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**Masan MEATLife Corporation
(formerly known as ‘Masan Nutri-
Science Corporation’)**

Separate Financial Statements for the
year ended 31 December 2019

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”) Corporate Information

Enterprise Registration Certificate No.

0311224517

7 October 2011

The Company’s Enterprise Registration Certificate has been amended several times, the most recent of which is dated 29 August 2019. The Enterprise Registration Certificate and its amendments were issued by the Department of Planning and Investment of Ho Chi Minh City.

Board of Directors

Mr Danny Le
Mr Yew Kean Lai

Chairman
Vice Chairman
(until 14 October 2019)

Mr Pham Trung Lam
Mr Tran Phuong Bac
Mr Neal Leroux Kok

Member
Member
Member
(from 20 April 2019)

Mr David Tan Wei Ming

Member
(until 19 April 2019)

Board of Management

Mr Pham Trung Lam

Chief Executive Officer

Registered Office

10th Floor, Central Plaza Tower
17 Le Duan Street
Ben Nghe Ward, District 1
Ho Chi Minh City
Vietnam

Auditor

KPMG Limited
Vietnam

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”) Statement of the Board of Management

The Board of Management of Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”) (“the Company”) presents this statement and the accompanying separate financial statements of the Company for the year ended 31 December 2019.

The Company’s Board of Management is responsible for the preparation and fair presentation of the Company’s separate financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting. In the opinion of the Company’s Board of Management:

- (a) the separate financial statements set out on pages 5 to 37 give a true and fair view of the unconsolidated financial position of the Company as at 31 December 2019, and of its unconsolidated results of operations and its unconsolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting; and
- (b) at the date of this statement, there are no reasons to believe that the Company will not be able to pay its debts as and when they fall due.

The Company’s Board of Management has, on the date of this statement, authorised the accompanying separate financial statements for issue.

On behalf of the Board of Management



Pham Trung Lam
Chief Executive Officer

Ho Chi Minh City, 20 March 2020



KPMG Limited Branch
10th Floor, Sun Wah Tower
115 Nguyen Hue Street, Ben Nghe Ward
District 1, Ho Chi Minh City, Vietnam
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INDEPENDENT AUDITOR'S REPORT

To the Shareholders

Masan MEATLife Corporation (formerly known as "Masan Nutri-Science Corporation")

We have audited the accompanying separate financial statements of Masan MEATLife Corporation (formerly known as "Masan Nutri-Science Corporation") ("the Company"), which comprise the separate balance sheet as at 31 December 2019, the separate statements of income and cash flows for the year then ended and the explanatory notes thereto which were authorised for issue by the Company's Board of Management on 20 March 2020, as set out on pages 5 to 37.

Board of Management's Responsibility

The Company's Board of Management is responsible for the preparation and fair presentation of these separate financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting, and for such internal control as the Board of Management determines is necessary to enable the preparation of separate financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's 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 of 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 auditor's judgement, 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 auditor considers 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 the Company's Board of 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 audit opinion.



Auditor's Opinion

In our opinion, the separate financial statements give a true and fair view, in all material respects, of the unconsolidated financial position of Masan MEATLife Corporation (formerly known as "Masan Nutri-Science Corporation") as at 31 December 2019 and of its unconsolidated results of operations and its unconsolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting.



KPMG Limited's Branch in Ho Chi Minh City

Vietnam

Audit Report No.: 19-01-00619-20-1

Trương Vinh Phúc
Practicing Auditor Registration
Certificate No. 1901-2018-007-1
Deputy General Director

Nguyễn Ho Khanh Tân
Practicing Auditor Registration
Certificate No. 3458-2020-007-1

Ho Chi Minh City, 20 March 2020

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
Separate balance sheet as at 31 December 2019

Form B 01 – DN

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

	Code	Note	31/12/2019 VND	1/1/2019 VND
ASSETS				
Current assets (100 = 110 + 120 + 130 + 140 + 150)	100		2,340,885,319,208	1,355,360,362,136
Cash and cash equivalents	110	4	683,578,280,096	890,040,780,664
Cash	111		52,878,280,096	76,040,780,664
Cash equivalents	112		630,700,000,000	814,000,000,000
Short-term financial investments	120		155,000,000,000	-
Held-to-maturity investments	123	5	155,000,000,000	-
Accounts receivable – short-term	130		1,377,960,908,191	339,866,146,399
Accounts receivable from customers	131	6	56,491,514,068	80,060,328,471
Prepayments to suppliers	132	7	366,078,064,740	93,728,415,941
Short-term loans receivable	135	8	584,800,000,000	-
Other short-term receivables	136	9	380,372,317,075	166,077,401,987
Allowance for doubtful debts	137	6	(9,780,987,692)	-
Inventories	140	10	121,398,871,431	123,030,123,114
Inventories	141		121,398,871,431	123,030,123,114
Other current assets	150		2,947,259,490	2,423,311,959
Short-term prepaid expenses	151		2,840,137,866	2,423,311,959
Taxes receivable from State Treasury	153		107,121,624	-

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

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
Separate balance sheet as at 31 December 2019 (continued)

Form B 01 – DN

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

	Code	Note	31/12/2019 VND	1/1/2019 VND
Long-term assets (200 = 210 + 220 + 240 + 250 + 260)	200		6,875,819,608,026	6,272,785,974,791
Accounts receivable – long-term	210		2,756,000	2,756,000
Other long-term receivables	216		2,756,000	2,756,000
Fixed assets	220		647,071,056	658,048,320
Tangible fixed assets	221		278,856,128	151,752,792
Cost	222		402,450,318	196,751,280
Accumulated depreciation	223		(123,594,190)	(44,998,488)
Intangible fixed assets	227		368,214,928	506,295,528
Cost	228		690,403,000	690,403,000
Accumulated amortisation	229		(322,188,072)	(184,107,472)
Long-term work in progress	240		-	1,981,506,652
Construction in progress	242	11	-	1,981,506,652
Long-term financial investments	250	12	6,870,004,511,729	6,270,004,511,729
Investments in subsidiaries	251		6,694,450,622,729	6,094,450,622,729
Equity investments in other entities	253		175,553,889,000	175,553,889,000
Other long-term assets	260		5,165,269,241	139,152,090
Long-term prepaid expenses	261	13	5,165,269,241	139,152,090
TOTAL ASSETS (270 = 100 + 200)	270		9,216,704,927,234	7,628,146,336,927

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

**Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
Separate balance sheet as at 31 December 2019 (continued)**

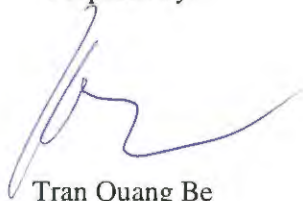
Form B 01 – DN

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

	Code	Note	31/12/2019 VND	1/1/2019 VND
RESOURCES				
LIABILITIES (300 = 310 + 330)	300		6,101,856,252,863	4,621,643,436,297
Current liabilities	310		2,560,473,071,875	3,899,728,834,926
Accounts payable to suppliers	311	14	1,948,060,627,082	1,002,967,971,115
Advances from customers	312		5,366,344,141	4,045,877,871
Taxes payable to State Treasury	313	15	8,218,654,521	8,842,598,639
Payables to employees	314		5,223,968	5,224,214
Accrued expenses	315	16	222,430,042,500	246,818,973,061
Other short-term payables	319	17(a)	7,862,179,663	217,293,694,545
Short-term borrowings	320	18(a)	368,530,000,000	2,419,754,495,481
Long-term liabilities	330		3,541,383,180,988	721,914,601,371
Other long-term payables	337	17(b)	417,869,847,802	18,240,827,267
Long-term borrowings	338	18(b)	3,111,844,095,436	692,089,599,955
Long-term provisions	342		11,669,237,750	11,584,174,149
EQUITY (400 = 410)	400		3,114,848,674,371	3,006,502,900,630
Owners' equity	410	19	3,114,848,674,371	3,006,502,900,630
Share capital	411	20	3,243,274,470,000	2,162,182,990,000
Ordinary shares with voting rights	411a		3,243,274,470,000	2,162,182,990,000
Share premium	412		2,119,105,015,149	3,200,196,495,149
Accumulated losses	421		(2,247,530,810,778)	(2,355,876,584,519)
Accumulated losses brought forward	421a		(2,355,876,584,519)	(2,936,296,182,388)
Net profit for the current year	421b		108,345,773,741	580,419,597,869
TOTAL RESOURCES (440 = 300 + 400)	440		9,216,704,927,234	7,628,146,336,927

20 March 2020

Prepared by:

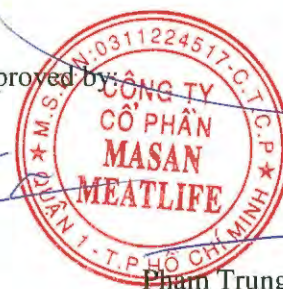


Tran Quang Be
Chief Accountant

Approved by:



Nguyen Thi Minh Hang
Chief Financial Officer



Pham Trung Lam
Chief Executive Officer

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

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
Separate statement of income for the year ended 31 December 2019

Form B 02 – DN

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

	Code	Note	2019 VND	2018 VND
Revenue from sales of goods	01	22	9,778,042,006,810	5,615,577,245,583
Revenue deductions	02	22	559,731,228,140	309,113,370,067
Net revenue (10 = 01 - 02)	10	22	9,218,310,778,670	5,306,463,875,516
Cost of sales	11	23	8,619,123,155,578	4,941,833,983,895
Gross profit (20 = 10 - 11)	20		599,187,623,092	364,629,891,621
Financial income	21	24	376,320,251,017	808,970,368,746
Financial expenses	22	25	260,783,543,446	223,014,073,684
<i>In which: Interest expense</i>	23		205,928,474,943	192,403,867,779
Selling expenses	25	26	455,061,372,929	297,362,111,410
General and administration expenses	26	27	150,891,655,372	72,613,442,315
Net operating profit {30 = 20 + (21 - 22) - (25 + 26)}	30		108,771,302,362	580,610,632,958
Other income	31		11,788,328	31,157,520
Other expenses	32		437,316,949	222,192,609
Results of other activities (40 = 31 - 32)	40		(425,528,621)	(191,035,089)
Accounting profit before tax (50 = 30 + 40)	50		108,345,773,741	580,419,597,869
Income tax expense – current	51	28	-	-
Income tax expense – deferred	52	28	-	-
Net profit after tax (60 = 50 - 51 - 52)	60		108,345,773,741	580,419,597,869

20 March 2020

Prepared by:

Tran Quang Be
Chief Accountant

Approved by:

Nguyen Thi Minh Hang
Chief Financial Officer



Pham Trung Lam
Chief Executive Officer

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

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
Separate statement of cash flows for the year ended 31 December 2019
(Indirect method)

Form B 03 – DN

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

	Code	2019 VND	2018 VND
CASH FLOWS FROM OPERATING ACTIVITIES			
Accounting profit before tax	01	108,345,773,741	580,419,597,869
Adjustments for			
Depreciation and amortisation	02	216,676,302	166,672,252
Allowances and provisions	03	11,093,988,676	702,311,085
Foreign exchange losses/(gains) arising from revaluation of monetary items denominated in foreign currencies	04	180,543,000	(185,960,101)
Profits from investing activities	05	(374,387,598,204)	(808,781,377,280)
Interest expense	06	205,928,474,943	192,403,867,779
Operating loss before changes in working capital	08	(48,622,141,542)	(35,274,888,396)
Change in receivables and other assets	09	(215,028,031,104)	(165,773,825,642)
Change in inventories	10	1,631,251,683	(122,947,623,114)
Change in payables and other liabilities	11	908,220,771,828	1,285,583,370,063
Change in prepaid expenses	12	(5,442,943,058)	(2,368,094,405)
		640,758,907,807	959,218,938,506
Payments of interest	14	(2,551,493,806)	(3,821,659,994)
Other payments for operating activities	17	(1,227,937,383)	-
Net cash flows from operating activities	20	636,979,476,618	955,397,278,512
CASH FLOW FROM INVESTING ACTIVITIES			
Payments for additions to fixed assets and construction in progress	21	(205,699,038)	(2,055,206,652)
Proceeds from disposals of long-term assets	22	1,635,719,000	-
Payments for granting loans, placements of term deposits	23	(739,800,000,000)	-
Payments for investments in subsidiaries	25	(600,000,000,000)	(889,000)
Receipts of interest and dividends	27	126,578,545,852	339,127,846,184
Net cash flows from investing activities	30	(1,211,791,434,186)	337,071,750,532

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

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
Separate statement of cash flows for the year ended 31 December 2019
(Indirect method – continued)

Form B 03 – DN

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

	Code	2019 VND	2018 VND
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings	33	461,688,600,360	-
Payments to settle loan principals	34	(93,158,600,360)	-
Payments of dividends	36	-	(550,472,586,317)
Net cash flows from financing activities	40	368,530,000,000	(550,472,586,317)
Net cash flows during the year (50 = 20 + 30 + 40)	50	(206,281,957,568)	741,996,442,727
Cash and cash equivalents at the beginning of the year	60	890,040,780,664	148,078,622,646
Effect of exchange rate fluctuations on cash and cash equivalents	61	(180,543,000)	(34,284,709)
Cash and cash equivalents at the end of the year (70 = 50 + 60 + 61) (Note 4)	70	683,578,280,096	890,040,780,664

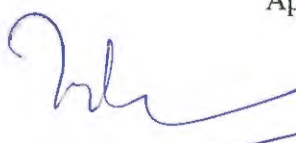
20 March 2020

Prepared by:



Tran Quang Be
Chief Accountant

Approved by:



Nguyen Thi Minh Hang
Chief Financial Officer



Phạm Trung Lam
Chief Executive Officer

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

**Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
Notes to the separate financial statements for the year ended 31 December 2019**

Form B 09 – DN

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

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

1. Reporting entity

(a) Ownership structure

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”) (“the Company”) is a joint stock company incorporated in Vietnam.

The Company’s shares were listed on the Unlisted Public Company Market (“Upcom”) in accordance with the Decision No. 804/QD-SGDHN issued by the Ha Noi Stock Exchange on 2 December 2019.

(b) Principal activities

The principal activities of the Company are investment holding and to trade in livestock, poultry and aquaculture feeds and other products in accordance with its Enterprise Registration Certificate.

(c) Normal operating cycle

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

(d) The Company’s structure

As at 31 December 2019, the Company had 2 directly owned subsidiaries (1/1/2019: 2 directly owned subsidiaries) as described in Note 12.

As at 31 December 2019, the Company has 14 dependent branches which are Phu Tho Branch, Ha Nam Branch, Nghe An Branch, Binh Dinh Branch, Dak Lak Branch, Vinh Long Branch, Hau Giang Branch, Dong Nai Branch, Quang Nam Branch, Thai Nguyen Branch, Tien Giang Branch, Hung Yen Branch, Hai Phong Branch and Can Tho Branch (1/1/2019: 14 dependent branches).

As at 31 December 2019, the Company had 849 employees (1/1/2019: 978 employees).

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
Notes to the separate financial statements for the year ended 31 December 2019
(continued)

Form B 09 – DN

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

2. Basis of preparation

(a) Statement of compliance

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

The Company prepares and issues its consolidated financial statements separately. For a comprehensive understanding of the consolidated financial position as at 31 December 2019 of the Company and its subsidiaries (collectively referred to as “the Group”), their consolidated results of operations and their consolidated cash flows for the year then ended, these separate financial statements should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2019.

(b) Basis of measurement

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

(c) Annual accounting period

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

(d) Accounting and presentation currency

The Company’s accounting currency is Vietnam Dong (“VND”), which is also the currency used for financial statements presentation purposes.

(e) Corresponding figures

Corresponding figures as at 1 January 2019 were derived from the balances and amounts reported in the Company’s audited separate financial statements as at and for the year ended 31 December 2018.

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
Notes to the separate financial statements for the year ended 31 December 2019
(continued)

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

3. Summary of significant accounting policies

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

(a) Foreign currency transactions

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

Monetary assets and liabilities denominated in currencies other than VND are translated into VND at the account transfer buying rate and the account transfer selling rate, respectively, at the end of the annual accounting period quoted by the commercial bank where the Company most frequently conducts transactions.

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

(b) Cash and cash equivalents

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

(c) Investments

(i) Investments in subsidiaries

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

(ii) Investments in subsidiaries

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

Form B 09 – DN

(iii) *Equity investments in other entities*

(d) Accounts receivable

(e) Inventories

The Company applies the perpetual method of accounting for inventories.

(f) Tangible fixed assets

(i) *Cost*

(ii) *Depreciation*

- office equipment 3 – 5 years

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
Notes to the separate financial statements for the year ended 31 December 2019
(continued)

Form B 09 – DN

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

(g) Intangible fixed assets

Software

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

(h) Construction in progress

Construction in progress represents the costs of software which have not been fully installed. No depreciation is provided for construction in progress during the year of installation.

(i) Long-term prepaid expenses

(i) Tools and instruments

Tools and instruments include assets held for use by the Company in the normal course of business whose costs of individual items are less than VND30 million and therefore not qualified for recognition as fixed assets under prevailing regulation. Costs of tools and instruments are amortised on a straight-line basis over a period ranging from over 1 year to 3 years.

(ii) Other long-term prepaid expenses

Other long-term prepaid expenses include the prepaid repair and maintenance expenses which are stated at their costs and are amortised on a straight-line basis over a period ranging from 2 to 3 years.

(j) Accounts payable

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

(k) Provisions

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

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
Notes to the separate financial statements for the year ended 31 December 2019
(continued)

Form B 09 – DN

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

Severance allowance

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

(l) Ordinary shares

Ordinary shares are recognised at issuance price less incremental costs directly attributable to the issue of shares, net of tax effects. Such costs are recognised as a deduction from share premium. The difference between the proceeds from issuance of shares and the par value of shares issued is recorded as share premium.

(m) Taxation

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

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted at the end of the annual accounting period, and any adjustment to tax payable in respect of previous years.

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

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

(n) Revenue from sales of goods

Revenue from sales of goods is recognised in the separate statement of income when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods. Revenue from sales of goods is recognised at the net amount after deducting sales discounts stated on the invoice.

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
Notes to the separate financial statements for the year ended 31 December 2019
(continued)

Form B 09 – DN

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

(o) Financial income

Financial income comprises interest income from deposits and loans, dividend income and foreign exchange gains.

Interest income from deposits and loans are recognised in the separate statement of income on a time proportion basis with reference to the principal outstanding and the applicable interest rate.

Dividend income is recognised when the right to receive dividends is established. Share dividends are not recognised as income. Dividends received which are attributable to the period before investment acquisition date are deducted from the carrying amount of the investment.

(p) Financial expenses

Financial expenses comprise interest expense on borrowings and foreign exchange losses.

Borrowing costs are recognised as an expense in the year in which they are incurred, except where the borrowing costs relate to borrowings in respect of the construction of qualifying assets, in which case the borrowing costs incurred during the period of construction are capitalised as part of the cost of the assets concerned.

(q) Operating lease payments

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

(r) Related parties

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

Related companies refer to the parent company, the ultimate parent company, and their subsidiaries and associates.

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4. Cash and cash equivalents

	31/12/2019	1/1/2019
	VND	VND
Cash on hand	631,460,978	6,850,080,792
Cash in banks	52,002,819,118	67,667,699,872
Cash in transit	244,000,000	1,523,000,000
Cash equivalents	630,700,000,000	814,000,000,000
Cash and cash equivalents in the separate statement of cash flows	683,578,280,096	890,040,780,664

Cash equivalents represent term deposits at banks with original terms to maturity of three months or less from the transaction dates.

5. Held-to-maturity investments

Held-to-maturity investments represented term deposits at banks denominated in VND with remaining terms to maturity of less than twelve months from the balance sheet date and earned annual interest at 6.2% (1/1/2019: Nil).

6. Accounts receivable from customers – short-term

Accounts receivable from customers who are related parties

	31/12/2019	1/1/2019
	VND	VND
<i>Subsidiaries</i>		
▪ Conco Binh Dinh Company Limited	2,368,431,555	-
▪ Agro Nutrition International Joint Stock Company	300,404,775	-
▪ MNS Feed Nghe An Company Limited	-	18,600,500

The trade related amounts due from subsidiaries were unsecured, interest free and are receivable within 30 to 60 days from invoice date.

Movements of the allowance for doubtful debts during the years were as follows:

	2019	2018
	VND	VND
Opening balance	-	-
Allowance made during the year	9,780,987,692	-
Closing balance	9,780,987,692	-

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7. Prepayments to suppliers

Prepayments to suppliers who are related parties

	31/12/2019	1/1/2019
	VND	VND
<i>Subsidiaries</i>		
▪ Conco Binh Dinh Company Limited	107,272,638,772	-
▪ Agro Nutrition International Joint Stock Company	87,687,223,612	10,249,385,755
▪ MNS Feed Nghe An Company Limited	64,568,629,780	26,907,513,150
▪ MNS Feed Thai Nguyen Company Limited	51,704,819,250	10,764,358,350
▪ MNS Feed Vinh Long Company Limited	50,218,551,115	-
	<hr/> 361,451,862,529	<hr/> 47,921,257,255 <hr/>

The prepayments to subsidiaries were unsecured and interest free.

8. Short-term loans receivable

	31/12/2019	1/1/2019
	VND	VND
Loans receivable from subsidiaries		
▪ MNS Meat Sai Gon Company Limited	265,000,000,000	-
▪ MNS Meat Ha Nam Company Limited	199,800,000,000	-
▪ MNS Farm Nghe An Company Limited	120,000,000,000	-
	<hr/> 584,800,000,000	<hr/> - <hr/>

Short-term loans receivable from subsidiaries were unsecured and earned annual interest at 6.5%.

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9. Other short-term receivables

	31/12/2019	1/1/2019
	VND	VND
Dividends receivable from subsidiaries:		
▪ Agro Nutrition International Joint Stock Company	105,313,561,504	127,313,561,504
▪ MNS Feed Company Limited	260,000,000,000	-
Interest receivable from deposits at banks	6,406,517,808	1,453,601,096
Interest receivable from loan to subsidiaries:		
▪ MNS Meat Ha Nam Company Limited	2,912,961,645	-
▪ MNS Farm Nghe An Company Limited	1,379,656,167	-
▪ MNS Meat Sai Gon Company Limited	909,305,480	-
Non-trade related amounts due from related parties	2,247,968,743	36,632,772,324
Advances	1,200,038,241	673,262,549
Short-term deposits	2,095,500	2,095,500
Others	211,987	2,109,014
	<hr/>	<hr/>
	380,372,317,075	166,077,401,987

Non-trade related amounts due from related parties comprised of:

	31/12/2019	1/1/2019
	VND	VND
<i>Subsidiaries</i>		
▪ MNS Feed Company Limited	1,120,228,500	1,120,228,500
▪ MNS Feed Nghe An Company Limited	889,178,248	-
▪ Vietnamese – French Cattle Feed Joint Stock Company	238,561,995	20,613,145,608
▪ Agro Nutrition International Joint Stock Company	-	12,135,210,575
▪ MNS Feed Tien Giang Company Limited	-	2,374,100,185
▪ MNS Feed Vinh Long Company Limited	-	309,680,734
▪ Proconco Hung Yen Trading and Production Co., Ltd (formerly known as “Proconco Hung Yen Manufacturing and Trading Company Limited”)	-	50,753,959
▪ Proconco Can Tho One Member Company Limited	-	26,170,000
▪ Conco Binh Dinh Company Limited	-	3,482,763
	<hr/>	<hr/>
	2,247,968,743	36,632,772,324

The non-trade related amounts due from subsidiaries were unsecured, interest free and are receivable on demand.

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10. Inventories

	31/12/2019 VND	1/1/2019 VND
Merchandise inventories	121,398,871,431	123,030,123,114

No allowance for inventories was made in the Company's separate financial statements for the years ended 31 December 2019 and 2018.

11. Construction in progress

	2019 VND	2018 VND
Opening balance	1,981,506,652	-
Addition	-	1,981,506,652
Disposals	(1,635,719,000)	-
Written off	(345,787,652)	-
Closing balance	-	1,981,506,652

12. Long-term financial investments

	31/12/2019 VND	1/1/2019 VND
Investments in subsidiaries (a)	6,694,450,622,729	6,094,450,622,729
Equity investments in other entities (b)	175,553,889,000	175,553,889,000
	6,870,004,511,729	6,270,004,511,729

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(a) Investments in subsidiaries

	31/12/2019			1/1/2019		
	% of equity owned	% of voting rights	Cost VND	% of equity owned	% of voting rights	Cost VND
MNS Feed Company Limited	99.9%	99.9%	3,111,990,000,000	99.9%	99.9%	3,111,990,000,000
Agro Nutrition International Joint Stock Company	100.0%	100.0%	3,581,563,422,729	100.0%	100.0%	2,981,563,422,729
Others	-	-	897,200,000	-	-	897,200,000
			<u>6,694,450,622,729</u>			<u>6,094,450,622,729</u>

All subsidiaries are incorporated in Vietnam.

The Company has not determined the fair values of the equity investments for disclosure in the separate financial statements because there is currently no guidance on determination of fair value using valuation techniques under Vietnamese Accounting Standards or the Vietnamese Accounting System for enterprises. The fair values of the equity investments may differ from their carrying amounts.

No allowance from diminution in value of investments in subsidiaries of was made in the Company's separate financial statements for the years ended 31 December 2019 and 2018.

Detail information of the subsidiaries as at 31 December 2019 and 1 January 2019 are described as follows:

Name	Address	Principal activities
MNS Feed Company Limited	Lot A4, Street No. 2, Song May Industrial Zone, Trang Bom District, Dong Nai Province, Vietnam	To manufacture, process livestock, poultry and aquaculture feeds
Agro Nutrition International Joint Stock Company	Lot A4, Street No. 2, Song May Industrial Zone, Trang Bom District, Dong Nai Province, Vietnam	To manufacture, process livestock, poultry and aquaculture feeds; breed cattle and poultry

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Movements of investments in subsidiaries during the years were as follows:

	MNS Feed Company Limited VND	Agro Nutrition International Joint Stock Company VND	Others VND	Total VND
Opening balance	3,111,990,000,000	2,981,563,422,729	897,200,000	6,094,450,622,729
Additional investments	-	600,000,000,000	-	600,000,000,000
Closing balance	3,111,990,000,000	3,581,563,422,729	897,200,000	6,694,450,622,729

(b) Equity investments in other entities

	31/12/2019 and 1/1/2019		
	% of equity owned	% of voting rights	Cost VND
MNS Meat Company Limited	0.001%	-	10,889,000
Other investments (*)	-	-	175,543,000,000
			175,553,889,000

- (*) In 2016, Agro Nutrition International Joint Stock Company, a subsidiary of the Company, granted a call option to an investor to buy 5% of Agro Nutrition International Joint Stock Company’s equity interest on a fully diluted basis at par value, which can be exercised within 10 years from January 2016. In February 2016, this option was acquired by the Company as part of the Company’s overall restructuring and efforts to increase its equity interest in its subsidiaries, particularly Agro Nutrition International Joint Stock Company and Vietnamese – French Cattle Feed Joint Stock Company. The Company recorded this transaction in equity investments.

The Company has not determined the fair values of the equity investments for disclosure in the separate financial statements because there is currently no guidance on determination of fair value using valuation techniques under Vietnamese Accounting Standards or the Vietnamese Accounting System for enterprises. The fair values of the equity investments may differ from their carrying amounts.

There were no movements of carrying amounts of the Company’s investments in other entities during the year.

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13. Long-term prepaid expenses

	Tools and instruments VND	Others VND	Total VND
Opening balance	72,010,224	67,141,866	139,152,090
Additions	5,885,252,711	746,303,670	6,631,556,381
Amortisation for the year	(1,436,665,238)	(168,773,992)	(1,605,439,230)
Closing balance	4,520,597,697	644,671,544	5,165,269,241

14. Accounts payable to suppliers – short-term

(a) Accounts payable to suppliers detailed by significant suppliers

	31/12/2019 VND	1/1/2019 VND
Vietnamese – French Cattle Feed Joint Stock Company	1,748,235,987,687	741,287,613,925
Proconco Hung Yen Trading and Production Co., Ltd (formerly known as “Proconco Hung Yen Manufacturing and Trading Company Limited”)	130,016,204,910	111,759,514,565
Other suppliers	69,808,434,485	149,920,842,625
	1,948,060,627,082	1,002,967,971,115

(b) Accounts payable to suppliers who are related parties

	31/12/2019 VND	1/1/2019 VND
<i>Subsidiaries</i>		
▪ Vietnamese – French Cattle Feed Joint Stock Company	1,748,235,987,687	741,287,613,925
▪ Proconco Hung Yen Trading and Production Co., Ltd (formerly known as “Proconco Hung Yen Manufacturing and Trading Company Limited”)	130,016,204,910	111,759,514,565
▪ Agro Nutrition International Joint Stock Company	32,565,908,650	9,988,097,016
▪ MNS Feed Tien Giang Company Limited	14,580,289,420	28,256,342,025
▪ MNS Feed Hau Giang Company Limited	669,156,080	18,577,947,535
▪ MNS Feed Vinh Long Company Limited	-	57,370,018,360
▪ Conco Binh Dinh Company Limited	-	7,725,822,545
<i>Other related company</i>		
▪ Masan Consumer Corporation	4,509,684,250	6,871,841,133
	1,930,577,230,997	981,837,197,104

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The trade related amounts due to subsidiaries and other related companies were unsecured, interest free and are payable within 30 to 60 days from invoice date.

15. Taxes payable to State Treasury

	1/1/2019 VND	Incurred VND	Paid VND	Reclassified VND	31/12/2019 VND
Value added tax	52,303,881	151,234,365	(310,659,870)	107,121,624	-
Personal income tax	8,790,294,758	29,396,324,102	(29,967,964,339)	-	8,218,654,521
Other taxes	-	172,303,609	(172,303,609)	-	-
	<u>8,842,598,639</u>	<u>29,719,862,076</u>	<u>(30,450,927,818)</u>	<u>107,121,624</u>	<u>8,218,654,521</u>

16. Accrued expenses

	31/12/2019 VND	1/1/2019 VND
Sales discounts	169,669,987,563	160,639,232,498
Bonus and 13 th month salary	37,321,201,948	53,333,199,000
Advertising and promotion expenses	3,176,739,678	20,026,282,330
Interest expense	1,107,114,932	-
Transportation expense	579,534,693	576,449,889
Others	10,575,463,686	12,243,809,344
	<u>222,430,042,500</u>	<u>246,818,973,061</u>

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17. Other payables

(a) Other short-term payables

	31/12/2019	1/1/2019
	VND	VND
Non-trade related amounts due to related parties	290,168,126	14,953,012,792
Interest payable to Vietnamese – French Cattle Feed Joint Stock Company, a subsidiary	-	197,359,154,330
Trade union fee	-	1,266,928,820
Others	7,572,011,537	3,714,598,603
	<hr/>	<hr/>
	7,862,179,663	217,293,694,545

Non-trade related amounts due to related parties comprised of:

	31/12/2019	1/1/2019
	VND	VND
<i>Subsidiaries</i>		
▪ Agro Nutrition International Joint Stock Company	258,168,126	13,679,786,557
▪ MNS Feed Tien Giang Company Limited	30,000,000	-
▪ Vietnamese – French Cattle Feed Joint Stock Company	2,000,000	1,024,666,359
▪ Proconco Can Tho One Member Company Limited	-	158,000,000
▪ Conco Binh Dinh Company Limited	-	60,000,000
▪ MNS Feed Vinh Long Company Limited	-	10,274,448
▪ Proconco Hung Yen Trading and Production Co., Ltd (formerly known as “Proconco Hung Yen Manufacturing and Trading Company Limited”)	-	20,000,000
▪ MNS Feed Company Limited	-	285,428
	<hr/>	<hr/>
	290,168,126	14,953,012,792

The non-trade related amounts due to subsidiaries were unsecured, interest free and are payable at call.

(b) Other long-term payables

	31/12/2019	1/1/2019
	VND	VND
Interest payable to Vietnamese – French Cattle Feed Joint Stock Company, a subsidiary	417,869,847,802	18,240,827,267
	<hr/>	<hr/>

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18. Borrowings

(a) Short-term borrowings

	1/1/2019 Carrying amount/ Amount within repayment capacity VND	Movements during the year			31/12/2019 Carrying amount/ Amount within repayment capacity VND
		Addition VND	Prepayment VND	Reclassification to long-term borrowings VND	
Short-term borrowings	-	461,688,600,360	(93,158,600,360)	-	368,530,000,000
Current portion of long-term borrowings	2,419,754,495,481	-	-	(2,419,754,495,481)	-
	2,419,754,495,481	461,688,600,360	(93,158,600,360)	(2,419,754,495,481)	368,530,000,000

Terms and conditions of outstanding short-term borrowings were as follows:

	Currency	Annual interest rate	31/12/2019 VND	1/1/2019 VND
Unsecured bank loans	VND	5.4% - 6.2%	368,530,000,000	-

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(b) Long-term borrowings

	31/12/2019 VND	1/1/2019 VND
Long-term borrowings	3,111,844,095,436	3,111,844,095,436
Repayable within 12 months	-	(2,419,754,495,481)
Repayable after 12 months	3,111,844,095,436	692,089,599,955

Terms and conditions of outstanding long-term borrowings were as follows:

		Annual	Year of	31/12/2019	1/1/2019
	Currency	interest rate	maturity	VND	VND
Unsecured loans from Vietnamese – French Cattle Feed Joint Stock Company, a subsidiary					
▪ Loan 1 (*)	VND	6.5%	2021	2,419,754,495,481	2,419,754,495,481
▪ Loan 2	VND	6.5%	2021	692,089,599,955	692,089,599,955
				3,111,844,095,436	3,111,844,095,436

- (*) On 2 May 2019, the Company signed an agreement with Vietnamese – French Cattle Feed Joint Stock Company to extend the maturity date of this loan to 1 November 2021.

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19. Changes in owners' equity

	Share capital VND	Share premium VND	Accumulated losses VND	Total VND
Balance as at 1 January 2018	2,162,182,990,000	3,200,196,495,149	(1,365,904,965,932)	3,996,474,519,217
Net profit for the year	-	-	580,419,597,869	580,419,597,869
Dividends	-	-	(1,570,391,216,456)	(1,570,391,216,456)
Balance as at 1 January 2019	2,162,182,990,000	3,200,196,495,149	(2,355,876,584,519)	3,006,502,900,630
Share issuance from share premium (i)	1,081,091,480,000	(1,081,091,480,000)	-	-
Net profit for the year	-	-	108,345,773,741	108,345,773,741
Balance as at 31 December 2019	3,243,274,470,000	2,119,105,015,149	(2,247,530,810,778)	3,114,848,674,371

- (i) On 23 July 2019, the Company's General Meeting of Shareholders approved to increase the share capital through share issuance from share premium.

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20. Share capital

The Company's authorised and issued share capital are as follows:

	31/12/2019		1/1/2019	
	Number of shares	VND	Number of shares	VND
Authorised share capital	324,327,447	3,243,274,470,000	216,218,299	2,162,182,990,000
Issued share capital				
Ordinary shares	324,327,447	3,243,274,470,000	216,218,299	2,162,182,990,000

All ordinary shares have a par value of VND10,000. Each share is entitled to one vote at meetings of the Company. Shareholders are entitled to receive dividend as declared from time to time. All ordinary shares are ranked equally with regard to the Company's residual assets.

Movements of share capital during the year were as follows:

	2019 VND	2018 VND
Balance at beginning of the year	2,162,182,990,000	2,162,182,990,000
Share issuance from share premium	1,081,091,480,000	-
Balance at end of the year	3,243,274,470,000	2,162,182,990,000

21. Off balance sheet items

(a) Lease commitments

The future minimum lease payments under non-cancellable operating leases were as follows:

	31/12/2019 VND	1/1/2019 VND
Within 1 year	7,963,257,600	-
Within 2 to 5 years	8,215,707,200	-
	16,178,964,800	-

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(b) Foreign currency

	31/12/2019		1/1/2019	
	Original currency	VND equivalent	Original currency	VND equivalent
USD	259,421	5,995,220,234	76,120	1,761,418,883

22. Revenue from sales of goods

Total revenue represented the gross value of goods sold exclusive of value added tax.

Net revenue comprised of:

	2019 VND	2018 VND
Total revenue		
▪ Sales of goods	9,778,042,006,810	5,615,577,245,583
Less revenue deductions		
▪ Sales discounts	558,924,333,396	308,776,301,383
▪ Sales returns	779,705,041	337,068,684
▪ Sales allowance	27,189,703	-
	559,731,228,140	309,113,370,067
Net revenue	9,218,310,778,670	5,306,463,875,516

23. Cost of sales

	2019 VND	2018 VND
Cost of goods sold	8,619,123,155,578	4,941,833,983,895

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24. Financial income

	2019 VND	2018 VND
Dividends income	330,470,365,973	795,142,312,854
Interest income from deposits and loans	44,263,019,883	13,639,064,426
Realised foreign exchange gains	1,586,865,161	3,031,365
Unrealised foreign exchange gains	-	185,960,101
	<hr/> 376,320,251,017	<hr/> 808,970,368,746 <hr/>

25. Financial expenses

	2019 VND	2018 VND
Interest expense on loans from:		
▪ Subsidiaries	202,269,866,205	192,403,867,779
▪ Banks	3,658,608,738	-
Unrealised foreign exchange losses	180,543,000	-
Others	54,674,525,503	30,610,205,905
	<hr/> 260,783,543,446	<hr/> 223,014,073,684 <hr/>

26. Selling expenses

	2019 VND	2018 VND
Staff costs	217,356,745,370	150,125,496,839
Transportation expense	65,271,731,167	34,342,364,366
Advertising and promotion expenses	63,625,071,166	52,654,954,056
Operating leases expense	12,308,647,207	7,052,944,743
Tools and supplies	905,887,405	468,476,263
Others	95,593,290,614	52,717,875,143
	<hr/> 455,061,372,929	<hr/> 297,362,111,410 <hr/>

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27. General and administration expenses

	2019 VND	2018 VND
Staff costs	98,414,911,680	61,709,021,063
Allowance for doubtful debts	9,780,987,692	-
Operating leases expense	3,462,406,102	256,467,607
Office supplies	2,614,986,303	706,503,305
Depreciation and amortisation	216,676,302	166,672,252
Others	36,401,687,293	9,774,778,088
	<hr/> 150,891,655,372	<hr/> 72,613,442,315 <hr/>

28. Corporate income tax

(a) Reconciliation of effective tax rate

	2019 VND	2018 VND
Accounting profit before tax	108,345,773,741	580,419,597,869
Tax at the Company's tax rate	21,669,154,748	116,083,919,574
Non-deductible expenses	14,035,255,631	7,857,234,592
Unrecognised deferred tax assets	30,389,662,816	37,485,730,152
Tax exempt income	(66,094,073,195)	(159,028,462,571)
Tax losses utilised	-	(2,398,421,747)
	<hr/> -	<hr/> - <hr/>

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(b) Unrecognised deferred tax assets

Deferred tax assets have not been recognised in respect of the following items:

	31/12/2019		1/1/2019	
	Temporary difference VND	Tax value VND	Temporary difference VND	Tax value VND
Deductible temporary differences	195,070,371,244	39,014,074,249	193,455,088,680	38,691,017,736
Tax losses	1,762,429,541,668	352,485,908,333	1,612,096,510,150	322,419,302,030
	1,957,499,912,912	391,499,982,582	1,805,551,598,830	361,110,319,766

The tax losses expire in the following years:

Year of expiry	Status of tax review	Tax losses available VND
2020	Outstanding	248,220,474,562
2021	Outstanding	238,771,521,467
2022	Outstanding	1,125,104,514,121
2024	Outstanding	150,333,031,518
		1,762,429,541,668

The deductible temporary differences do not expire under current tax legislation. Deferred tax assets have not been recognised in respect of these items because it is not probable that future taxable profit will be available against which the Company can utilise the benefits therefrom.

(c) Applicable tax rates

Under the prevailing corporate income tax law, the Company has an obligation to pay corporate income tax to the government at corporate income tax rate of 20%.

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
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29. Significant transactions with related parties

In addition to related party balances disclosed in other notes to the separate financial statements, the Company had the following significant transactions with related parties during the year:

	Transaction value	
	2019	2018
	VND	VND
Parent company		
Masan Group Corporation		
Dividends declared	-	1,135,573,000,000
Subsidiaries		
MNS Feed Company Limited		
Dividends income	330,470,365,973	95,142,382,854
MNS Feed Tien Giang Company Limited		
Sales of goods	2,998,041,560	2,649,412,350
Purchases of goods	301,745,535,540	204,564,890,118
Warehouse rental fee	874,440,000	938,880,000
MNS Feed Thai Nguyen Company Limited		
Sales of goods	1,183,539,730	594,791,350
Purchases of goods	137,291,188,830	122,358,393,156
Warehouse rental fee	682,500,000	735,000,000
MNS Feed Vinh Long Company Limited		
Sales of goods	2,922,754,125	2,679,631,840
Purchases of goods	182,697,171,940	147,242,665,190
Warehouse rental fee	360,000,000	300,000,000
MNS Feed Hau Giang Company Limited		
Sales of goods	5,426,386,340	5,109,679,695
Purchases of goods	439,799,080,620	288,897,242,780
Warehouse rental fee	630,000,000	630,000,000
MNS Feed Nghe An Company Limited		
Sales of goods	327,403,440	18,600,500
Purchases of goods	196,456,846,575	121,183,429,713
Warehouse rental fee	614,250,000	598,500,000

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	Transaction value	
	2019	2018
	VND	VND
Agro Nutrition International Joint Stock Company		
Sales of goods	2,573,478,745	2,793,406,150
Purchases of goods	1,010,952,718,473	686,922,523,777
Capital contribution	600,000,000,000	-
Warehouse rental fee	-	110,250,000
Dividends income	-	699,999,930,000
Loans received	-	679,032,261,643
Interest expense	-	16,878,998,306
MNS Meat Ha Nam Company Limited		
Sale of construction in progress	1,635,719,000	-
Purchases of materials and finished goods	846,194	-
Loan receivables	199,800,000,000	-
Interest income	2,912,961,645	-
MNS Meat Sai Gon Company Limited		
Loan receivables	265,000,000,000	-
Interest income	909,305,480	-
MNS Farm Nghe An Company Limited		
Loan receivables	120,000,000,000	-
Interest income	1,379,656,167	-
Vietnamese – French Cattle Feed Joint Stock Company		
Sales of goods	21,539,601,240	12,871,395,765
Purchases of goods	4,906,132,652,698	2,781,868,838,947
Transfers of loans/loans granted	-	692,089,599,955
Interest expense	202,269,866,205	175,524,869,473
Proconco Can Tho One Member Company Limited		
Purchases of goods	1,434,374,975	374,807,950
Conco Binh Dinh Company Limited		
Sales of goods	5,016,077,320	4,009,722,850
Purchases of goods	1,114,621,231,432	513,159,493,703
Proconco Hung Yen Trading and Production Co., Ltd (formerly known as “Proconco Hung Yen Manufacturing and Trading Company Limited”)		
Sales of goods	315,468,755	170,265,810
Purchases of goods	325,215,366,560	197,318,564,100

Masan MEATLife Corporation (formerly known as “Masan Nutri-Science Corporation”)
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	Transaction value	
	2019	2018
	VND	VND
Other related parties		
Masan Consumer Corporation		
Information and technology expenses (included VAT)	9,981,471,408	5,485,002,069
Project management fee (included VAT)	365,403,555	1,386,839,064
Purchase of goods	7,211,200	-
Key management personnel		
Remuneration to key management personnel	28,442,181,333	14,061,849,318

As at and for the years ended 31 December 2019 and 2018, the Company has current and term deposit accounts at Vietnam Technological and Commercial Joint Stock Bank at normal trading terms.

30. Non-cash investing and financing activities

	2019	2018
	VND	VND
Share issuance from share premium	1,081,091,480,000	-
Net-off dividends receivable and dividends payable	-	340,886,368,496
Capitalisation of interest payable in loan principals	-	13,057,338,312
Transfers of dividends payable to borrowings from a subsidiary	-	679,032,261,643

20 March 2020


Prepared by:


Tran Quang Be
Chief Accountant


Nguyen Thi Minh Hang
Chief Financial Officer



Approved by:


Pham Trung Lam
Chief Executive Officer