



INTERIM FINANCIAL STATEMENTS
FOR THE FIRST 6 MONTHS OF THE FISCAL YEAR ENDING
31 DECEMBER 2020

**POWER ENGINEERING
CONSULTING JOINT STOCK
COMPANY 4**

CONTENTS

| | Page |
|--|----------------|
| 1. Contents | 1 |
| 2. Statement of the Board of Directors | 2 - 5 |
| 3. Review Report on Interim Financial Information | 6 |
| 4. Interim Balance Sheet as of 30 June 2020 | 7 - 10 |
| 5. Interim Income Statement for the first 6 months of the fiscal year ending 31 December 2020 | 11 |
| 6. Interim Cash Flow Statement for the first 6 months of the fiscal year ending 31 December 2020 | 12 - 13 |
| 7. Notes to the Interim Financial Statements for the first 6 months of the fiscal year ending 31 December 2020 | 14 - 34 |
| 8. Appendix 1: Statement of fluctuation in owner's equity for the first 6 months of the fiscal year ending 31 December 2020 | 35 |

STATEMENT OF THE BOARD OF DIRECTORS

The Board of Directors of Power Engineering Consulting Joint Stock Company 4 (hereinafter referred to as “the Company”) presents this statement together with the Interim Financial Statements for the first 6 months of the fiscal year ending 31 December 2020.

Business highlights

Power Engineering Consulting Joint Stock Company 4 was established on the basis of transforming state - owned company namely Power Engineering Consulting Company 4 to joint stock company.

Power Engineering Consulting Joint Stock Company 4 has officially operated from 1 August 2007 in line with the Business Registration Certificate No. 3703000280 dated 1 August 2007 granted by Department of Planning and Investment of Khanh Hoa Province.

During the operation course, the Company has been additionally granted Business Registration Certificates by Department of Planning and Investment of Khanh Hoa Province as follows:

- The 1st amended one dated 19 May 2008 regarding the supplementation of its business functions.
- The 2nd amended one dated 12 June 2009 regarding the increase of its charter capital from VND 27.500.000.000 to VND 34.295.500.000.
- The 3rd amended one dated 05 December 2009 regarding the supplementation of its business functions.
- The 4th amended one dated 19 August 2010 regarding the increase of its charter capital from VND 34.295.500.000 to VND 42.580.000.000.
- The 5th amended one dated 30 July 2011 regarding the increase of its charter capital from VND 42.580.000.000 to VND 50.987.770.000.
- The 6th amended one dated 25 October 2011 regarding the supplementation of its business functions.
- The 7th amended one dated 20 July 2012 regarding the increase of its charter capital from VND 50.987.770.000 to VND 61.059.420.000 and the change of the northern Branch’s address.
- The 8th amended one dated 02 March 2013 regarding the increase of its charter capital from VND 61.059.420.000 to VND 91.404.550.000.
- The 9th amended one dated 04 July 2013 regarding the increase of its charter capital from VND 91.404.550.000 to VND 109.557.160.000.
- The 10th amended one dated 07 January 2014 regarding the increase of its charter capital from VND 109.557.160.000 to VND 145.996.140.000.
- The 11th amended one dated 17 July 2014 regarding the supplementation of its business functions.
- The 12th amended one dated 23 March 2018 regarding the change of legal representative.
- The 13th amended one dated 23 March 2018 regarding the increase of its charter capital from VND145.996.140.000 to VND 158.347.450.000.
- The 14th amended one dated 5 June 2018 regarding the change of information on legal representative.
- The 15th amended one dated 7 April 2020 regarding the change of legal representative

Head office

Address : No. 11 Hoang Hoa Tham, Loc Tho Ward, Nha Trang City, Khanh Hoa Province
Tel : (0258) 3 563 999
Fax : (0258) 3 563 888
Website : www.pecc4.vn

Affiliates:

| <u>Name of entities</u> | <u>Address</u> |
|-------------------------|--|
| Branch in the Northern | Lot 3 - TT4 Lane 183 - Hoang Van Thai Town - Khuong Trung Ward - Thanh Xuan District - Ha Noi City |
| Branch in the Southern | 46/9 Tran Quy Khoach - Tan Dinh Ward - District 1 - Ho Chi Minh City |

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

STATEMENT OF THE BOARD OF DIRECTORS (cont.)

Principal business activities of the Company as in Business Registration Certificate are:

- Inspecting, surveying and certifying eligibility of bearing safety, certifying suitability of construction quality;
- Providing consulting service for designing power project, network, lightening and new and renewable energy;
- Designing hydraulic projects;
- Establishing power development plan for the region, provinces, cities, districts and precincts and development plan for new and renewable energy;
- Topographical survey and survey of works, hydrogeology, geotechnics;
- Surveying, measuring, observing meteorology, work hydrogeology;
- Treating foundation consolidation, comprising of measuring and plotting geological map for works, hydrogeology, boring, investigation excavation, geophysics, construction materials investigation and grouting;
- Providing service for measuring and plotting topographical map and land survey map, works deformation control;
- Project supervision and survey;
- Providing consulting services for establishment of pre-feasibility study report, feasibility study report; establishment of bidding documents, tender documents evaluation;
- Supervision of executing power project, networks, civil industry and hydraulics works;
- Providing consulting services for design of tertiary highway construction, designing on structure for tertiary civil works to 6 floors, quadruple industrial works, designing on architecture for tertiary civil and industrial works;
- Experimenting on water analysis, on physical-mechanical properties of soils and rocks, works' foundation and construction materials, experimenting and verifying project quality, experimenting and analyzing environment criteria;
- Consulting examination of investment report and project; examining technical design, working drawings, total investment capital, total cost estimate, estimated cost; bidding documents for construction projects;
- Consulting environment, surveying and preparing report on compensation, sedentary farming and settlement of construction products. Consulting construction project management;
- Surveying and preparing report on environmental impacts;
- Environmental supervision;
- Producing and trading electricity;
- Trading power equipment materials import and export;
- Trading computer software and IT equipment;
- Processing and manufacturing power components and materials;
- Power installation;
- Trading hotel;
- Transporting goods by cars;
- Trading real estates and leasing offices;
- Experimenting, analyzing and evaluating environmental criteria. Consulting on environment, surveying, preparing report on environmental impacts. Environmental supervision.

The Board of Management, the Board of Control and the Board of Directors

The Board of Management, the Board of Control and the Board of Directors of the Company during the period and as of the date of this statement include:

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

STATEMENT OF THE BOARD OF DIRECTORS (cont.)

Board of Management

| Full name | Position | Appointing date / resigning date |
|-------------------|----------|----------------------------------|
| Mr. Vu Thanh Danh | Chairman | Appointed on 1 April 2020 |
| Mr. Tran Hoai Nam | Chairman | Resigned on 1 April 2020 |
| Mr. Tran Hoai Nam | Member | Appointed on 25 April 2017 |
| Mr. Lam Du Son | Member | Appointed on 25 April 2017 |
| Mr. Tran Cao Hy | Member | Appointed on 26 April 2018 |
| Mr. Le Cao Quyen | Member | Appointed on 30 June 2020 |

Board of Control

| Full name | Position | Appointing date / re-appointing date/ Resigning date |
|--------------------------|--------------------|---|
| Mr. Ho Nam Khanh | Chief of the Board | Re-appointed on 25 April 2017 |
| Mr. Nguyen Duy Quoc Viet | Member | Appointed on 26 April 2018 |
| Ms. Nguyen Thi Hai Yen | Member | Appointed on 30 June 2020 |
| Mr. Tran Vinh Thai | Member | Resigned on 30 June 2020 |

Board of Directors

| Full name | Position | Appointing date / re-appointing date/ resigning date |
|------------------------|--|---|
| Mr. Tran Hoai Nam | General Director | Resigned on 1 April 2020 |
| Mr. Le Cao Quyen | Deputy General Director -taking responsibilities and performing duties of General Director | Appointed on 1 April 2020 |
| Mr. Tran Cao Hy | Deputy General Director | Appointed on 1 November 2019 |
| Mr. Nguyen Xuan Phuong | Deputy General Director | Re-appointed on 20 March 2020 |
| Ms. Tran Le Thanh Binh | Accounting and Finance Manager | Appointed on 7 April 2020 |
| Mr. Vu Thanh Danh | Chief Accountant | Resigned on 7 April 2020 |

Legal Representative

The legal representative of the Company during the period and to the date of this statement is as follows:

| Full name | Position | Appointing date/resigning date |
|-------------------|---|--------------------------------|
| Mr. Tran Hoai Nam | General Director | Resigned on 1 April 2020 |
| Mr. Le Cao Quyen | Deputy General Director - taking responsibilities and performing duties of General Director | Appointed on 1 April 2020 |

Auditor

A&C Auditing and Consulting Co., Ltd. has been appointed to review the Interim Financial Statements for the first 6 months of the fiscal year ending 31 December 2020 of the Company.

Responsibilities of the Board of Directors

The Board of Directors of the Company is responsible for the preparation of the Interim Financial Statements to give a true and fair view on the financial position, the financial performance and the cash flows of the Company during the period. In order to prepare these Interim Financial Statements, the Board of Directors is required:

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

STATEMENT OF THE BOARD OF DIRECTORS (cont.)

- select the appropriate accounting policies and apply them consistently;
- make judgment and estimates prudently;
- state clearly whether the accounting standards applied to the Company are followed or not, and all the material differences from these standards are disclosed and explained in the Interim Financial Statements;
- prepare the Interim Financial Statements of the Company on the going-concern basis, except for the cases that the going-concern basis is considered inappropriate;
- design and implement effectively the internal control system in order to ensure that the preparation and presentation of the Interim Financial Statements are free from material misstatements due to frauds or errors.

The Board of Directors hereby ensures that all the accounting books of the Company have been fully recorded and can fairly reflect the financial position of the Company at any time in compliance with the applicable Accounting System. The Board of Directors is also responsible for managing the Company's assets and consequently has taken appropriate measures to prevent and detect frauds and other irregularities.

The Board of Directors commits to the compliance with the aforementioned requirements in preparation of the Interim Financial Statements.

Approval on the Financial Statements

The Board of Directors of the Company hereby approves the accompanying Interim Financial Statements, which give a true and fair view of the financial position of the Company as of 30 June 2020, the financial performance and the cash flows for the first 6 months of the fiscal year ending 31 December 2020 in accordance with the Vietnamese Accounting Standards and System as well as other legal regulations related to the preparation and presentation of the Interim Financial Statements.

For and on behalf of the Board of Directors



Le Cao Quyên
Deputy General Director

Date: 11 August 2020

| | | |
|---------------------|---|--------------------|
| Head Office | : 02 Truong Son St., Tan Binh Dist., Ho Chi Minh City, Vietnam Tel: +84 (028) 3547 2972 Fax: +84 (028) 3547 2970 | kttv@a-c.com.vn |
| Branch in Ha Noi | : 40 Giang Vo St., Dong Da Dist., Ha Noi City, Vietnam Tel: +84 (024) 3736 7879 Fax: +84 (024) 3736 7869 | kttv.hn@a-c.com.vn |
| Branch in Nha Trang | : Lot STH 06A.01, Le Hong Phong II Urban Area, Phuoc Hai Ward, Nha Trang City, Vietnam Tel: +84 (0258) 246 5151 Fax: +84 (0258) 246 5806 | kttv.nt@a-c.com.vn |
| Branch in Can Tho | : I5-13 Vo Nguyen Giap St., Cai Rang Dist., Can Tho City, Vietnam Tel: +84 (0292) 376 4995 Fax: +84 (0292) 376 4996 | kttv.ct@a-c.com.vn |

No. 3.0165/20/TC-AC

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

THE SHAREHOLDERS, THE BOARD OF MANAGEMENT AND THE BOARD OF DIRECTORS POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

We have reviewed the accompanying Interim Financial Statements of Power Engineering Consulting Joint Stock Company 4 (hereinafter referred to as “the Company”), which were prepared on 8 August 2020 from 07 to page 35 including the Interim Balance Sheet as of 30 June 2020, the Interim Income Statement, the Interim Cash Flow Statement for the first 6 months of the fiscal year ending 31 December 2020 and the Notes to the Interim Financial Statements.

Responsibility of the Board of Directors

The Company’s Board of Directors is responsible for the preparation, true and fair presentation of the Interim Financial Statements in accordance with the Vietnamese accounting standards and system as well as the legal regulations related to the preparation and presentation of the Interim Financial Statements; and responsible for the internal control as the Company’s Directors determine necessary to enable the preparation and presentation of the Interim Financial Statements to be free from material misstatement due to fraud or error.

Responsibility of Auditors

Our responsibility is to express a conclusion on the Interim Financial Statements based on our review. We conducted our review in accordance with Vietnamese Standards on Review Engagements 2410 - Review of Interim Financial Information performed by the Independent Auditor of the Company, scope of these principles can be applicable to review engagement of historical finance information performed by Independent Auditor of the Company.

A review of interim financial information involves performing inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical procedures and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Vietnamese Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion of auditor

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Interim Financial Statements do not give a true and fair view of the financial positions in all material respect, financial performance as of 30 June 2020, its business results and its cash flows for the first 6 months of the fiscal year ending 31 December 2020 in accordance with the Vietnamese Accounting Standards and System as well as other related regulations in preparation and presentation of the Interim Financial Statements.

A&C Auditing and Consulting Co., Ltd

Nha Trang Branch



Nguyen Van Kien

Director

Audit Practice Registration Certificate No. 0192-2018-008-01

Nha Trang, 11 August 2020

T. T. N. H. H.
H. O. A.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: No. 11 Hoang Hoa Tham, Loc Tho Ward, Nha Trang City, Khanh Hoa Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

INTERIM BALANCE SHEET**(Full form)****As of 30 June 2020**

Unit: VND

| ITEMS | Code | Note | Ending balance | Beginning balance |
|---|------------|------------|------------------------|------------------------|
| A - CURRENT ASSETS | 100 | | 140.286.672.520 | 153.340.005.713 |
| I. Cash and cash equivalents | 110 | V.1 | 36.162.509.041 | 54.626.358.069 |
| 1. Cash | 111 | | 5.162.509.041 | 22.626.358.069 |
| 2. Cash equivalents | 112 | | 31.000.000.000 | 32.000.000.000 |
| II. Short-term investments | 120 | | - | - |
| 1. Trading securities | 121 | | - | - |
| 2. Provisions for devaluation of trading securities | 122 | | - | - |
| 3. Held-to-maturity investments | 123 | | - | - |
| III. Short-term receivables | 130 | | 101.373.765.149 | 91.506.651.295 |
| 1. Short-term trade receivables | 131 | V.2a | 99.896.218.941 | 82.939.255.912 |
| 2. Short-term prepayments to suppliers | 132 | V.3 | 3.616.603.215 | 3.496.594.815 |
| 3. Short-term inter-company receivables | 133 | | - | - |
| Receivable according to the progress of | | | | |
| 4. construction contract | 134 | | - | - |
| 5. Receivables for short-term loans | 135 | | - | - |
| 6. Other short-term receivables | 136 | V.4a | 342.190.702 | 7.552.048.277 |
| 7. Allowance for short-term doubtful debts | 137 | V.5 | (2.481.247.709) | (2.481.247.709) |
| 8. Deficit assets for treatment | 139 | | - | - |
| IV. Inventories | 140 | | 2.750.398.330 | 7.206.996.349 |
| 1. Inventories | 141 | V.6 | 2.750.398.330 | 7.206.996.349 |
| 2. Allowance for inventories | 149 | | - | - |
| V. Other current assets | 150 | | - | - |
| 1. Short-term prepaid expenses | 151 | | - | - |
| 2. Deductible VAT | 152 | | - | - |
| 3. Taxes and other receivables from the State | 153 | | - | - |
| 4. Trading Government bonds | 154 | | - | - |
| 5. Other current assets | 155 | | - | - |

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: No. 11 Hoang Hoa Tham, Loc Tho Ward, Nha Trang City, Khanh Hoa Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Interim balance sheet (cont.)

| ITEMS | Code | Note | Ending balance | Beginning balance |
|---|------------|------------|------------------------|------------------------|
| B- NON-CURRENT ASSETS | 200 | | 138.242.453.273 | 138.296.508.969 |
| I. Long-term receivables | 210 | | 366.859.300 | 1.927.622.121 |
| 1. Long-term trade receivables | 211 | V.2b | 1.828.192.121 | 1.828.192.121 |
| 2. Long-term prepayments to suppliers | 212 | | - | - |
| 3. Working capital in affiliates | 213 | | - | - |
| 4. Long-term inter-company receivable | 214 | | - | - |
| 5. Receivables for long-term loans | 215 | | - | - |
| 6. Other long-term receivables | 216 | V.4b | 71.430.000 | 99.430.000 |
| 7. Allowance for long-term doubtful debts | 219 | V.5 | (1.532.762.821) | - |
| II. Fixed assets | 220 | | 25.906.440.687 | 24.197.146.731 |
| 1. Tangible fixed assets | 221 | V.7 | 11.270.573.777 | 9.296.226.635 |
| - <i>Historical cost</i> | 222 | | 41.141.194.450 | 41.080.303.163 |
| - <i>Accumulated depreciation</i> | 223 | | (29.870.620.673) | (31.784.076.528) |
| 2. Financial leased assets | 224 | | - | - |
| - <i>Historical cost</i> | 225 | | - | - |
| - <i>Accumulated depreciation</i> | 226 | | - | - |
| 3. Intangible fixed assets | 227 | V.8 | 14.635.866.910 | 14.900.920.096 |
| - <i>Initial cost</i> | 228 | | 20.291.887.883 | 20.291.887.883 |
| - <i>Accumulated amortization</i> | 229 | | (5.656.020.973) | (5.390.967.787) |
| III. Investment property | 230 | | - | - |
| - Historical costs | 231 | | - | - |
| - Accumulated depreciation | 232 | | - | - |
| IV. Long-term assets in process | 240 | | - | - |
| 1. Long-term work in process | 241 | | - | - |
| 2. Construction-in-progress | 242 | | - | - |
| V. Long-term financial investments | 250 | V.9 | 110.857.640.000 | 110.626.640.000 |
| 1. Investments in subsidiaries | 251 | | - | - |
| 2. Investments in joint ventures and associates | 252 | | 103.850.000.000 | 103.850.000.000 |
| 3. Investments in other entities | 253 | | 7.091.640.000 | 7.091.640.000 |
| 4. Provisions for devaluation of | 254 | | (84.000.000) | (315.000.000) |
| 5. Held-to-maturity investments | 255 | | - | - |
| VI. Other non-current assets | 260 | | 1.111.513.286 | 1.545.100.117 |
| 1. Long-term prepaid expenses | 261 | V.10 | 1.111.513.286 | 1.545.100.117 |
| 2. Deferred income tax assets | 262 | | - | - |
| 3. Long-term components and spare parts | 263 | | - | - |
| 4. Other non-current assets | 268 | | - | - |
| TOTAL ASSETS | 270 | | 278.529.125.793 | 291.636.514.682 |

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: No. 11 Hoang Hoa Tham, Loc Tho Ward, Nha Trang City, Khanh Hoa Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Interim balance sheet (cont.)

| ITEMS | Code | Note | Ending balance | Beginning balance |
|--|------------|------|------------------------|------------------------|
| C - LIABILITIES | 300 | | 102.395.331.309 | 116.125.248.315 |
| I. Current liabilities | 310 | | 102.395.331.309 | 116.125.248.315 |
| 1. Short-term trade payables | 311 | V.11 | 11.397.246.058 | 14.905.098.003 |
| 2. Short-term advances from customers | 312 | V.12 | 41.255.412.941 | 29.357.838.807 |
| 3. Taxes and other obligations to the State Budget | 313 | V.13 | 5.651.348.026 | 6.328.255.785 |
| 4. Payables to employees | 314 | V.14 | 34.630.710.516 | 45.291.370.876 |
| 5. Short-term accrued expenses | 315 | V.15 | 1.428.000.000 | 11.898.983.433 |
| 6. Short-term inter-company payable | 316 | | - | - |
| Payable according to the progress of construction | | | | |
| 7. contracts | 317 | | - | - |
| 8. Short-term unearned revenue | 318 | | - | - |
| 9. Other short-term payables | 319 | V.16 | 3.912.117.650 | 3.353.920.309 |
| 10. Short-term borrowings and financial leases | 320 | | - | - |
| 11. Provisions for short-term payables | 321 | | - | - |
| 12. Bonus and welfare funds | 322 | V.17 | 4.120.496.118 | 4.989.781.102 |
| 13. Price stabilization fund | 323 | | - | - |
| 14. Trading Government bonds | 324 | | - | - |
| II. Long-term liabilities | 330 | | - | - |
| 1. Long-term trade payables | 331 | | - | - |
| 2. Long-term advances from customers | 332 | | - | - |
| 3. Long-term accrued expenses | 333 | | - | - |
| 4. Inter-company payables for working capital | 334 | | - | - |
| 5. Long-term inter-company payables | 335 | | - | - |
| 6. Long-term unearned revenue | 336 | | - | - |
| 7. Other long-term payables | 337 | | - | - |
| 8. Long-term borrowings and financial leases | 338 | | - | - |
| 9. Convertible bonds | 339 | | - | - |
| 10. Preferred shares | 340 | | - | - |
| 11. Deferred income tax liability | 341 | | - | - |
| 12. Provisions for long-term payables | 342 | | - | - |
| 13. Science and technology development fund | 343 | | - | - |

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: No. 11 Hoang Hoa Tham, Loc Tho Ward, Nha Trang City, Khanh Hoa Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Interim balance sheet (cont.)

| ITEMS | Code | Note | Ending balance | Beginning balance |
|---|------------|------|------------------------|------------------------|
| D - OWNER'S EQUITY | 400 | | 176.133.794.484 | 175.511.266.367 |
| I. Owner's equity | 410 | | 176.133.794.484 | 175.511.266.367 |
| 1. Capital | 411 | V.18 | 158.347.450.000 | 158.347.450.000 |
| - Ordinary shares carrying voting rights | 411a | | 158.347.450.000 | 158.347.450.000 |
| - Preferred shares | 411b | | - | - |
| 2. Share premiums | 412 | | - | - |
| 3. Bond conversion options | 413 | | - | - |
| 4. Other sources of capital | 414 | | - | - |
| 5. Treasury stocks | 415 | V.18 | (745.850.060) | (745.850.060) |
| 6. Differences on asset revaluation | 416 | | - | - |
| 7. Foreign exchange differences | 417 | | - | - |
| 8. Investment and development fund | 418 | V.18 | 339.535.474 | 339.535.474 |
| 9. Business arrangement supporting fund | 419 | | - | - |
| 10. Other funds | 420 | | - | - |
| 11. Retained earnings | 421 | V.18 | 18.192.659.070 | 17.570.130.953 |
| - Retained earnings accumulated to the end of the previous period | 421a | | 9.685.019.953 | 17.570.130.953 |
| - Retained earnings of the current period | 421b | | 8.507.639.117 | - |
| 12. Construction investment fund | 422 | | - | - |
| II. Other sources and funds | 430 | | - | - |
| 1. Sources of expenditure | 431 | | - | - |
| 2. Fund to form fixed assets | 432 | | - | - |
| TOTAL LIABILITIES AND OWNER'S EQUITY | 440 | | 278.529.125.793 | 291.636.514.682 |

Nha Trang, 8 August 2020



Nguyen Thi Thanh Hoa
Preparer



Tran Le Thanh Binh
Accounting and Finance
Manager



Le Cao Quyên
Deputy General Director

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: No. 11 Hoang Hoa Tham, Loc Tho Ward, Nha Trang City, Khanh Hoa Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

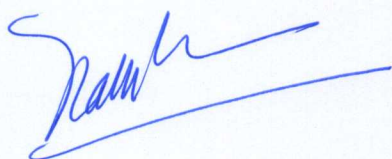
INTERIM INCOME STATEMENT

(Full form)

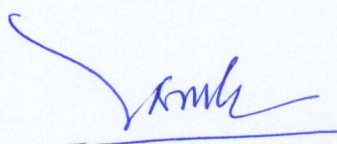
For the first 6 months of the fiscal year ending 31 December 2020

Unit: VND

| ITEMS | Code | Note | Accumulated from the beginning of the year to the end of the current period | |
|--|------|-------|---|----------------------|
| | | | Current year | Previous year |
| 1. Sales | 01 | VI.1 | 100.845.652.645 | 52.090.463.060 |
| 2. Sales deductions | 02 | | - | - |
| 3. Net sales | 10 | | 100.845.652.645 | 52.090.463.060 |
| 4. Cost of sales | 11 | VI.2 | 74.413.619.451 | 34.315.397.109 |
| 5. Gross profit/ (loss) | 20 | | 26.432.033.194 | 17.775.065.951 |
| 6. Financial income | 21 | VI.3 | 982.588.729 | 769.406.895 |
| 7. Financial expenses | 22 | VI.4 | (231.000.000) | (189.000.000) |
| In which: Loan interest expenses | 23 | | - | - |
| 8. Selling expenses | 25 | | - | - |
| 9. General and administration expenses | 26 | VI.5 | 18.592.362.390 | 13.753.680.637 |
| 10. Net operating profit/ (loss) | 30 | | 9.053.259.533 | 4.979.792.209 |
| 11. Other income | 31 | VI.6 | 1.527.759.363 | - |
| 12. Other expenses | 32 | | - | 105.231.206 |
| 13. Other profit/(loss) | 40 | | 1.527.759.363 | (105.231.206) |
| 14. Total accounting profit/ (loss) before tax | 50 | | 10.581.018.896 | 4.874.561.003 |
| 15. Current income tax expenses | 51 | V.13 | 2.073.379.779 | 982.088.200 |
| 16. Deferred income tax expenses | 52 | | - | - |
| 17. Profit/ (loss) after tax | 60 | | <u>8.507.639.117</u> | <u>3.892.472.803</u> |
| 18. Earnings per share | 70 | VI.7a | <u>537</u> | <u>246</u> |
| 19. Diluted earnings per share | 71 | VI.7a | <u>537</u> | <u>246</u> |



Nguyen Thi Thanh Hoa
Preparer



Tran Le Thanh Binh
Accounting and Finance
Manager



Le Cao Quyen
Deputy General Director

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: No. 11 Hoang Hoa Tham, Loc Tho Ward, Nha Trang City, Khanh Hoa Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

INTERIM CASH FLOW STATEMENT

(Full form)

(Indirect method)

For the first 6 months of the fiscal year ending 31 December 2020

Unit: VND

| ITEMS | Code | Note | Accumulated from the beginning of the year to the end of the current period | |
|--|-----------|------------|---|-------------------------|
| | | | Current year | Previous year |
| I. Cash flows from operating activities | | | | |
| 1. Profit/ (loss) before tax | 01 | | 10.581.018.896 | 4.874.561.003 |
| 2. Adjustments | | | | |
| - Depreciation of fixed assets and investment properties | 02 | V.7, V.8 | 1.654.348.771 | 1.432.014.618 |
| - Provisions and allowances | 03 | V.5, V.9 | 1.301.762.821 | 1.443.068.673 |
| - Exchange gain/ (loss) due to revaluation of monetary items in foreign currencies | 04 | | - | - |
| - Gain/ (loss) from investing activities | 05 | VI.3, VI.6 | (1.081.879.638) | (765.622.637) |
| - Interest expenses | 06 | | - | - |
| - Others | 07 | | - | - |
| 3. Operating profit/(loss) before changes of working capital | 08 | | 12.455.250.850 | 6.984.021.657 |
| - Increase/(decrease) of receivables | 09 | | (15.496.861.854) | (1.205.588.016) |
| - Increase/(decrease) of inventories | 10 | V.6 | 4.456.598.019 | (4.548.355.798) |
| - Increase/ (decrease) of payables | 11 | | (13.516.404.087) | (9.182.696.773) |
| - Increase/ (decrease) of prepaid expenses | 12 | V.10 | 433.586.831 | (288.359.590) |
| - Increase/ (decrease) of trading securities | 13 | | - | - |
| - Interests paid | 14 | | - | - |
| - Corporate income tax paid | 15 | V.13 | (2.079.263.464) | (1.475.099.139) |
| - Other cash inflows | 16 | V.17 | 35.840.000 | 18.510.000 |
| - Other cash outflows | 17 | V.17 | (905.124.984) | (1.315.086.006) |
| Net cash flows from operating activities | 20 | | (14.616.378.689) | (11.012.653.665) |
| II. Cash flows from investing activities | | | | |
| 1. Purchases and construction of fixed assets and other long-term assets | 21 | | (2.708.622.727) | (1.006.450.000) |
| 2. Proceeds from disposals of fixed assets and other long-term assets | 22 | VI.6 | 99.290.909 | - |
| 3. Cash outflow for lending, buying debt instruments of other entities | 23 | | - | - |
| 4. Cash recovered from lending, selling debt instruments of other entities | 24 | | - | - |
| 5. Investments into other entities | 25 | | - | - |
| 6. Withdrawals of investments in other entities | 26 | | - | - |
| 7. Interest earned, dividends and profits received | 27 | V.4, VI.3 | 6.640.336.729 | 765.622.637 |
| Net cash flows from investing activities | 30 | | 4.031.004.911 | (240.827.363) |

This statement should be read in conjunction with the Notes to the Interim Financial Statements

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: No. 11 Hoang Hoa Tham, Loc Tho Ward, Nha Trang City, Khanh Hoa Province

INTERIM FINANCIAL STATEMENTS

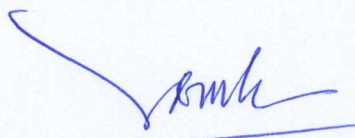
For the first 6 months of the fiscal year ending 31 December 2020

Interim cash flow statement (cont.)

| ITEMS | Code | Note | Accumulated from the beginning of the year to the end of the current period | |
|--|-----------|------------|---|------------------------------|
| | | | Current year | Previous year |
| III. Cash flows from financing activities | | | | |
| 1. Proceeds from issuing stocks and capital contributions from owners | 31 | | - | - |
| 2. Repayment for capital contributions and re-purchases of stocks already issued | 32 | | - | - |
| 3. Proceeds from borrowings | 33 | | - | - |
| 4. Repayment for loan principal | 34 | | - | - |
| 5. Payments for financial leased assets | 35 | | - | - |
| 6. Dividends and profit paid to the owners | 36 | V.16, V.18 | (7.878.475.250) | (10.086.671.863) |
| <i>Net cash flows from financing activities</i> | 40 | | <u>(7.878.475.250)</u> | <u>(10.086.671.863)</u> |
| Net cash flows during the period | 50 | | (18.463.849.028) | (21.340.152.891) |
| Beginning cash and cash equivalents | 60 | | 54.626.358.069 | 55.930.564.831 |
| Effects of fluctuations in foreign exchange rates | 61 | | - | - |
| Ending cash and cash equivalents | 70 | V.1 | <u>36.162.509.041</u> | <u>34.590.411.940</u> |



Nguyen Thi Thanh Hoa
 Preparer



Tran Le Thanh Binh
 Accounting and Finance
 Manager

Nha Trang, 8 August 2020



Le Cao Quyen
 Deputy General Director

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham, Loc Tho Ward, Nha Trang City, Khanh Hoa Province, Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

I. GENERAL INFORMATION

1. Ownership form

Power Engineering Consulting Joint Stock Company 4 (hereinafter referred to as “the Company”) is a joint stock company.

2. Operating field

Service.

3. Principal activities

The Company’s principal activities is to consult, survey and design power.

4. Normal operating cycle

Normal operating cycle of the Company is within 12 months.

5. Effects of the Company’s operations during the period on the Interim Financial Statements

Sales of goods and service provision have increased significantly in comparison with those of the same period of previous year since all design consultancy activities of solar power plant project in Ninh Thuan province have been accepted that makes increase of profit of current period in comparison with that of previous period.

6. Structure of the Company

Joint ventures and associates

The Company has only invested into Buon Don Hydropower Joint Stock Company located at floor 7, Biet Dien Hotel, No. 1 Ngo Quyen, Thang Loi Ward, Buon Ma Thuot City, Dak Lak Province. Its principal business activities are to manufacture and trade electricity. As of the balance sheet date, capital contribution rate of the Company at this associate is 31%, rate of voting right and possessing right at this associate is equivalent to capital contribution rate.

Affiliates that have not been granted Business Certificates and can do accounting works dependently

| Name of company | Address |
|------------------------|--|
| Branch in the Northern | Lot 3 - TT4 Lane 183 - Hoang Van Thai Town - Khuong Trung Ward - Thanh Xuan District - Ha Noi City |
| Branch in the Southern | 46/9 Tran Quy Khoach - Tan Dinh Ward - District 1 - Ho Chi Minh City |

7. Statement on information comparability on the Interim Financial Statements

The figures in current period can be comparable with corresponding figures of the previous period.

8. Employees

As of the balance sheet date, there have been 394 employees working for the Company (at the beginning of the year: 379 employees).

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

II. FISCAL YEAR AND ACCOUNTING CURRENCY

1. Fiscal year

The fiscal year of the Company is from 1 January to 31 December annually.

2. Accounting currency unit

The accounting currency unit is VND because payments and receipts of the Company are primarily made in VND.

III. ACCOUNTING STANDARDS AND SYSTEM

1. Accounting Standards and System

The Company applies the Vietnamese Accounting Standards and System which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014 as well as other Circulars guiding the implementation of Vietnamese Accounting Standards of the Ministry of Finance in the preparation and presentation of Interim Financial Statements.

2. Statement on the compliance with the Accounting Standards and System

The Board of Directors ensures to follow all the requirements of the Vietnamese Accounting Standards and System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014 as well as other Circulars guiding the implementation of Vietnamese Accounting Standards of the Ministry of Finance in the preparation and presentation of Interim Financial Statements.

IV. ACCOUNTING POLICIES

1. Accounting convention

All the Financial Statements are prepared on the accrual basis (except for the information related to cash flows).

2. Foreign currency transactions

Transactions in foreign currencies are converted at the actual exchange rates ruling as of the transaction dates. The ending balances of monetary items in foreign currencies are converted at the actual exchange rates ruling as of the balance sheet date.

Foreign exchange differences arisen from foreign currency transactions during the year shall be included into financial income or financial expenses. Foreign exchange differences due to the revaluation of ending balances of the monetary items in foreign currencies after offsetting their positive differences against negative differences shall be included into financial income or financial expenses.

The exchange rate used to convert foreign currency transactions is the actual exchange rate ruling as at the time of these transactions. The actual exchange rates applied to foreign currency transactions are as follows:

- For the foreign currency trading contract (including spot contract, forward contract, future contract, option contract, currency swap): the exchange rate stipulated in the contracts of trading foreign currency between the Company and the Bank.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

- For the capital contribution or receipt of capital contribution: buying rate of the commercial bank where the company opens account to receive the contributed capital from investors as at the date of capital contribution.
- For receivables: the buying rate as at the time of transaction of the commercial bank where the company nominates the customers for payments.
- For payables: the selling rate ruling as at the time of transaction of the commercial bank where the company supposes to make payments.
- For acquisition of assets or immediate payments in foreign currency (not included into payable accounts): the buying rate of the commercial bank where the company makes payments.

The exchange rate used to revalue the balance of monetary items in foreign currencies as of the balance sheet date is determined in line with the following principles:

- For foreign currency deposits: the buying rate of the bank where the Company opens its foreign currency account.

3. Cash and cash equivalents

Cash include cash on hand and demand deposits. Cash equivalents are short-term investments of which the due dates cannot exceed 3 months from the dates of the investments and the convertibility into cash is easy, and which do not have a lot of risks in the conversion into cash as of the balance sheet date.

4. Financial investments

Held-to-maturity investments

Investments are classified as held-to-maturity investments that the Company intends and is able to hold to maturity. Held-to-maturity investments include term deposits (including debentures and promissory note), bonds, preferred shares that the issuer are required to re-purchases at a certain date in the future and held-to-maturity loans for the purpose of receiving periodical interest as well as other held-to-maturity investments.

Held-to-maturity investments are initially recognized at cost including the purchase cost and other transaction costs. After initial recognition, these investments are recorded at recoverable value. Interest from these held-to-maturity investments after acquisition date is recognized in the profit or loss on the basis of the interest income to be received. Interests arising prior to the Company's acquisition of held-to-maturity investments are recorded as a decrease in the costs as at the acquisition time.

When there are reliable evidences proving that a part or the whole investment cannot be recovered and the loss are reliably determined, the loss is recognized as financial expenses during the period while the investment value is derecognized.

Investments in associates

Associates

An associate is an entity which the Company has significant influence but not the control to govern the financial and operating policies. Significant influence is the right to participate in making the associate's financial and operating policies but not control those policies.

Initial costs

Investments in associates are initially recognized at costs, including the cost of purchase or capital contributions plus other directly attributable transaction cost. In case of investment in non-monetary assets, the costs of the investment are recognized at the fair value of non-monetary assets at the arising time.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

Dividends and profits of the periods prior to the purchase of investments are recorded as a decrease in value of such investments. Dividends and profit of the periods after the purchase of investments are recorded into the Company's revenues. Particularly, the dividends paid in form of shares are not recorded as an increase in values, but the increasing quantity is followed up.

Provisions for impairment of investments associates

Provisions for impairment of investments associates is made when the associates suffer from losses at the rate equal to the difference between the actual capital invested by investors in associates and the actual owner's equity multiplying (x) by the Company's rate of capital contribution over the total actual capital invested by investors in associates. If the associates are consolidated into Consolidated Financial Statements, the basis for impairment provisions is the Consolidated Financial Statements.

Increases/ (decreases) in the provisions for impairment of investments in associates are recorded into "Financial expenses" as of the balance sheet date.

Investments in equity instruments of other entities

Investments in equity instruments of other entities include such investments in equity instruments that do not enable the Company to have the control, joint control or significant influence on these entities.

Investments in equity instruments of other entities are initially recognized at costs, including cost of purchase plus other directly attributable transaction costs. Values of these investments are derecognized for dividends and profits arising in the periods prior to the acquisition of such investments. Dividends and profit arising in the periods after the acquisition of investments are recorded into the Company's revenue. Particularly, the dividends paid in form of shares are not recorded as an increase in values, but the increasing quantity of shares is followed up.

Provisions for impairment of investments in equity instruments of other entities are made as follows:

- For investments in listed shares or fair value of investments which is reliably measured, provisions are made on the basis of the market value of shares.
- For investments of which the fair value cannot be measured at the time of reporting, provisions are made on the basis of the losses suffered by investees, at the rate equal to the difference between the actual capital invested by investors and the actual owner's equity multiplying (x) by the Company's rate of capital contribution over the total actual capital invested by investors in these investees.

Increases/ (decreases) in the provisions for impairment of investments in equity instruments of other entities are recorded into "Financial expenses" as of the balance sheet date.

5. Receivables

Receivables are recognized at the carrying amounts less allowances for doubtful debts.

The classification of receivables as trade receivables and other receivables is made according the following principles:

- Trade receivables reflect receivables concerning the commercial nature arising from purchase and sale transactions between the Company and customers who are independent to the Company, inclusive of receivables for the exports entrusted to other entities.
- Other receivables reflect receivables not concerning the commercial nature and irrelevant to purchase and sale transactions.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

Allowance is made for each doubtful debt on the basis of the estimated loss.

Increases/(decreases) in the obligatory allowance for doubtful debts as of the balance sheet date are recorded into "General and administration expenses".

6. Inventories

Inventories are recognized at the lower of cost or net realizable value.

Cost of inventories is determined as follows:

- For materials and merchandises: Costs comprises costs of purchases and other directly relevant costs incurred in bringing the inventories to their present location and conditions.
- Work-in-process: Costs only comprises main materials, labors and other directly relevant costs.

Stock-out costs are determined in accordance with the weighted average method and recorded in line with the perpetual method.

Net realizable value is the estimated selling price of inventories in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Allowance for inventories is recognized for each type of inventories when their costs are higher than their net realizable values. For services in progress, allowance is recognized for each type of services at their own specific prices. Increases/(decreases) in the obligatory allowance for inventories as of the balance sheet date are recorded into "Costs of sales".

7. Prepaid expenses

Prepaid expenses comprise actual expenses arising and relevant to financial performance in several accounting periods. Prepaid expenses of the Company include tools. These prepaid expenses are allocated over the prepayment period or period of corresponding economic benefits generated from these expenses.

Tools

Expenses of tools being put into use are allocated into expenses in accordance with the straight-line method for the maximum period of 2 years.

Other expenses

Expenses of fixed asset repairs and other expenses arising are allocated into expenses during the period in accordance with the straight-line method for the maximum period of 3 years.

8. Tangible fixed assets

Tangible fixed assets are determined by their historical costs less accumulated depreciation. Historical costs of tangible fixed assets include all the expenses paid by the Company to bring the asset to its working condition for its intended use. Other expenses arising subsequent to initial recognition are included into historical costs of fixed assets only if it can be clearly demonstrated that the expenditure has resulted in future economic benefits expected to be obtained from the use of these assets. Those which do not meet the above conditions will be recorded into operation costs during the period.

When a tangible fixed asset is sold or disposed, its historical cost and accumulated depreciation are written off, then any gain or loss arising from such disposal is included in the income or the expenses during the period.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

Tangible fixed assets are depreciated in accordance with the straight-line method over their estimated useful lives. The depreciation years applied are as follows:

| <u>Fixed assets</u> | <u>Years</u> |
|--------------------------|--------------|
| Buildings and structures | 05 - 25 |
| Machinery and equipment | 05 - 08 |
| Vehicles | 6 |
| Office equipment | 03 - 06 |

9. Intangible fixed assets

Intangible fixed assets are determined by their initial costs less accumulated amortization.

Initial costs of intangible fixed assets include all the costs paid by the Company to bring the asset to its working condition for its intended use. Other costs relevant to intangible fixed assets arising subsequent to initial recognition are included into operation costs during the period only if these costs are associated with a specific intangible fixed asset and result in future economic benefits expected to be obtained from the use of these assets.

When an intangible fixed asset is sold or disposed, its initial costs and accumulated amortization are written off, then any gain or loss arising from such disposal is included in the income or the expenses during the year.

The Company's intangible fixed assets include:

Land use right

Land use right includes all the actual expenses paid by the Company directly related to the land being used such as expenses to obtain the land use right, expenses for house removal, land clearance and ground leveling, registration fees, etc. Fixed-term land use right is amortized over the land using period. Long-term land use right is not amortized.

Long-term land use right granted by the State is determined in line with documents of enterprise valuation so as to equitization as of 31 December 2005.

Computer software

Expenses related to computer software, which is not a part associated with the relevant hardware, will be capitalized. Initial costs of computer software include all the expenses paid by the Company until the date the software is put into use. Computer software is amortized in accordance with the straight-line method for the period from 3 to 5 years.

10. Payables and accrued expenses

Payables and accrued expenses are recorded based on the amounts payable for goods and services already used. Accrued expenses are recorded based on reasonable estimates for the amounts payable.

The classification of payables as trade payables, accrued expenses and other payables is made on the basis of following principles:

- Trade payables reflect payables of commercial nature arising from the purchase of goods, services, or assets and the seller is an independent entity with the Company, including payables for import through entrustment.
- Accrued expenses reflect expenses for goods, services received from suppliers or supplied to customers but have not been paid, invoiced or lack of accounting records and supporting documents; pay on leave payable to employees; and accrual of operation expenses.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

- Other payables reflect payables of non-commercial nature and irrelevant to purchase, sales of goods or provisions of services.

The payables and accrued expenses are classified as short-term and long-term items in the Interim Balance Sheet on the basis of their remaining period as of the balance sheet date.

11. Owner's equity

Share capital

Capital is recorded according to the actual amounts invested by shareholders.

Treasury shares

When a share capital in the owner's equity is re-purchased, the amount payable including the expenses related to the transaction is recorded as treasury shares and a corresponding decrease in owner's equity then is recognized. When this share capital is re-issued, the difference between the re-issuance price and carrying value of treasury shares is recorded in share premiums.

12. Profit distribution

Profit after tax is distributed to the shareholders after appropriation for funds under the Charter of the Company as well as legal regulations and approved by the Shareholders Meeting.

The distribution of profits to the shareholders is made with consideration toward non-cash items in the retained earnings that may affect cash flows and payment of dividends such as profit due to revaluation of assets contributed as investment capital, profit due to revaluation of monetary items, financial instruments and other non-cash items.

Dividends are recorded as payables upon approval of the Shareholders' Meeting and Decision of the Board of Management regarding dividends payment.

13. Recognition of sales and income

Sales of rendering services

Sales of rendering services shall be recognized when all of the following conditions are satisfied:

- the amount of sales can be measured reliably. When the contract stipulates that the buyer is entitled to return the services rendered under specific conditions, sales is recognized only when these specific conditions are no longer existed and the buyer is not entitled to return the services rendered.
- the Company received or shall probably receive the economic benefits associated with the rendering of services.
- the stage of completion of the transaction at the end of reporting period can be measured reliably.
- the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

In the case that the services are provided in several accounting periods, the determination of sales is done on the basis of the stage of completion as of the balance sheet date.

Interest

Interest is recorded, based on the term and the actual interest rate applied in each particular period.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

Dividends and profit shared

Dividends and profit shared are recognized when the Company has the right to receive dividends or profit from the capital contribution. Particularly, the dividends paid in form of shares are not recorded into income, but the increasing quantity is followed up.

14. Construction contracts

Construction contract is a agreement contract to construct a assets or a group of assets tightly relating or depending in respect of design, technology, function or those use purpose.

When the results from the contract implementations are reliably estimated:

- For the contracts stipulating that the contractors are paid according to the planned progress, income and expenses related to these contracts are recognized correspondingly to the works already completed as determined by the company itself.
- For the contracts stipulating that the contractors are paid according to the works actually done, income and expenses related to these contracts are recognized correspondingly to the works already completed as confirmed during the period in the invoices made by the customers.

Increases/(decreases) in revenue of the works done, compensation receivable and other receivables are only recognized upon the agreement with customers.

When the outcome of the construction contracts cannot be estimated reliably:

- Contract revenue is recognized only to the extent that contract costs incurred are expected to be reliably recoverable.
- Contract costs are only recognized as actually incurred.

The difference between the accumulated revenue from the construction contract already recognized and the accumulated amount in the invoices according to the planned progress of contract is recognized as an amount receivable or an amount payable according to the planned progress of implementation of the construction contracts.

15. Borrowing costs

Borrowing costs are interests and other costs that the Company directly incurs in connection with the borrowing.

Borrowing costs are recorded as an expense when it is incurred. In case the borrowing costs are directly attributable to the construction or the production of an asset in progress, which takes a substantial period of time (over 12 months) to get ready for intended use or sales of the asset, these costs will be included in the cost of that asset. To the extent that the borrowings are especially for the purpose of construction of fixed assets and investment properties, the borrowing cost is eligible for capitalization even if construction period is under 12 months. Incomes arisen from provisional investments as loans are recognized as a decrease in the costs of relevant assets.

In the event that general borrowings are partly used for the acquisition, construction or production of an asset in progress, the costs eligible for capitalization will be determined by applying the capitalization rate to average accumulated expenditure on construction or production of that asset. The capitalization rate is computed at the weighted average interest rate of the borrowings not yet paid during the period, except for particular borrowings serving the purpose of obtaining a specific asset.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

16. Expenses

Expenses are those that result in outflows of the Corporation's economic benefits and are recorded at the time of transactions or when incurrence of the transaction is reliable regardless of whether payment for expenses is made or not.

Expenses and their corresponding revenues are simultaneously recognized in accordance with matching principle. In the event that matching principle conflicts with prudence principle, expenses are recognized based on the nature and regulations of accounting standards in order to guarantee that transactions can be fairly and truly reflected.

17. Corporate income tax

Corporate income tax expenses includes current income tax and deferred income tax.

Current income tax

Current income tax is the tax amount computed based on the taxable income. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures, non-deductible expenses as well as those of non-taxable income and losses brought forward.

Deferred income tax

Deferred income tax is the amount of corporate income tax payable or refundable due to temporary differences between book values of assets and liabilities serving the preparation of the financial statements and the values for tax purposes. Deferred income tax liabilities are recognized for all the temporary taxable differences. Deferred income tax assets are recorded only when there is an assurance on the availability of taxable income in the future against which the temporarily deductible differences can be used.

Carrying values of deferred corporate income tax assets are considered as of the balance sheet date and will be reduced to the rate that ensures enough taxable income against which the benefits from part of or all of the deferred income tax can be used. Deferred corporate income tax assets, which have not been recorded before, are considered as of the balance sheet date and are recorded when there is certainly enough taxable income to use these unrecognized deferred corporate income tax assets.

Deferred income tax assets and deferred income tax liabilities are determined at the estimated rate to be applied in the year when the assets are recovered or the liabilities are settled based on the effective tax rates as of the balance sheet date. Deferred income tax is recognized in the income statement. In the case that deferred income tax is related to the items of the owner's equity, corporate income tax will be included in the owner's equity.

The Company shall offset deferred tax assets and deferred tax liabilities if, and only if:

- The Company has the legal right to offset current income tax assets against current income tax liabilities; and
- Deferred income tax assets and deferred income tax liabilities are relevant to corporate income tax which is under the management of one tax authority either:
 - Of the same subject to corporate income tax; or
 - The Company has intention to pay current income tax liabilities and current income tax assets on a net basis or recover tax assets and settle tax liability simultaneously in each future period to the extent that the majority of deferred income tax liabilities or deferred income tax assets are paid or recovered.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)**18. Related parties**

A party is considered a related party of the company in case that party is able to control the Company or to cause material effects on the financial decisions as well as the operations of the Company. A party is also considered a related party of the Company in case that party is under the same control or is subject to the same material effects.

Considering the relationship of related parties, the nature of relationship is focused more than its legal form.

V. ADDITIONAL INFORMATION ON THE ITEMS OF THE INTERIM BALANCE SHEET**1. Cash and cash equivalents**

| | <u>Ending balance</u> | <u>Beginning balance</u> |
|---|------------------------------|------------------------------|
| Cash on hand | 529.800.307 | 137.478.000 |
| Demand deposits in bank | 4.632.708.734 | 22.488.880.069 |
| Cash equivalents (<i>time deposits of which the principal maturity is under 3 months</i>) | 31.000.000.000 | 32.000.000.000 |
| Total | <u>36.162.509.041</u> | <u>54.626.358.069</u> |

2. Short-term/ long-term trade receivables**2a. Short-term trade receivables**

| | <u>Ending balance</u> | <u>Beginning balance</u> |
|--|------------------------------|------------------------------|
| <i>Receivables from related parties</i> | <i>647.854.545</i> | <i>610.545.454</i> |
| Vietnam Electricity (EVN) | 410.400.000 | 373.090.909 |
| Power Engineering Consulting Joint Stock Company 2 | 237.454.545 | 237.454.545 |
| <i>Receivables from other customers</i> | <i>99.248.364.396</i> | <i>82.328.710.458</i> |
| Trung Nam Thuan Nam Solar Power Company Limited | 31.797.661.421 | - |
| Management Board of Central Electricity Project | 20.951.240.598 | 34.838.324.455 |
| Electricity Project Management Board 3 | 8.724.972.509 | 9.776.674.601 |
| Other customers | 37.774.489.868 | 37.713.711.402 |
| Total | <u>99.896.218.941</u> | <u>82.939.255.912</u> |

2b. Long-term trade receivables

| | <u>Ending balance</u> | <u>Beginning balance</u> |
|--|-----------------------------|-----------------------------|
| Nho Que Power Development and Investment JSC | 1.532.762.821 | 1.532.762.821 |
| Hydropower Project Management Board 2 | 156.818.300 | 156.818.300 |
| Trung Son Hydropower One Member Co., Ltd. | 138.611.000 | 138.611.000 |
| Total | <u>1.828.192.121</u> | <u>1.828.192.121</u> |

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)**3. Short-term prepayments to suppliers**

| | <u>Ending balance</u> | <u>Beginning balance</u> |
|---|-----------------------------|-----------------------------|
| Lilama 69-1 Joint Stock Company | 615.000.000 | 615.000.000 |
| Gia Phat Construction Service and Trading Company Limited | 350.000.000 | 600.000.000 |
| Ha Noi Power Construction Consulting Co., Ltd. | 400.000.000 | 400.000.000 |
| Le Nguyen Construction Co., Ltd. | 397.101.100 | 397.101.100 |
| Other suppliers | 1.854.502.115 | 1.484.493.715 |
| Total | <u>3.616.603.215</u> | <u>3.496.594.815</u> |

4. Other short-term/ long-term receivables**4a. Other short-term receivables**

| | <u>Ending balance</u> | | <u>Beginning balance</u> | |
|--|---------------------------|-----------|-----------------------------|-----------|
| | Value | Allowance | Value | Allowance |
| <i>Receivables from related parties</i> | - | - | 5.657.748.000 | - |
| Buon Don Hydropower Joint Stock Company - dividends and profits shared | - | - | 5.657.748.000 | - |
| <i>Receivables from other organizations and individuals</i> | 342.190.702 | - | 1.894.300.277 | - |
| Advances | 22.792.705 | - | 1.548.902.280 | - |
| Employees receivables | 34.000.000 | - | 60.000.000 | - |
| Other short-term receivables | 285.397.997 | - | 285.397.997 | - |
| Total | <u>342.190.702</u> | - | <u>7.552.048.277</u> | - |

4b. Other long-term receivables

Long-term deposits and mortgages.

5. Doubtful debts

| | <u>Ending balance</u> | | | <u>Beginning balance</u> | | |
|---|-----------------------|-----------------------------|--------------------|--------------------------|-----------------------------|--------------------|
| | Outstanding period | Original costs | Recoverable amount | Outstanding period | Original costs | Recoverable amount |
| La Ngau Power Joint Stock Company | Over 3 years | 2.481.247.709 | - | Over 3 years | 2.481.247.709 | - |
| Nho Que Electrical Development and Investment Corporation | Over 3 years | 1.532.762.821 | - | Over 3 years | - | - |
| Total | | <u>4.014.010.530</u> | - | | <u>2.481.247.709</u> | - |

Fluctuation in provision for bad debts is as follows:

| | <u>Short-term receivables</u> | <u>Long-term receivables</u> | <u>Total</u> |
|--------------------------|-------------------------------|------------------------------|-----------------------------|
| Beginning balance | 2.481.247.709 | - | 2.481.247.709 |
| Amount additionally made | - | 1.532.762.821 | 1.532.762.821 |
| Ending balance | <u>2.481.247.709</u> | <u>1.532.762.821</u> | <u>4.014.010.530</u> |

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)**6. Inventories**

| | Ending balance | | Beginning balance | |
|------------------------|----------------------|-----------|----------------------|-----------|
| | Original costs | Allowance | Original costs | Allowance |
| Materials and supplies | 418.402.501 | - | 430.183.834 | - |
| Tools | 45.483.755 | - | 72.364.779 | - |
| Work in progress | 2.286.512.074 | - | 6.704.447.736 | - |
| Total | 2.750.398.330 | - | 7.206.996.349 | - |

7. Tangible fixed assets

| | Buildings and structures | Machinery and equipment | Vehicles | Office equipment | Total |
|---|--------------------------|-------------------------|-----------------------|----------------------|-----------------------|
| Historical costs | | | | | |
| Beginning balance | 10.104.595.287 | 13.955.001.927 | 14.840.137.147 | 2.180.568.802 | 41.080.303.163 |
| Purchases during the period | - | 608.420.000 | 2.755.222.727 | - | 3.363.642.727 |
| Liquidation | - | (1.581.101.040) | (1.424.450.400) | (297.200.000) | (3.302.751.440) |
| Ending balance | 10.104.595.287 | 12.982.320.887 | 16.170.909.474 | 1.883.368.802 | 41.141.194.450 |
| <i>In which:</i> | | | | | |
| Assets fully depreciated but still in use | 773.606.927 | 6.391.196.042 | 9.368.170.747 | 869.980.892 | 17.402.954.608 |
| Assets waiting for liquidation | - | - | - | - | - |
| Depreciation | | | | | |
| Beginning balance | 6.126.758.039 | 11.584.737.515 | 12.542.065.581 | 1.530.515.393 | 31.784.076.528 |
| Depreciation during the period | 225.160.596 | 591.021.029 | 448.993.441 | 124.120.519 | 1.389.295.585 |
| Liquidation | - | (1.581.101.040) | (1.424.450.400) | (297.200.000) | (3.302.751.440) |
| Ending balance | 6.351.918.635 | 10.594.657.504 | 11.566.608.622 | 1.357.435.912 | 29.870.620.673 |
| Net book value | | | | | |
| Beginning balance | 3.977.837.248 | 2.370.264.412 | 2.298.071.566 | 650.053.409 | 9.296.226.635 |
| Ending balance | 3.752.676.652 | 2.387.663.383 | 4.604.300.852 | 525.932.890 | 11.270.573.777 |
| <i>In which:</i> | | | | | |
| Assets temporarily not in use | - | - | - | - | - |
| Assets waiting for liquidation | - | - | - | - | - |

8. Intangible fixed assets

| | Land use right | Computer software | Total |
|-----------------------|-----------------------|----------------------|-----------------------|
| Initial cost | | | |
| Beginning balance | 16.557.463.000 | 3.734.424.883 | 20.291.887.883 |
| Ending balance | 16.557.463.000 | 3.734.424.883 | 20.291.887.883 |

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

| | <u>Land use right</u> | <u>Computer software</u> | <u>Total</u> |
|---|------------------------------|-----------------------------|------------------------------|
| <i>In which:</i> | | | |
| Assets fully depreciated but still being in use | 341.156.100 | 2.270.694.411 | 2.611.850.511 |
| Amortization | | | |
| Beginning balance | 2.420.641.757 | 2.970.326.030 | 5.390.967.787 |
| Amortization during the period | 91.223.496 | 173.829.690 | 265.053.186 |
| Ending balance | <u>2.511.865.253</u> | <u>3.144.155.720</u> | <u>5.656.020.973</u> |
| Net book value | | | |
| Beginning balance | 14.136.821.243 | 764.098.853 | 14.900.920.096 |
| Ending balance | <u>14.045.597.747</u> | <u>590.269.163</u> | <u>14.635.866.910</u> |
| <i>In which:</i> | | | |
| Temporarily not yet used | - | - | - |
| To be liquidated | - | - | - |

9. Financial investments

The Company's financial investments only have capital contribution into other entities, details are as follows:

| | Ending balance | | Beginning balance | |
|---|-------------------------------|----------------------------|-------------------------------|-----------------------------|
| | Original costs | Allowance | Original costs | Allowance |
| <i>Investment into associates</i> | 103.850.000.000 | - | 103.850.000.000 | - |
| Buon Don Hydropower Joint Stock Company ⁽ⁱ⁾ | 103.850.000.000 | - | 103.850.000.000 | - |
| <i>Capital contribution into other entities</i> | 7.091.640.000 | (84.000.000) | 7.091.640.000 | (315.000.000) |
| Son Giang Power Joint Stock Company ⁽ⁱⁱ⁾ | 5.000.000.000 | - | 5.000.000.000 | - |
| EVN International Joint Stock Company | 1.050.000.000 | (84.000.000) | 1.050.000.000 | (315.000.000) |
| Khanh Hoa - Ha Noi Development Investment Joint Stock Company | 1.041.640.000 | - | 1.041.640.000 | - |
| Total | <u>110.941.640.000</u> | <u>(84.000.000)</u> | <u>110.941.640.000</u> | <u>(315.000.000)</u> |

(i) Pursuant to the 8th amended Business Registration Certificate No. 6000884487 dated 30 June 2020 granted by Department of Planning and Investment of Daklak Province, the Company has invested into Buon Don Hydropower Joint Stock Company at proportion of 31% of charter capital. During the year, Buon Don Hydropower Joint Stock Company has paid dividends in 2.198.601 shares. As of the date of balance sheet, the Company has held 18.606.070 shares equivalent to 31% of charter capital of Buon Don Hydropower Joint Stock Company (those of the previous year was 16.407.469 shares equivalent to 31% of charter capital).

(ii) Pursuant to Business Registration Certificate No. 4401028708 dated 22 November 2016 granted by Department of Planning and Investment of Phu Yen Province, the Company has invested into Son Giang Power Joint Stock Company at proportion of 30% of charter capital. Based on Resolution No. 535/NQ-HĐQT of the Board of Management, the Company has decided to cease investment into Son Giang Power Joint Stock Company. As of the balance sheet date, the Company has held 500.000 shares.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)*Fair value*

The Company has not yet determined fair value of unlisted investments since there has been no guidance on determination of fair value in detail.

Situation of the associates' operations

Associates are operating in normal condition, there are no material changes in comparison with those of previous year.

Provision for capital contribution into other entities

Fluctuation of provision for capital contribution into other entities is as follows:

| | Current period | Previous period |
|-----------------------|-----------------------|------------------------|
| Beginning balance | 315.000.000 | 189.000.000 |
| Reversal of provision | (231.000.000) | (189.000.000) |
| Ending balance | 84.000.000 | - |

Transactions with associates

The Company has not had any transactions with associates.

10. Long-term prepaid expenses

| | Ending balance | Beginning balance |
|----------------------------------|-----------------------|--------------------------|
| Tools | 875.021.131 | 1.076.480.271 |
| Other long-term prepaid expenses | 236.492.155 | 468.619.846 |
| Total | 1.111.513.286 | 1.545.100.117 |

11. Short-term trade payables

| | Ending balance | Beginning balance |
|--|-----------------------|--------------------------|
| <i>Payables to related parties</i> | 486.117.779 | 486.117.779 |
| Power Engineering Consulting Joint Stock Company 1 | 486.117.779 | 486.117.779 |
| <i>Payables to other suppliers</i> | 10.911.128.279 | 14.418.980.224 |
| SAMCOM Co., Ltd. | 763.142.626 | 2.572.918.259 |
| Other suppliers | 10.147.985.653 | 11.846.061.965 |
| Total | 11.397.246.058 | 14.905.098.003 |

12. Short-term advances from customers

| | Ending balance | Beginning balance |
|---|-----------------------|--------------------------|
| Trungnam Group | 3.824.100.000 | 140.000.000 |
| Xuan Thien Daklak Company Limited | 3.540.000.000 | - |
| Mekong Wind Power Joint Stock Company | 3.438.600.000 | - |
| Southern Electricity Project Management Board | 624.647.732 | 2.160.072.457 |
| Project Management Board of Southern Power Projects | - | 3.480.166.297 |
| Phuoc Minh Solar Power Joint Stock Company | - | 3.053.932.326 |
| Others | 29.828.065.209 | 20.523.667.727 |
| Total | 41.255.412.941 | 29.357.838.807 |

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

13. Taxes and other obligations to the State budget

| | <u>Beginning balance</u> | <u>Amount payable</u> | <u>Amount already paid</u> | <u>Ending balance</u> |
|--------------------------------------|-----------------------------|-----------------------------|-------------------------------|-----------------------------|
| VAT on local sales | 4.743.957.894 | 4.509.218.273 | (5.383.975.794) | 3.869.200.373 |
| Corporate income tax | 1.466.794.338 | 2.073.379.779 | (2.079.263.464) | 1.460.910.653 |
| Personal income tax | 117.503.553 | 1.432.274.434 | (1.228.540.987) | 321.237.000 |
| Taxes on using non-agricultural land | - | 5.212.323 | (5.212.323) | - |
| Contractor's tax | - | 1.234.671.088 | (1.234.671.088) | - |
| License duty | - | 3.000.000 | (3.000.000) | - |
| Total | <u>6.328.255.785</u> | <u>9.257.755.897</u> | <u>(9.934.663.656)</u> | <u>5.651.348.026</u> |

Value Added Tax (VAT)

The Company has paid VAT in line with deduction method. Tax rate applied for service of design and survey consultancy is 10%.

Corporate income tax

The Company has to pay corporate income tax for taxable income at tax rate of 20%.

Estimated corporate income tax payable is as follows:

| | Accumulated from the beginning of the year to the end of the current period | |
|--|--|---------------------------|
| | <u>Current year</u> | <u>Previous year</u> |
| Total accounting profit before tax | 10.581.018.896 | 4.874.561.003 |
| Increases/(decreases) of accounting profit to determine profit subject to corporate income tax | | |
| - Increases | 35.880.000 | 35.880.000 |
| - Decreases | (250.000.000) | - |
| Taxable income | 10.366.898.896 | 4.910.441.003 |
| Corporate income tax rate | 20% | 20% |
| Corporate income tax payable | <u>2.073.379.779</u> | <u>982.088.200</u> |

Determination of corporate income tax liability of the Company is based on prevailing regulations on tax. Nonetheless, these tax regulations may change from time to time and tax regulations applicable to variety of transactions can be interpreted differently. Hence, the tax amounts presented in the Financial Statements can be changed upon the inspection of tax authorities.

Taxes on using non-agricultural land

Taxes on using non-agricultural land are paid in line with notice of tax agency.

Other taxes

The Company has declared and paid these taxes in line with regulations.

14. Payable to employees

The ending balance is salary fund not yet paid to employees.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)**15. Short-term accrued expenses**

| | <u>Ending balance</u> | <u>Beginning balance</u> |
|--|-----------------------------|------------------------------|
| Expenses for making plan of project of Nhon Hoi Wind Power Plant 1&2 | 800.000.000 | - |
| The accrual expenses of Vinh Tan 2 Thermal Power project | - | 11.898.983.433 |
| Other short-term accrued expenses | 628.000.000 | - |
| Total | <u>1.428.000.000</u> | <u>11.898.983.433</u> |

16. Other short-term payables

| | <u>Ending balance</u> | <u>Beginning balance</u> |
|--|-----------------------------|-----------------------------|
| <i>Payables to related parties</i> | <i>1.659.879.935</i> | <i>1.659.879.935</i> |
| Vietnam Electricity (EVN) - Interest on bonds payable | 1.659.879.935 | 1.659.879.935 |
| <i>Payables to other organizations and individuals</i> | <i>2.252.237.715</i> | <i>1.694.040.374</i> |
| Trade Union's Expenditure | 1.089.202.377 | 1.220.185.992 |
| Social insurance | 353.501.305 | - |
| Payable for equitization | 2.100.000 | 2.100.000 |
| Dividends and profit payable | 119.025.889 | 112.390.139 |
| Other short-term payables | 688.408.144 | 359.364.243 |
| Total | <u>3.912.117.650</u> | <u>3.353.920.309</u> |

17. Bonus and welfare funds

| | <u>Beginning balance</u> | <u>Bonus</u> | <u>Funds paid during the year</u> | <u>Ending balance</u> |
|---------------------------------------|-----------------------------|--------------------------|-----------------------------------|-----------------------------|
| Bonus fund | 3.260.689.637 | 35.840.000 | - | 3.296.529.637 |
| Welfare fund | 1.441.433.265 | - | (617.466.784) | 823.966.481 |
| Bonus fund for the Executive Officers | 287.658.200 | - | (287.658.200) | - |
| Total | <u>4.989.781.102</u> | <u>35.840.000</u> | <u>(905.124.984)</u> | <u>4.120.496.118</u> |

18. Owner's equity**18a. Statement of fluctuation in owner's equity**

Information on the fluctuation of owner's equity is presented in the attached Appendix.

18b. Details of capital contribution of the owners

| | <u>Ending balance</u> | <u>Beginning balance</u> |
|---------------------------|-------------------------------|-------------------------------|
| Vietnam Electricity (EVN) | 113.356.100.000 | 113.356.100.000 |
| Other shareholders | 44.991.350.000 | 44.991.350.000 |
| Total | <u>158.347.450.000</u> | <u>158.347.450.000</u> |

As of 30 June 2020, the Company has fully contributed the registered charter capital as in Business Registration Certificate at amount of VND 158.347.450.000.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

18c. Shares

| | <u>Ending balance</u> | <u>Beginning balance</u> |
|---|-----------------------|--------------------------|
| Number of shares registered to be issued | 15.834.745 | 15.834.745 |
| Number of shares already sold to the public | 15.834.745 | 15.834.745 |
| Number of shares re-purchased | (64.523) | (64.523) |
| Number of outstanding shares | 15.770.222 | 15.770.222 |

All shares are ordinary shares. Face value is VND 10.000.

18d. Profit distribution

During the period, the Company has distributed profit of the year ended 2019 in line with Resolution of 2020 annual shareholders' meeting dated 30 June 2020 as follows:

| | <u>Amount distributed</u> | <u>Amount already appropriated during the period</u> | <u>Amount not yet appropriated</u> |
|---|---------------------------|--|------------------------------------|
| • Sharing dividends to shareholders ⁽ⁱ⁾ | 15.770.222.000 | 7.885.111.000 | 7.885.111.000 |
| • Appropriation for bonus and welfare funds | 1.562.308.953 | - | 1.562.308.953 |
| • Appropriation for bonus to the Executive Officers | 237.600.000 | - | 237.600.000 |

(i) The Company has temporarily paid dividends for phase 1 in line with Resolution of Management Board with total amount of VND 7.885.111.000. The other dividends 2019 not yet paid is VND 7.885.111.000 which is expected to pay in the last 6 months of the year ended 2020.

19. Off-interim balance sheet items

19a. Foreign currencies

As of the balance sheet date, cash includes USD 462.18 (Beginning balance: USD 468.78).

19b. Treated doubtful debts

| | <u>Ending balance</u> | <u>Beginning balance</u> | <u>Reasons for writing off</u> |
|--|-----------------------|--------------------------|--------------------------------|
| Management Board of Construction Project of Krông Hnăng District | 74.829.000 | 74.829.000 | Already dissolved |
| Management Board of Quang Nam ODA Capital Investment Project | 93.552.683 | 93.552.683 | Already dissolved |
| Po E Hydropower Joint Stock Company | 700.000.000 | 700.000.000 | Already dissolved |
| Underground Construction Joint Stock Company | 2.969.910.000 | 2.969.910.000 | Project was withdrawn |
| Management Board of Buon Don Projects | 56.815.007 | 56.815.007 | Not finding customers |
| Song Da Joint Stock Company 12 - Nguyen Loc | 1.619.979.530 | 1.619.979.530 | Not finding customers |

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

| | <u>Ending balance</u> | <u>Beginning balance</u> | <u>Reasons for writing off</u> |
|---|------------------------------|------------------------------|--|
| Hoang Anh Joint Stock Company - Ban Me | 2.920.004.170 | 2.920.004.170 | Not finding customers |
| Duc Long Gia Lai Group Joint Stock Company | 5.318.864.000 | 5.318.864.000 | Project was withdrawn |
| Northern Electricity Development and Investment Joint Stock Company | 5.919.992.822 | 5.919.992.822 | Already dissolved |
| Nho Que 1 Hydropower Joint Stock Company | 6.037.929.873 | 6.037.929.873 | Cannot contact |
| Finance and Energy Development Joint Stock Company | - | 1.355.603.000 | Cannot contact |
| Nhan Luat Energy JSC | 3.054.527.900 | 3.054.527.900 | Project was withdrawn ,customer suspended business |
| TECCO 533 | 312.000.000 | 312.000.000 | Project not implemented |
| Binh Dinh Hydropower JSC | 114.728.435 | 114.728.435 | Project not implemented |
| Total | <u>29.193.133.420</u> | <u>30.548.736.420</u> | |

VI. ADDITIONAL INFORMATION ON THE ITEMS OF THE INTERIM INCOME STATEMENT**1. Sales****1a. Gross sales**

| | Accumulated from the beginning of the year to the end of the current period | |
|------------------------------|--|------------------------------|
| | <u>Current year</u> | <u>Previous year</u> |
| Sales from survey activities | 22.934.788.528 | 16.762.226.273 |
| Sales from design activities | 77.910.864.117 | 35.328.236.787 |
| Total | <u>100.845.652.645</u> | <u>52.090.463.060</u> |

1b. Sales to related parties

The Company has not had transactions on sales of goods and service provision to related parties.

2. Costs of goods sold

| | Accumulated from the beginning of the year to the end of the current period | |
|----------------------------|--|------------------------------|
| | <u>Current year</u> | <u>Previous year</u> |
| Costs of survey activities | 19.080.446.986 | 12.748.955.772 |
| Costs of design activities | 55.333.172.465 | 21.566.441.337 |
| Total | <u>74.413.619.451</u> | <u>34.315.397.109</u> |

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)**3. Financial income**

| | Accumulated from the beginning of the year to the end of the current period | |
|---|--|----------------------|
| | Current year | Previous year |
| Gains from bank deposits | 732.588.729 | 765.622.637 |
| Gains from realized foreign exchange difference | - | 3.784.258 |
| Dividends and profit shared | 250.000.000 | - |
| Total | 982.588.729 | 769.406.895 |

4. Financial expenses

Reversal of provision for investment loss into other entities.

5. General and administration expenses

| | Accumulated from the beginning of the year to the end of the current period | |
|------------------------------|--|-----------------------|
| | Current year | Previous year |
| Expenses for employees | 9.605.542.643 | 5.172.418.622 |
| Office equipment, stationery | 399.909.576 | 320.097.520 |
| Depreciation of fixed assets | 131.557.268 | 93.951.574 |
| Taxes, fees and legal fees | 10.512.323 | 26.745.707 |
| Reserved expenses | 1.532.762.821 | 1.632.068.673 |
| External service rendered | 472.917.615 | 400.785.427 |
| Other cash expenses | 6.439.160.144 | 6.107.613.114 |
| Total | 18.592.362.390 | 13.753.680.637 |

6. Other income

| | Accumulated from the beginning of the year to the end of the current period | |
|--|--|---------------------|
| | Current year | Current year |
| Gains from liquidation of fixed assets | 99.290.909 | - |
| Gains from liquidation of tools | 72.865.454 | - |
| Gains from bad debts already written off | 1.355.603.000 | - |
| Total | 1.527.759.363 | - |

7. Earnings per share**7a. Basic/dilluted earnings per share**

| | Accumulated from the beginning of the year to the end of the current period | |
|--|--|----------------------|
| | Current year | Previous year |
| Accounting profit after corporate income tax | 8.507.639.117 | 3.892.472.803 |
| Profit used to calculate basic earnings per share | 8.507.639.117 | 3.892.472.803 |
| The average number of ordinary shares outstanding during the year | 15.834.745 | 15.834.745 |
| Basic/diluted earnings per share | 537 | 246 |

7b. Other information

There are no transactions of ordinary shares or potential common shares arising from the date of ending fiscal year to the date of disclosure of the Interim Financial Statements.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

8. Operating expenses

| | Accumulated from the beginning of the year to the end of the current period | |
|------------------------------|--|-----------------------|
| | Current year | Previous year |
| Materials and supplies | 3.603.836.494 | 3.428.572.126 |
| Labors | 53.364.125.795 | 28.721.012.807 |
| Depreciation of fixed assets | 1.654.348.771 | 1.432.014.618 |
| External service rendered | 16.633.941.121 | 5.652.950.830 |
| Other expenses | 13.331.793.998 | 13.421.080.956 |
| Total | 88.588.046.179 | 52.655.631.337 |

VII. OTHER DISCLOSURES

1. Commitments

Pursuant to Resolution No. 1938/NQ-HĐQT dated 20 December 2011 of the Board of Management regarding “*adoption of commitment on supporting capital loans for Srêpôk 4A Hydropower Project of Buon Don Hydropower Joint Stock Company*”, the Board of Management of the Company has adopted commitment on supporting capital loans for Srêpôk 4A Hydropower Project of Buon Don Hydropower Joint Stock Company as follows:

- Power Engineering Consulting Joint Stock Company 4 will not transfer the Company’s shares if not yet having the agreement of the creditor starting from date of commitment to all liabilities of credit agreement fully repaid;
- Power Engineering Consulting Joint Stock Company 4, shareholders relating to EVN and individuals together contribute capital to Buon Don Hydropower Joint Stock Company by form of capital contribution or of additionally giving loans to assure the shortage of cash on hand which is able to happen in the the future of the progress of capital loan and to assure ability to settle liabilities of Buon Don Hydropower Joint Stock Company.

2. Balances and transactions with related parties

Key managers include the members of the Board of Management and the Executive Officers (the Board of Directors, Chief Accountant). Individuals related to key managers are their family members.

2a. Balances and transactions with key managers and individuals related to key managers

Key managers include members of the Board of Management and the Executive Officers (the Board of Directors, Chief Accountant). Individuals related to key managers are their family members.

Transactions with key managers and individuals related to key managers

The Company does not have transactions of sales of goods and service provision to key managers and their related individuals.

Liabilities with key managers and individuals related to key managers

The Company does not have liabilities with key managers and individuals related to key managers.

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: 11 Hoang Hoa Tham - Loc Tho Ward - Nha Trang City - Khanh Hoa Province - Vietnam

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

Notes to the Interim Financial Statements (cont.)

Income of key managers

| | Accumulated from the beginning of the year to the end of the current period | |
|--------------|---|----------------------|
| | Current year | Previous year |
| Salary | 1.237.034.240 | 1.616.985.362 |
| Remuneration | 160.080.000 | 154.140.000 |
| Total | 1.397.114.240 | 1.771.125.362 |

2b. Balances and transactions with other related parties

Other related parties with the Company include:

| Other related parties | Relationship |
|--|--|
| Vietnam Electricity (EVN) | Parent company, possessing 71,59% shares |
| Power Engineering Consulting Joint Stock Company 1 | Subsidiary of EVN |
| Power Engineering Consulting Joint Stock Company 2 | Subsidiary of EVN |
| Buon Don Hydropower Joint Stock Company | Associate, possessing 31% of charter capital |

Transactions with other related parties

Apart from transactions with associates presented in Note V.9, the Company has had other transactions with other related parties as follows:

| | Accumulated from the beginning of the year to the end of the current period | |
|----------------------------------|---|----------------|
| | Current year | Previous year |
| Vietnam Electricity (EVN) | | |
| Dividends payable | 5.667.805.000 | 11.335.910.000 |
| Re-payment of dividends | 5.667.805.000 | 5.667.955.000 |

Price of service provision to other related parties is arm's length price. Purchasing services from other related parties is done according to arm's length price.

Liabilities with other related parties

Liabilities with other related parties are presented in Notes V.2a, V.4a, and V.11.

Receivables from other related parties are un-secured and paid by cash. No provision for bad debts are made for receivables from other related parties.

3. Subsequent events

There have been no events arising after the date of this statement which need to make adjustments on the figures or the disclosures in the Interim Financial Statements.

Nguyen Thi Thanh Hoa
Preparer

Tran Le Thanh Binh
Accounting and Finance Manager



Le Cao Quyen
Deputy General Director

POWER ENGINEERING CONSULTING JOINT STOCK COMPANY 4

Address: No. 11 Hoang Hoa Tham, Loc Tho Ward, Nha Trang City, Khanh Hoa Province

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2020

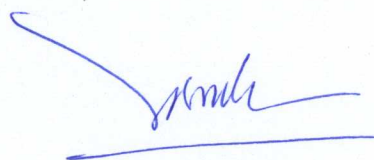
Appendix 01: Statement of fluctuation in owner's equity

Unit: VND

| | <u>Capital</u> | <u>Treasury stocks</u> | <u>Business promotion fund</u> | <u>Retained earnings</u> | <u>Total</u> |
|--|-------------------------------|-----------------------------|------------------------------------|------------------------------|-------------------------------|
| Beginning balance of previous year | 158.347.450.000 | (745.850.060) | 339.535.474 | 25.572.140.336 | 183.513.275.750 |
| Sharing dividends from retained earnings of the year 2018 | - | - | - | (15.770.222.000) | (15.770.222.000) |
| Appropriation for bonus and welfare funds from retained earnings of the year 2018 | - | - | - | (2.522.112.858) | (2.522.112.858) |
| Appropriation for bonus fund to the Executive Officers from retained earnings of the year 2018 | - | - | - | (287.658.200) | (287.658.200) |
| Profit in previous period | - | - | - | 3.892.472.803 | 3.892.472.803 |
| Ending balance of previous period | <u>158.347.450.000</u> | <u>(745.850.060)</u> | <u>339.535.474</u> | <u>10.884.620.081</u> | <u>168.825.755.495</u> |
| Beginning balance in current year | 158.347.450.000 | (745.850.060) | 339.535.474 | 17.570.130.953 | 175.511.266.367 |
| Sharing dividends from retained earnings of the year 2019 | - | - | - | (7.885.111.000) | (7.885.111.000) |
| Profit in current period | - | - | - | 8.507.639.117 | 8.507.639.117 |
| Ending balance in current period | <u>158.347.450.000</u> | <u>(745.850.060)</u> | <u>339.535.474</u> | <u>18.192.659.070</u> | <u>176.133.794.484</u> |



Nguyen Thi Thanh Hoa
 Preparer



Tran Le Thanh Binh
 Accounting and Finance Manager



Nha Trang, 8 August 2020

Le Cao Quyen
 Deputy General Director



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for tomorrow**

A&C AUDITING AND CONSULTING CO., LTD.

www.a-c.com.vn

HEAD OFFICE

02 Truong Son St., Ward 2, Tan Binh Dist., Ho Chi Minh City, Vietnam
Tel: 028. 3 5472 972 Fax: 028. 3 5472 970 kttv@a-c.com.vn

Branch in Hanoi

40 Giang Vo St., Dong Da Dist., Ha Noi
Tel: 024. 3 736 7879
Fax: 024. 3 736 7869
kttv.hn@a-c.com.vn

Branch in Nha Trang

Lot STH 06A.01, Le Hong Phong II Urban
Area, Phuoc Hai Ward, Nha Trang City
Tel: 0258. 2 465 151
Fax: 0258. 2 465 806
kttv.nt@a-c.com.vn

Branch in Can Tho

I5-13 Vo Nguyen Giap St.,
Cai Rang Dist., Can Tho City
Tel: 0292. 3 764 995
Fax: 0292. 3 764 996
kttv.ct@a-c.com.vn