 2019.