



FPT CORPORATION

(Incorporated in the Socialist Republic of Vietnam)

**REVIEWED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS**

For the 6-month period ended 30 June 2019



FPT CORPORATION

**REVIEWED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS**

For the 6-month period ended 30 June 2019



Hanoi, August 2019

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STATEMENT OF THE BOARD OF MANAGEMENT

The Board of Management of FPT Corporation and its subsidiaries (herein collectively referred to as the "Corporation") presents this report together with the Corporation's interim consolidated financial statements for the 6-month period ended 30 June 2019.

THE BOARDS OF DIRECTORS AND MANAGEMENT

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

Board of Directors

Mr. Truong Gia Binh	Chairman
Mr. Bui Quang Ngoc	Vice Chairman
Mr. Do Cao Bao	Member
Mr. Le Song Lai	Member
Mr. Jean Charles Belliol	Member
Mr. Tomokazu Hamaguchi	Member
Mr. Dan E Khoo	Member

Board of Management

Mr. Nguyen Van Khoa	Executive President (appointed on 29 March 2019)
	Executive Vice President (resigned on 29 March 2019)
Mr. Bui Quang Ngoc	Executive President (resigned on 29 March 2019)
Mr. Nguyen The Phuong	Executive Vice President
Mr. Hoang Viet Anh	Executive Vice President
Mr. Do Cao Bao	Executive Vice President (resigned on 15 March 2019)

BOARD OF MANAGEMENT' STATEMENT OF RESPONSIBILITY

The Board of Management of the Corporation is responsible for preparing the interim consolidated financial statements, which give a true and fair view of the financial position of the Corporation as at 30 June 2019, and its financial performance and cash flows for the 6-month period then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to interim consolidated financial reporting. In preparing these interim consolidated financial statements, the Board of Management is required to:

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

STATEMENT OF THE BOARD OF MANAGEMENT (Continued)

BOARD OF MANAGEMENT' STATEMENT OF RESPONSIBILITY (Continued)

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

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

For and on behalf of the Board of Management,



Nguyen The Phuong
Executive Vice President

Power of Attorney No. 63/2019/QD-FPT-TGD
dated 29 March 2019

05 August 2019

No.: 0183 /VN1A-HN-BC

REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

**To: The Shareholders
The Boards of Directors and Management
FPT Corporation**

We have reviewed the accompanying interim consolidated financial statements of FPT Corporation and its subsidiaries (the "Corporation"), prepared on 05 August 2019 as set out from page 04 to page 45, which comprise the interim consolidated balance sheet as at 30 June 2019, the interim consolidated income statement and interim consolidated cash flows statement for the 6-month period then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Interim Consolidated Financial Statements

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

Auditors' Responsibility

Our responsibility is to express a conclusion on the accompanying interim consolidated financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements (VSRE) 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

A review of interim consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical 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

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements do not present fairly, in all material respects, the financial position of the Corporation as at 30 June 2019, and of its financial performance and its cash flows for the 6-month period then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to interim consolidated financial reporting.



Vu Duc Nguyen
Deputy General Director
Audit Practising Registration Certificate
No. 0764-2018-001-1

DELOITTE VIETNAM COMPANY LIMITED

05 August 2019
Hanoi, S.R. Vietnam



INTERIM CONSOLIDATED BALANCE SHEET

As at 30 June 2019

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
A. CURRENT ASSETS	100		17,849,605,068,189	18,406,087,226,041
I. Cash and cash equivalents	110	5	3,081,007,361,357	3,925,727,206,293
1. Cash	111		2,807,554,223,819	2,682,437,141,849
2. Cash equivalents	112		273,453,137,538	1,243,290,064,444
II. Short-term financial investments	120		5,892,075,944,888	5,568,623,727,137
1. Held-to-maturity investments	123	6	5,892,075,944,888	5,568,623,727,137
III. Short-term receivables	130		6,452,904,237,544	6,426,946,279,074
1. Short-term trade receivables	131		5,397,987,665,255	5,561,545,801,834
2. Short-term advances to suppliers	132		373,533,640,166	218,427,501,076
3. Receivables from contracts under percentage of completion method	134	7	270,618,899,526	251,954,356,007
4. Short-term loan receivables	135		50,781,019,440	910,049,188
5. Other short-term receivables	136	8	641,278,144,375	658,775,479,875
6. Provision for short-term doubtful debts	137		(281,295,131,218)	(264,666,908,906)
IV. Inventories	140		1,508,550,852,201	1,340,687,216,347
1. Inventories	141	10	1,580,294,933,153	1,401,302,666,378
2. Provision for devaluation of inventories	149	10	(71,744,080,952)	(60,615,450,031)
V. Other short-term assets	150		915,066,672,199	1,144,102,797,190
1. Short-term prepayments	151	11	737,160,640,080	962,477,975,930
2. Value added tax deductibles	152		125,997,016,773	138,812,602,015
3. Taxes and other receivables from the State budget	153	12	51,909,015,346	42,812,219,245

The accompanying notes are an integral part of these interim consolidated financial statements

INTERIM CONSOLIDATED BALANCE SHEET (Continued)

As at 30 June 2019

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
B. NON-CURRENT ASSETS	200		12,526,152,004,775	11,350,979,923,527
I. Long-term receivables	210		114,090,708,904	109,788,240,927
1. Long-term loans receivable	215		-	392,794,707
2. Other long-term receivables	216	8	168,819,882,722	164,124,620,038
3. Provision for long-term doubtful debts	219		(54,729,173,818)	(54,729,173,818)
II. Fixed assets	220		6,913,929,593,779	6,513,735,578,258
1. Tangible fixed assets	221	13	5,624,076,548,664	5,207,125,950,106
- Cost	222		10,210,508,880,253	9,471,984,147,609
- Accumulated depreciation	223		(4,586,432,331,589)	(4,264,858,197,503)
2. Finance lease assets	224		2,482,141,875	3,024,593,397
- Cost	225		5,306,406,073	5,208,542,803
- Accumulated depreciation	226		(2,824,264,198)	(2,183,949,406)
3. Intangible assets	227	14	1,287,370,903,240	1,303,585,034,755
- Cost	228		1,978,393,112,992	1,915,362,421,263
- Accumulated amortisation	229		(691,022,209,752)	(611,777,386,508)
III. Long-term assets in progress	240		1,441,726,753,683	1,174,778,083,753
1. Construction in progress	242	15	1,441,726,753,683	1,174,778,083,753
IV. Long-term financial investments	250		2,347,928,008,422	2,202,466,649,730
1. Investments in associates	252	17	1,783,341,048,219	1,676,231,689,527
2. Equity investments in other entities	253	6	847,143,994,517	793,360,844,792
3. Provision for impairment of long-term financial investments	254	6	(282,557,034,314)	(267,125,884,589)
V. Other long-term assets	260		1,708,476,939,987	1,350,211,370,859
1. Long-term prepayments	261	11	1,354,729,415,894	986,963,791,569
2. Deferred tax assets	262	18	40,254,913,575	37,229,856,110
3. Goodwill	269	19	313,492,610,518	326,017,723,180
TOTAL ASSETS (270=100 + 200)	270		30,375,757,072,964	29,757,067,149,568

The accompanying notes are an integral part of these interim consolidated financial statements

INTERIM CONSOLIDATED BALANCE SHEET (Continued)

As at 30 June 2019

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
C. LIABILITIES	300		14,570,321,210,316	14,982,096,384,457
I. Current liabilities	310		14,116,094,162,443	14,451,149,990,521
1. Short-term trade payables	311		2,108,353,853,968	2,510,114,267,322
2. Short-term advances from customers	312		504,493,867,819	418,652,248,691
3. Taxes and amounts payable to the State budget	313	12	365,456,144,145	411,222,366,924
4. Payables to employees	314		777,213,901,897	1,191,302,627,829
5. Short-term accrued expenses	315	20	771,550,908,554	837,956,702,415
6. Payables relating to contracts under percentage of completion method	317	7	47,905,634,871	46,561,518,663
7. Short-term unearned revenue	318	21	1,651,086,267,511	1,610,921,248,698
8. Other current payables	319	22	406,173,423,100	341,063,193,828
9. Short-term loans and obligations under finance leases	320	23	7,273,258,811,787	6,598,868,849,348
10. Short-term provisions	321	24	16,036,128,457	31,354,115,546
11. Bonus and welfare funds	322		194,565,220,334	453,132,851,257
II. Long-term liabilities	330		454,227,047,873	530,946,393,936
1. Long-term unearned revenue	336	21	63,709,935,692	46,805,654,155
2. Other long-term payables	337	22	104,282,436,256	108,962,237,984
3. Long-term loans and obligations under finance leases	338	25	278,034,243,597	366,793,322,852
4. Deferred tax liabilities	341		-	335,327,364
5. Long-term provisions	342	24	8,008,336,045	7,857,755,298
6. Scientific and technological development fund	343		192,096,283	192,096,283

The accompanying notes are an integral part of these interim consolidated financial statements

INTERIM CONSOLIDATED BALANCE SHEET (Continued)

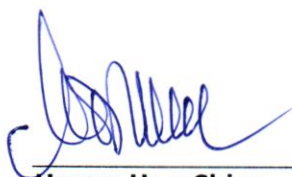
As at 30 June 2019

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
D. EQUITY	400		15,805,435,862,648	14,774,970,765,111
I. Owners' equity	410		15,802,685,862,648	14,772,220,765,111
1. Owners' contributed capital	411	26	6,783,586,880,000	6,136,367,720,000
- Ordinary shares carrying voting rights	411a		6,783,586,880,000	6,136,367,720,000
2. Share premium	412	26	49,465,703,201	49,465,703,201
3. Other owners' capital	414	26	786,858,519,093	667,035,271,273
4. Treasury shares	415	26	(823,760,000)	(823,760,000)
5. Foreign exchange reserve	417	26	15,570,456,494	14,965,650,460
6. Investment and development fund	418	26	221,229,437,401	222,962,521,203
7. Other reserves	420	26	87,230,268,654	87,230,283,704
8. Retained earnings	421	26	5,367,190,230,972	5,293,166,046,073
- Retained earnings accumulated to the prior year end	421a		3,949,181,671,422	3,515,481,219,969
- Retained earnings of the current period	421b		1,418,008,559,550	1,777,684,826,104
9. Non-controlling interests	429		2,492,378,126,833	2,301,851,329,197
II. Other resources and funds	430		2,750,000,000	2,750,000,000
1. Non-business expenditure fund	431		2,750,000,000	2,750,000,000
TOTAL RESOURCES (440=300+400)	440		30,375,757,072,964	29,757,067,149,568



Nguyen Tien Hao
Preparer



Hoang Huu Chien
Chief Accountant




Nguyen The Phuong
Executive Vice President

05 August 2019

INTERIM CONSOLIDATED INCOME STATEMENT

For the 6-month period ended 30 June 2019

Unit: VND

ITEMS	Codes	Notes	Current period	Prior period
1. Gross revenue from goods sold and services rendered	01	27	12,506,307,747,196	10,236,314,669,478
2. Deductions	02	27	13,909,606,534	11,283,333,761
3. Net revenue from goods sold and services rendered (10=01-02)	10	27	12,492,398,140,662	10,225,031,335,717
4. Cost of sales	11	28	7,634,938,298,874	6,368,798,411,510
5. Gross profit from goods sold and services rendered (20=10-11)	20		4,857,459,841,788	3,856,232,924,207
6. Financial income	21	29	317,692,756,323	266,192,431,305
7. Financial expenses	22	30	325,528,454,171	212,311,954,395
- In which: Interest expense	23		145,092,342,759	101,497,368,758
8. Share of net profit from associates	24		219,056,585,762	215,683,718,757
9. Selling expenses	25		1,055,041,546,880	874,666,660,118
10. General and administration expenses	26		1,911,869,571,430	1,600,192,518,079
11. Operating profit (30=20+(21-22)+24-(25+26))	30		2,101,769,611,392	1,650,937,941,677
12. Other income	31		43,608,531,788	61,453,906,805
13. Other expenses	32		6,382,671,265	25,299,417,281
14. Profit from other activities (40=31-32)	40		37,225,860,523	36,154,489,524
15. Accounting profit before tax (50=30+40)	50		2,138,995,471,915	1,687,092,431,201
16. Current corporate income tax expense	51	31	363,363,920,682	253,133,525,067
17. Deferred corporate tax (income)/expense	52	31	(4,458,509,773)	22,161,640,359
18. Net profit after corporate income tax (60=50-51-52)	60		1,780,090,061,006	1,411,797,265,775
18.1. Equity holders of the Holding Company	61		1,418,008,559,550	1,103,296,067,984
18.2. Non-controlling interests	62		362,081,501,456	308,501,197,791
19. Basic earnings per share	70	32	2,097	1,638
20. Diluted earnings per share	71		2,097	1,638


Nguyen Tien Hao
Preparer


Hoang Huu Chien
Chief Accountant


Nguyen The Phuong
Executive Vice President

05 August 2019



The accompanying notes are an integral part of these interim consolidated financial statements

INTERIM CONSOLIDATED CASH FLOW STATEMENT

For 6-month period ended to 30 June 2019

Unit: VND

ITEMS	Codes	Current period	Prior period
I. CASH FLOWS FROM OPERATING ACTIVITIES			
1. Profit before tax	01	2,138,995,471,915	1,687,092,431,201
2. Adjustments for:			
- Depreciation and amortisation of fixed assets	02	651,393,925,999	560,152,278,727
- Provisions	03	28,020,596,616	56,472,128,945
- Foreign exchange loss arising from translating foreign currency items	04	49,086,760,996	1,840,417,725
- (Gain) from investing activities	05	(367,269,586,553)	(381,116,364,475)
- Interest expense	06	145,092,342,759	101,497,368,758
3. Operating profit before movements in working capital	08	2,645,319,511,732	2,025,938,260,881
- Changes in receivables	09	(135,953,857,029)	613,393,752,841
- Changes in inventories	10	(129,607,691,536)	(136,939,504,220)
- Changes in payables (excluding accrued loan interest and corporate income tax payable)	11	(567,686,581,517)	(514,138,388,682)
- Changes in prepaid expenses	12	(142,448,288,475)	(224,497,319,381)
- Interest paid	14	(182,828,597,598)	(93,419,062,167)
- Corporate income tax paid	15	(312,018,109,846)	(190,171,369,984)
- Other cash outflows	17	(260,300,729,774)	(144,036,936,774)
Net cash generated by operating activities	20	914,475,655,957	1,336,129,432,514
II. CASH FLOWS FROM INVESTING ACTIVITIES			
1. Acquisition and construction of fixed assets and other long-term assets	21	(1,675,531,109,810)	(1,261,309,654,689)
2. Proceeds from sale, disposal of fixed assets and other long-term assets	22	254,896,216	433,689,402
3. Cash recovered from/(outflow for) lending, buying debt instruments of other entities	23, 24	(297,952,217,751)	(485,877,271,686)
4. Equity investments in other entities	25	(105,352,000,000)	(79,534,620,000)
5. Cash recovered from investments in other entities	26	101,389,573,200	165,900,000,000
6. Interest earned, dividends and profits received	27	279,367,046,068	194,383,509,043
Net cash (used in) investing activities	30	(1,697,823,812,077)	(1,466,004,347,930)

The accompanying notes are an integral part of these interim consolidated financial statements

INTERIM CONSOLIDATED CASH FLOW STATEMENT (Continued)

For 6-month period ended 30 June 2019

Unit: VND

III. CASH FLOWS FROM FINANCING ACTIVITIES	Codes	Current period	Prior period
1. Proceeds from share issue and owners' contributed capital	31	31,782,000,000	26,545,560,000
2. Capital withdrawals, buy-back of issued shares	32	(269,625,000)	-
3. Proceeds from borrowings	33	5,938,475,623,676	5,884,728,822,246
4. Repayment of borrowings	34	(5,352,844,740,492)	(4,239,028,572,884)
5. Dividends and profits paid	36	(678,514,947,000)	(962,940,395,325)
Net cash generated by/(used in) financing activities	40	(61,371,688,816)	709,305,414,037
Net increase/(decrease) in cash (50=20+30+40)	50	(844,719,844,936)	579,430,498,621
Cash and cash equivalents at the beginning of the period	60	3,925,727,206,293	3,480,659,514,788
Cash and cash equivalents at the end of the period (70=50+60)	70	3,081,007,361,357	4,060,090,013,409



Nguyen Tien Hao
Preparer



Hoang Huu Chien
Chief Accountant




Nguyen The Phuong
Executive Vice President

05 August 2019

FPT CORPORATION

No. 17 Duy Tan Street
Dich Vong Hau Ward, Cau Giay District
Hanoi, S.R. Vietnam

FORM B 09a-DN/HN

Issued under Circular No.202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance

NOTES TO THE FINANCIAL STATEMENTS

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

1. GENERAL INFORMATION**Structure of ownership**

FPT Corporation (the "Company") was incorporated as a State-owned company in Vietnam and subsequently equitised in accordance with Decision No. 178/QĐ-TTg, following which the Company officially operated as a joint stock company. FPT Corporation was established under Business Registration Certificate No. 0103001041 issued for the first time by Hanoi Authority for Planning and Investment dated 13 May 2002 and its amendments.

According to the amended Business Registration Certificate dated 19 December 2008, the Company changed its name from the FPT Corporation for Financing and Promoting Technology to FPT Corporation.

According to the latest amended Business Registration Certificate dated 11 June 2019, the Company's charter capital is VND 6,783,586,880,000.

Since December 2006, the FPT Corporation's shares have been listed on Ho Chi Minh City Stock Exchange.

The total number of the Corporation's employees as at 30 June 2019 was 28,797 (31 December 2018: 27,843).

Operating industry and principal activities

The principal activities of the Corporation are to provide IT and telecommunication products and services. The main products and services provided are (i) software development including software outsourcing; software solutions, software services and ERP services; (ii) system integration; (iii) informatics services including system management, BPO service, Data Center service etc.; (iv) telecommunication services including internet services and value added services; (v) digital content services including online advertising etc.; (vi) general education, college, university and postgraduate training services.

Normal production and business cycle

The Corporation's normal production and business cycle is carried out for a time period of 12 months or less, except for some system integration projects which are carried out for a time period of more than 12 months.

The Corporation's structure:

As at 30 June 2019, FPT Corporation had 6 subsidiaries as follows:

- FPT Information System Corporation;
- FPT Telecom Joint Stock Company;
- FPT Software Company Limited;
- FPT Education Company Limited;
- FPT Online Service Joint Stock Company;
- FPT Investment Company Limited; and

And 4 associates as follows:

- FPT Digital Retail Joint Stock Company;
- Synnex FPT Joint Stock Company;
- FPT Capital Management Joint Stock Company; and
- FPT Securities Joint Stock Company.

Disclosure of information comparability in the interim consolidated financial statements

The comparative figures of the interim consolidated balance sheet are the figures of the Corporation's audited consolidated financial statements for the year ended 31 December 2018. The comparative figures of the interim consolidated income statement and interim consolidated cash flow statement are the figures of the reviewed interim consolidated financial statements for the 6-month period ended 30 June 2018.

2. ACCOUNTING CONVENTION AND ACCOUNTING PERIOD

Accounting convention

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

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

Accounting period

The Corporation's financial year begins on 01 January and ends on 31 December. These interim consolidated financial statements have been prepared for the period from 01 January 2019 to 30 June 2019.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Estimates

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

Basis of consolidation

The interim consolidated financial statements incorporate the interim financial statements of the Company and enterprises controlled by the Company (its subsidiaries) for the period from 01 January 2019 to 30 June 2019. Control is achieved where the Company has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the period are included in the interim consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate.

Where necessary, adjustments are made to the interim financial statements of subsidiaries to bring the accounting policies used in line with those used by the Company.

Intragroup transactions and balances are eliminated in full on consolidation.

Non-controlling interests consist of the amount of those non-controlling interests at the date of the original business combination and the non-controlling interests' share of changes in equity since the date of the combination. Losses in subsidiaries are respectively attributed to

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the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Business combinations

On acquisition, the assets and liabilities and contingent liabilities of a subsidiary are measured at their fair values at the date of acquisition. Any excess of the cost of acquisition over the fair values of the identifiable net assets acquired is recognized as goodwill. Any deficiency of the cost of acquisition below the fair values of the identifiable net assets acquired is credited to the profit and loss in the period of acquisition.

The interest of non-controlling shareholders is initially measured at the minority's proportion of the net fair value of the assets, liabilities, and contingent liabilities recognized.

Investments in associates

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

The results and assets and liabilities of associates are incorporated in these interim consolidated financial statements using the equity method of accounting. Interests in associates are carried in the interim consolidated balance sheet at cost as adjusted by post-acquisition changes in the Corporation's share of the net assets of the associate. Losses of an associate in excess of the Corporation's interest in that associate (which includes any long-term interests that, in substance, form part of the Corporation's net investment in the associate) are not recognized.

Where a group entity transacts with an associate of the Corporation, unrealised profits and losses are eliminated to the extent of the Corporation's interest in the relevant associate.

Goodwill

Goodwill represents the excess of the cost of acquisition over the Corporation's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of a subsidiary at the date of acquisition. After acquisition date, if the Parent company continues making investment in the subsidiary, it should determine the cost of additional investment and corresponding increase in ownership of the carrying value of the acquired net asset of the subsidiary (not applying fair value as on acquisition date). The difference between the cost of additional investment and the carrying value of the acquired net asset should be recorded directly into retained earnings (similar to transactions among internal shareholders).

Goodwill arising on the acquisition date is presented separately as an intangible asset in the interim consolidated balance sheet and is amortised on the straight-line basis in the interim consolidated income statement according to current regulation. In case where the amount of goodwill impairment loss in the period is more than the annual amortised amount on the straight-line basis, the loss amount shall be recognised.

On disposal of a subsidiary, the attributable amount of unmortised goodwill is reduced corresponding to the disposed share proportion and included in retained earnings in case where the Parent remains its control of the subsidiary, or reduced in full and included in the determination of the profit or loss in case where the Parent company loses the control.

Cash and cash equivalents

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

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Financial investments

Held-to-maturity investments

Held-to-maturity investments comprise investments that the Corporation has the positive intent or ability to hold to maturity, including term deposits (commercial bills), bonds, preference shares which the issuer shall redeem at a certain date in the future, loans held to maturity to earn periodic interest and other held-to-maturity investments.

Held-to-maturity investments are recognised on a trade date basis and are initially measured at acquisition price plus directly attributable transaction costs. Post-acquisition interest income from held-to-maturity investments is recognised in the interim consolidated income statement on accrual basis. Pre-acquisition interest is deducted from the cost of such investments at the acquisition date.

Held-to-maturity investments are measured at cost less provision for doubtful debts.

Provision for doubtful debts relating to held-to-maturity investments is made in accordance with prevailing accounting regulations.

Equity investments in other entities

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

Equity investments in other entities are carried at cost less provision for impairment.

Provisions for impairment of long-term financial investments

Provisions for impairment of long-term financial investments are made in accordance with Circular No. 228/2009/TT-BTC dated 07 December 2009 issued by the Ministry of Finance on "Guiding the appropriation and use of provisions for devaluation of inventories, loss of financial investments, bad debts and warranty for products, goods and construction works at enterprises", Circular No. 89/2013/TT-BTC dated 28 June 2013 by the Ministry of Finance amending and supplementing Circular No. 228/2009/TT-BTC and prevailing accounting regulations. In some cases, according to the estimate of the Board of Management, the Corporation prudently makes more provision for impairment of long-term financial statements than required as per the prevailing accounting regulations.

Receivables

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

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

Inventories

Inventories are stated at the lower of cost and net realizable value. Cost comprises direct materials and where applicable, direct labor costs, and those overheads that have been incurred in bringing the inventories to their present location and condition. Cost of inventories within the Corporation is calculated using the first in first out (FIFO) method and inventory recording method is the perpetual method. Net realizable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

The evaluation of necessary provision for inventory obsolescence follows current prevailing accounting regulations which allow provisions to be made for obsolete, damaged, or sub-standard inventories and for those which have costs higher than net realisable values as at the interim consolidated balance sheet date.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation.

The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working condition and location for their intended use.

The costs of self-constructed or manufactured assets are the actual construction or manufacturing cost plus installation and test running costs.

Tangible fixed assets are depreciated using the straight-line method over their following estimated useful lives:

	Years
Buildings and structures	5 - 25
Machinery and equipment	3 - 25
Motor vehicles	3 - 10
Office equipment	3 - 8
Other assets	3 - 25

Finance lease assets and depreciation

Finance lease assets are acquired from finance lease transactions, whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Assets held under finance leases are recognized as assets of the Corporation at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the interim consolidated balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to interim consolidated profit or loss, unless they are directly attributable to qualifying assets, in which case they are capitalized in accordance with the Corporation's general policy on borrowing costs.

Intangible assets and amortisation

(i) Land use rights

Intangible assets represent land use rights that are stated at cost less accumulated amortisation. Definite land use rights are amortised using the straight-line method over the duration of the rights to use the land. Indefinite land use rights are not amortised.

(ii) License, copyright and patent

Purchase price of license is accounted for as intangible asset. License is amortised to the interim consolidated income statement on straight-line basis over a period of 3 to 5 years. The right to operate the high-speed internet line of Asia America Gateway ("AAG") project is amortised over 15 years of the operation right.

Purchase prices of copyright and patent are capitalized and accounted for as intangible asset. Copyright and patent are amortised to the interim consolidated income statement on straight-line basis over a period of 3 to 5 years.



(iii) Brand name, trademark and list of customers

Purchase prices of trademark and brand name are recorded as intangible asset. Trademark, brand name and list of customers are amortised to the interim consolidated income statement on straight-line basis over their estimated useful lives.

(iv) Computer software

Purchase price of new computer software, which is not an integral part of related hardware is capitalized and accounted for as intangible asset. Computer software is amortised to the interim consolidated income statement on straight-line basis over a period of 3 to 5 years.

Construction in progress

Properties in the course of construction for production, rental, or administrative purposes, or for other purposes, are carried at cost. Cost includes costs that are necessary to form the assets in accordance with the Corporation's accounting policy. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

Long-term prepayments

Prepayments are expenses which have already been paid but relate to results of operations of multiple accounting periods, including land rentals and other types of long-term prepayments.

Long-term prepayments comprise prepaid land rental and its attributable cost and office rental. Prepaid land rentals are charged to the interim consolidated income statement using the straight-line method over the lease term.

Other types of long-term prepayments comprise costs of small tools, supplies and spare parts issued for consumption, PayTV installation cost, office and furniture repair, maintenance and prepayments for systems integration contracts which are expected to provide future economic benefits to the Company. These expenditures have been capitalised as long-term prepayments, and are allocated to the interim consolidated income statement using the straight-line method in accordance with the current prevailing accounting regulations.

Payable provisions

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

Provision for warranties

The provision for warranties relates mainly to goods sold and services rendered. The provision is based on estimates derived from historical warranty data associated with similar products and services.

Bonus and welfare funds

The Corporation distributes up to 10% of net profit after tax of subsidiaries to bonus and welfare funds.

Revenue recognition

Revenue is recognized when the outcome of such transactions can be measured reliably and it is probable that the economic benefits associated with the transactions will flow to the Corporation.

Revenue from the sale of goods

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

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

Revenue from services

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

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

Revenue from software development, system integration and informatics services

Revenue is recognised in the interim consolidated income statement by reference to the percentage of completion of transaction at the period end. The percentage of completion is assessed by performance or the percentage of the incurred expense of the completed work over the total contract cost estimate. Revenue is not recognised if there is material unreliable element related to recovery of receivables.

Revenue from processing services

Revenue from processing services is recognised in the interim consolidated income statement when the goods have been processed and accepted by the buyer. No revenue is recognised if there is material unreliable element related to recovery of receivables.

Revenue from telecommunication services

Revenue from telecommunication services is recognised on pro-rata basis over the period during which the services are actually provided to customers.

Revenue from online advertising services

Revenue from online advertising services is recognised on the basis of work completed.

Revenue from tuition fees and fees

Revenue is recognised in the period when services are rendered. Tuition fees and fees collected in advance from the students are recorded as unearned revenue on the interim consolidated balance sheet and accounted to the interim consolidated income statement in the period in which the semester falls.

Tuition fees and fees payment

Tuition and fees are fully paid in advance prior to the beginning of each semester.

Enrolment fee or application fee

A one-time fixed application fee is charged per student and collected with applications for enrolment. Proceeds from the application fees are used to defray the costs associated with all procedures relating to processing each student's enrolment, including the administration of applicable evaluation of prior school records and appropriate placement for the student. The application fee is not refundable.

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

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

Foreign currencies

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

Goodwill and fair value adjustments arising on the acquisition of a foreign operation are treated as assets and liabilities of the foreign operation and translated at the closing rate.

Translation of financial statements of foreign operations

For the purpose of presenting interim consolidated financial statements, the assets and liabilities of the foreign operations (including comparative figures) are expressed in reporting currency using exchange rates prevailing on the interim consolidated balance sheet date. Income and expense items (including comparative figures) are translated at the average exchange rates for the period, unless exchange rates fluctuated significantly during that period, in which case the exchange rates at the dates of the transactions are used. Exchange differences arising, if any, are classified as equity and transferred to the Corporation's foreign exchange reserve. Such translation differences are recognised in profit or loss in the period in which the foreign operation is disposed of.

Borrowing costs

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



Earnings per share

The Corporation presents basic earnings per share (EPS) and diluted earnings per share (Diluted EPS) for its ordinary shares. Basic EPS is calculated by having the profit or loss attributable to the ordinary shareholders of the Corporation divided by the weighted average number of outstanding ordinary shares during the period. Diluted EPS is determined by adjusting the profit or loss attributable to the ordinary shareholders and the weighted average number of ordinary shares outstanding taking into consideration the effect of all dilutive potential ordinary shares, which comprise convertible bonds and share options.

Related parties

Related parties include associates and key management personnel of the Corporation.

Taxation

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

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

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

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

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

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

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

4. SEGMENT REPORTING

A business segment is a distinguishable component of an enterprise that is engaged in producing or providing an individual product or service or a group of related products or services and that is subject to risks and returns that are different from those of other business segments.

The Corporation has two major segments under the management of FPT Corporation and its subsidiaries (the "Corporation") as follows:

Information Technology and Telecommunication

- **Telecommunication:** providing internet services to individuals and households, internet services to enterprises such as providing internet leased line services, domestic and international telecommunication, domain, hosting, Web Portal services, IPTV, etc.;
- **Digital content:** providing online services to enterprises and individual customers, including online newspapers (such as VnExpress.net, Ngoisao.net, iOne.net, PCWorld.com.vn, Gamethu.vn, etc.); online advertising, AdNetwork, online music, e-payment, etc.;
- **Global IT services:** Software production, providing consultancy and deployment of S.M.A.C/IoT, digital transformation solutions, IT system transformation services, quality assurance testing, embedded software, ERP implementation and management services;
- **Software solutions, system integration and informatics services:** providing application software solutions, providing information system integration services, supplying IT equipment, data center services, networking and security system design/development; warranty and maintenance of IT products authorized by hardware vendors;

Investment and education: including the following main activities:

- Providing training services in IT, business management majors at general education, high education, university, and post-graduate levels;
- Managing investments in associates;
- Managing and developing real estate projects relating to the Corporation's infrastructure needs.

4.1 Segment report

Current period		Information Technology and Telecommunication				Unit: VND million	
Items	Telecommunication	Digital content	Global IT services	Software solutions, system integration and informatics services	Investment and education	Elimination	Total
Segment revenue	4,650,466	271,235	4,931,942	2,031,900	736,692	(129,837)	12,492,398
Segment expenses (i)							
Directly attributable expenses	(3,962,867)	(148,057)	(4,146,145)	(1,915,206)	(561,558)	131,982	(10,601,851)
In which:							
- Depreciation and amortisation	(481,518)	(2,082)	(129,466)	(16,163)	(24,383)	2,146	(651,466)
- Allocation of long-term prepaid expenses	(297,403)	(2,951)	(80,552)	(14,986)	(28,687)	-	(424,579)
Segment result (ii)	687,599	123,178	785,797	116,694	175,134	2,145	1,890,547
Segment profit before tax	683,890	137,897	741,102	112,566	1,714,729	(1,251,187)	2,138,997
Segment assets	11,030,124	1,052,805	8,014,480	4,589,267	6,855,233	(1,166,152)	30,375,757
Segment liabilities	6,810,137	278,795	4,231,900	3,263,677	1,528,749	(1,542,937)	14,570,321
Total expenses for acquisition of fixed assets	1,548,076	2,738	221,172	23,055	305,382	-	2,100,423

- (i) Segment expenses arising from the business activities of the segment are charged directly to that segment and part of the business costs are allocated to that segment, including outbound sales costs and expenses related to transactions with other segments of the business. Accordingly, segment expenses include cost of sales, selling and administration expenses.
- (ii) Segment result is the segment revenue less segment expenses.



Items	Information Technology and Telecommunication				Investment and education	Elimination	Total
	Telecommunication	Digital content	Global IT services	Software solutions, system integration and informatics services			
Prior period	Unit: VND million						
Segment revenue	3,949,921	240,875	3,640,382	1,962,965	646,391	(215,503)	10,225,031
Segment expenses (i)							
Directly attributable expenses	(3,358,508)	(118,610)	(3,076,008)	(1,898,324)	(609,856)	217,649	(8,843,657)
In which:							
- Depreciation and amortisation	(431,863)	(2,536)	(93,941)	(11,665)	(22,235)	2,146	(560,094)
- Allocation of long-term prepaid expenses	(187,457)	(3,937)	(83,957)	(31,430)	(28,980)	-	(335,761)
Segment result (ii)	591,413	122,265	564,374	64,641	36,535	2,146	1,381,374
Segment profit before tax	592,268	135,229	531,987	59,902	967,560	(599,854)	1,687,092
Segment assets	10,440,256	1,238,728	6,303,354	4,469,117	6,014,100	(2,179,408)	26,286,147
Segment liabilities	5,968,986	454,647	3,544,594	3,034,146	1,344,696	(1,946,494)	12,400,575
Total expenses for acquisition of fixed assets	1,036,111	4,352	160,329	58,919	197,074	-	1,456,785

5. CASH AND CASH EQUIVALENTS

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Cash on hand	30,677,710,831	60,166,021,396
Bank demand deposits	2,776,876,512,988	2,622,271,120,453
Cash equivalents (i)	273,453,137,538	1,243,290,064,444
	<u>3,081,007,361,357</u>	<u>3,925,727,206,293</u>

(i) Cash equivalents represent bank deposits with terms of three months or less.



6. FINANCIAL INVESTMENTS

	Closing balance		Opening balance	
	Cost	Carrying amount	Cost	Carrying amount
	VND	VND	VND	VND
a. Held-to-maturity investments	5,950,578,182,372	5,892,075,944,888	5,627,125,964,621	5,568,623,727,137
- Term deposit	5,838,803,130,596	5,838,803,130,596	5,540,850,912,845	5,540,850,912,845
- Other short-term investments	111,775,051,776	53,272,814,292	86,275,051,776	27,772,814,292

	Closing balance			Opening balance		
	Cost	Provision	Fair value	Cost	Provision	Fair value
	VND	VND	VND	VND	VND	VND
b. Equity investments in other entities	1,477,143,994,517	(282,557,034,314)	4,816,296,186,471	1,423,360,844,792	(267,125,884,589)	5,006,801,125,042
b1) Investments in associates	630,000,000,000	-	3,229,374,301,621	630,000,000,000	-	3,512,883,994,005
- Synnex FPT Joint Stock Company (*)	398,500,000,000	-	836,251,807,699	398,500,000,000	-	786,922,199,961
- FPT Securities Joint Stock Company (**)	110,000,000,000	-	305,438,556,000	110,000,000,000	-	386,990,853,000
- FPT Digital Retail Joint Stock Company (**)	94,000,000,000	-	2,045,440,000,000	94,000,000,000	-	2,297,924,000,000
- FPT Capital Management Joint Stock Company (*)	27,500,000,000	-	42,243,937,923	27,500,000,000	-	41,046,941,044
b2) Long-term equity investments in other entities	847,143,994,517	(282,557,034,314)	1,586,921,884,850	793,360,844,792	(267,125,884,589)	1,493,917,131,037
- Other investments (*)	847,143,994,517	(282,557,034,314)	1,586,921,884,850	793,360,844,792	(267,125,884,589)	1,493,917,131,037

In accordance with Circular No.200/2014/TT-BTC dated 22 December 2014, the fair value of investments in associates and investments in other entities as at 30 June 2019 should be presented. According to assessment of Board of Management, the fair value of the investments presented above is prudent and attainable.

(*) The minimum value can be achieved based on book value or corresponding valuations according to market prices of these investments at the end of accounting period.

(**) Fair value is determined based on the closing price on the stock exchange and the number of shares held by the Corporation at the end of accounting period.

7. RECEIVABLES/PAYABLES FROM CONSTRUCTION CONTRACTS UNDER PERCENTAGE OF COMPLETION METHOD

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Contracts in progress as at the balance sheet date		
Receivables from construction contracts under percentage of completion method	270,618,899,526	251,954,356,007
Payables relating to construction contracts under percentage of completion method	(47,905,634,871)	(46,561,518,663)
	<u>222,713,264,655</u>	<u>205,392,837,344</u>
Contract costs incurred plus recognised profits less recognized losses to date	2,930,947,501,267	2,817,209,391,708
Less: Progress billings	(2,708,234,236,612)	(2,611,816,554,364)
	<u>222,713,264,655</u>	<u>205,392,837,344</u>

8. OTHER RECEIVABLES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
a. Current		
Receivables related to maintenance services contracts	210,411,127,255	116,338,929,576
Deposits and mortgages	152,162,458,476	138,075,168,759
Other receivables	278,704,558,644	404,361,381,540
	<u>641,278,144,375</u>	<u>658,775,479,875</u>
b. Non-current		
Deposits and mortgages	87,592,715,316	94,330,507,635
Other receivables	81,227,167,406	69,794,112,403
	<u>168,819,882,722</u>	<u>164,124,620,038</u>

9. BAD DEBTS

	<u>Closing balance</u>		<u>Opening balance</u>	
	VND		VND	
	Cost	Recoverable amount (*)	Cost	Recoverable amount (*)
Total amount of receivables past due or not past due but impaired	415,892,189,238	79,867,884,202	387,028,381,993	67,632,299,269

(*) Estimated recoverable amount of receivables past due or not past due but impaired is the cost of the receivable amount less provision for the same amount under current regulations.

10. INVENTORIES

	Closing balance		Opening balance	
	VND		VND	
	Cost	Provision	Cost	Provision
Goods in transit	110,967,202,581	-	79,165,032,088	-
Tools and supplies	50,228,568,294	-	142,325,344,375	-
Work in progress	527,375,583,133	-	393,823,125,241	-
Merchandise	891,723,579,145	(71,744,080,952)	785,989,164,674	(60,615,450,031)
Total	1,580,294,933,153	(71,744,080,952)	1,401,302,666,378	(60,615,450,031)

11. PREPAYMENTS

	Closing balance	Opening balance
	VND	VND
a. Current		
Expenditure for transferring to optical fiber system	74,431,990,046	326,152,977,092
Other current prepayments	662,728,650,034	636,324,998,838
	737,160,640,080	962,477,975,930
b. Non-current		
Expenditure for transferring to optical fiber system and TV installation cost	707,284,000,052	376,246,651,395
Furniture and office repair and maintenance	215,580,356,730	247,789,391,074
Prepayments for integration systems contracts	20,632,078,318	23,848,884,774
Electric equipment and computer system	146,318,339,307	72,378,708,677
Other non-current prepayments	264,914,641,487	266,700,155,649
	1,354,729,415,894	986,963,791,569

12. TAXES AND AMOUNTS RECEIVABLE FROM/PAYABLE TO THE STATE BUDGET

Movements of taxes and amounts receivable from/payable to the State budget:

Items	Opening balance	Amounts payable	Amounts paid and deducted	Closing balance
	VND	VND	VND	VND
Value added tax	205,731,834,271	1,325,257,073,270	1,398,013,506,647	132,975,400,894
- Output value added tax	205,296,996,133	1,178,915,778,312	1,252,024,550,900	132,188,223,545
- Value added tax on imported goods	434,838,138	146,341,294,958	145,988,955,747	787,177,349
Import duties	(148,371,838)	11,175,680,741	11,061,310,181	(34,001,278)
Corporate income tax	107,316,989,319	333,814,947,026	312,018,109,846	129,113,826,499
Personal income tax	44,845,769,937	331,256,170,161	334,140,091,459	41,961,848,639
Foreign contractor withholding tax	7,816,582,210	25,506,842,081	27,515,886,781	5,807,537,510
Other taxes and fees	2,847,343,780	1,991,108,677	1,115,935,922	3,722,516,535
Total	368,410,147,679	2,029,001,821,956	2,083,864,840,836	313,547,128,799

In which:

- Taxes and other receivables from to the State budget	42,812,219,245	51,909,015,346
- Taxes and amounts payable to the State budget	411,222,366,924	365,456,144,145



The balance of taxes and amounts receivable from/payable to the State budget in detail:

- Taxes and other receivables from the State budget

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Value added tax	38,923,555,770	28,309,830,938
Import duties	181,397,817	181,397,817
Corporate income tax	12,253,395,056	13,708,010,207
Personal income tax	228,307,978	299,101,470
Other taxes and fees	322,358,725	313,878,813
Total	51,909,015,346	42,812,219,245

- Taxes and amounts payable to the State budget

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Value added tax	171,898,956,664	234,041,665,209
Import duties	147,396,539	33,025,979
Corporate income tax	141,367,221,555	121,024,999,526
Personal income tax	42,190,156,617	45,144,871,407
Foreign contractor withholding tax	6,020,508,209	8,130,461,023
Other taxes and fees	3,831,904,561	2,847,343,780
Total	365,456,144,145	411,222,366,924



13. INCREASES, DECREASES IN TANGIBLE FIXED ASSETS

	Buildings and structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Others VND	Total VND
COST						
Opening balance	1,885,281,113,709	6,772,913,048,814	58,536,551,290	738,060,796,174	17,192,637,622	9,471,984,147,609
Purchases	8,319,456,305	775,732,770,324	5,658,260,909	22,398,571,761	1,919,068,758	814,028,128,057
Transfer from construction in progress	126,104,723,293	31,151,588,073	-	-	-	157,256,311,366
Disposals	-	(62,749,270,658)	(758,985,216)	(10,593,740,624)	-	(74,101,996,498)
Reclassification	-	61,423,376,350	-	(61,423,376,350)	-	-
Other increases/(decreases) (*)	(9,320,667,511)	(97,754,625,131)	(3,601,305,425)	(55,365,855,007)	7,384,742,793	(158,657,710,281)
Closing balance	2,010,384,625,796	7,480,716,887,772	59,834,521,558	633,076,395,954	26,496,449,173	10,210,508,880,253
ACCUMULATED DEPRECIATION						
Opening balance	373,303,149,824	3,287,277,939,792	34,492,059,805	561,056,553,420	8,728,494,662	4,264,858,197,503
Charge for the period	47,135,616,234	466,903,244,381	3,574,957,957	19,657,747,859	1,205,181,285	538,476,747,716
Reclassification	-	16,495,928,158	-	(16,495,928,158)	-	-
Disposals	-	(48,441,601,550)	(758,985,216)	(3,377,912,331)	-	(52,578,499,097)
Other increases/(decreases) (*)	(7,216,548,064)	(147,858,987,874)	(177,609,604)	(9,998,327,564)	927,358,573	(164,324,114,533)
Closing balance	413,222,217,994	3,574,376,522,907	37,130,422,942	550,842,133,226	10,861,034,520	4,586,432,331,589
NET BOOK VALUE						
Opening balance	1,511,977,963,885	3,485,635,109,022	24,044,491,485	177,004,242,754	8,464,142,960	5,207,125,950,106
Closing balance	1,597,162,407,802	3,906,340,364,865	22,704,098,616	82,234,262,728	15,635,414,653	5,624,076,548,664

(*) Other decreases in fixed assets during the period mainly represent machinery and equipment from former telecommunications fibre infrastructure, which had been collected after transforming into optical fibre infrastructure during the period from 2014 to 2016. Since 2017, the Corporation has no longer used such assets so the Corporation has reclassified them into inventory for disposal or replacement purpose.

As at 30 June 2019, the cost of the Corporation's assets including machinery and equipment, motor vehicles and office equipment which had been fully depreciated but are still in use was approximately VND 1,566,852 million (as at 31 December 2018: approximately VND 1,415,275 million).

14. INCREASES, DECREASES IN INTANGIBLE ASSETS

	Land use rights	Computer software	License, copyright and patent	Others	Total
	VND	VND	VND	VND	
COST					
Opening balance	200,549,705,022	382,118,081,896	948,987,094,845	383,707,539,500	1,915,362,421,263
Purchases	12,703,003,117	5,787,899,317	53,125,617,139	-	71,616,519,573
Transferred from construction in progress	-	3,711,968,388	-	-	3,711,968,388
Disposals	-	(11,122,810,438)	(1,691,440,688)	-	(12,814,251,126)
Other increases/(decreases)	-	(1,073,014,183)	(145,988,042)	1,735,457,119	516,454,894
Closing balance	213,252,708,139	379,422,124,980	1,000,275,283,254	385,442,996,619	1,978,393,112,992
ACCUMULATED AMORTISATION					
Opening balance	9,877,087,548	291,362,551,499	299,064,247,911	11,473,499,550	611,777,386,508
Charge for the period	1,375,365,765	16,971,893,214	63,915,282,683	11,607,264,949	93,869,806,611
Disposals	-	(11,122,810,438)	(1,691,440,688)	-	(12,814,251,126)
Other increases/(decreases)	-	(1,712,165,555)	(146,024,055)	47,457,369	(1,810,732,241)
Closing balance	11,252,453,313	295,499,468,720	361,142,065,851	23,128,221,868	691,022,209,752
NET BOOK VALUE					
Opening balance	190,672,617,474	90,755,530,397	649,922,846,934	372,234,039,950	1,303,585,034,755
Closing balance	202,000,254,826	83,922,656,260	639,133,217,403	362,314,774,751	1,287,370,903,240



15. CONSTRUCTION IN PROGRESS

Movements

	Current period	Prior period
	VND	VND
Opening balance	1,174,778,083,753	805,559,896,217
Additions	427,916,949,684	421,184,578,964
Transferred to fixed assets	(160,968,279,754)	(198,087,636,120)
Other decreases	-	(53,256,851,970)
Closing balance	1,441,726,753,683	975,399,987,091

Details by project are as follows:

	Opening balance	Closing balance
	VND	VND
Constructions	1,441,726,753,683	1,174,778,083,753
In which:		
- FPT Tower	816,321,713,593	712,296,937,417
- FPT University in Ho Chi Minh City	157,319,686,795	109,784,758,740
- Other construction	468,085,353,295	352,696,387,596
	1,441,726,753,683	1,174,778,083,753

16. INVESTMENTS IN SUBSIDIARIES

Details of the Corporation's subsidiaries who were consolidated in the Corporation's interim consolidated financial statements as at 30 June 2019 are as follows:

Name of subsidiaries	Place of incorporation and operation	Proportion of ownership rate	Proportion of voting power held	Principal activities
FPT Information System Corporation	Floor 22, Keangnam Landmark 72, E6 Pham Hung, Me Tri, Tu Liem, Hanoi	100%	100%	Providing application software solutions, EPR services, IT service and integrate system service
FPT Software Company Limited	FPT Cau Giay Building, Pham Hung Street, Cau Giay District, Hanoi	100%	100%	Providing software services and products
FPT Telecom Joint Stock Company (i)	Floor 2, FPT Cau Giay Building, Duy Tan Street, Cau Giay District, Hanoi	45.65%	45.65%	Providing ADSL services, fixed line internet services, online advertising and other online services

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Name of subsidiaries	Place of incorporation and operation	Proportion of ownership rate	Proportion of voting power held	Principal activities
FPT Education Company Limited	FPT Cau Giay Building, Duy Tan Street, Cau Giay District, Hanoi	100%	100%	Providing training and technological services
FPT Online Service Joint Stock Company	Lot 29B-31B-33B, Tan Thuan Street, Tan Thuan Dong Ward, District 7, Ho Chi Minh city	49.48%	80.09%	Providing online services
FPT Investment Company Limited	Floor 13, FPT Cau Giay Building, Duy Tan Street, Cau Giay District, Hanoi	100%	100%	Providing financial services activities (investment consulting services, excluding legal and financial consulting services)

- (i) As at 30 June 2019, FPT Corporation holds 45.65% ownership interest (31 December 2018: 45.65%) and 45.65% of voting rights (31 December 2018: 45.65%) at FPT Telecom Joint Stock Company. However, the Corporation has the power to cast the majority of votes at meetings of the Board of Directors of FPT Telecom Joint Stock Company and thus, the Corporation has the power to control the financial and operating policies of FPT Telecom Joint Stock Company. Therefore, the Corporation has control over FPT Telecom Joint Stock Company, and thus, the interim financial statements of FPT Telecom Joint Stock Company were incorporated in the Corporation's interim consolidated financial statements.

17. INVESTMENTS IN ASSOCIATES

	Current period	Prior period
	VND	VND
Opening balance	1,676,231,689,527	1,333,704,438,239
Share of net profit after corporate income tax of associates	178,523,602,192	174,660,216,401
Dividends received	(71,414,243,500)	(9,938,132,000)
Closing balance	1,783,341,048,219	1,498,426,522,640

Details of the Corporation's associates as at 30 June 2019 which the Corporation accounted for using the equity method in its interim consolidated financial statements are as follows:

Name of associates	Place of incorporation and operation	Proportion of ownership interest and voting power held	Principal activities
FPT Digital Retail Joint Stock Company	No.261 - 263 Khanh Hoi, Ward 5, District 4, Hochiminh City	46.53%	Retails of computers, peripheral devices, software and telecommunication equipment; telecom service agent
Synnex FPT Joint Stock Company	FPT Cau Giay Building, Duy Tan Street, Cau Giay District, Hanoi	48%	Producing technological products and distributing IT devices and mobile phone; and manufacturing computers
FPT Securities Joint Stock Company	No. 52, Lac Long Quan Road, Buoï Ward, Tay Ho District, Hanoi City	20%	Securities trading, brokerage, investment advisory and securities depository services
FPT Capital Management Joint Stock Company	Floor 9, TTC Building, Lot B1A, Dich Vong Hau Ward, Pham Hung Street, Cau Giay District, Hanoi	25%	Portfolio and fund management and other services

18. DEFERRED TAX ASSETS

	Fixed assets	Revenue	Others	Total
	VND	VND	VND	VND
Opening balance	16,937,117,979	10,304,516,751	9,988,221,380	37,229,856,110
Transferred to the consolidated income statement of the period	(429,141,632)	-	-	(429,141,632)
Other increases/(decreases)	303,601,458	8,014,538	3,142,583,101	3,454,199,097
Closing balance	16,811,577,805	10,312,531,289	13,130,804,481	40,254,913,575

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	<u>VND</u>
COST	
Opening balance	344,408,889,629
Movement during the period	5,881,944,218
Closing balance	<u>350,290,833,847</u>
AMORTISATION	
Opening balance	18,391,166,449
Charge for the period	18,407,056,880
Closing balance	<u>36,798,223,329</u>
NET BOOK VALUE	
Opening balance	<u>326,017,723,180</u>
Closing balance	<u>313,492,610,518</u>

20. SHORT-TERM ACCRUED EXPENSES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Accrued expenses relating to system integration projects	392,504,337,968	433,736,466,400
Others	379,046,570,586	404,220,236,015
	<u>771,550,908,554</u>	<u>837,956,702,415</u>

21. UNEARNED REVENUE

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
a) Current		
Unearned revenue related to telecom services	1,288,934,812,109	1,185,633,003,915
Unearned revenue related to tuition fees	269,045,400,066	354,079,691,773
Other unearned revenue	93,106,055,336	71,208,553,010
	<u>1,651,086,267,511</u>	<u>1,610,921,248,698</u>
b) Non-current		
Unearned revenue related to telecom services	33,446,569,264	8,132,337,054
Other unearned revenue	30,263,366,428	38,673,317,101
	<u>63,709,935,692</u>	<u>46,805,654,155</u>

22. OTHER PAYABLES

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
a) Current		
Trade union fee	52,804,311,719	33,766,080,660
Social, health and unemployment insurance	34,269,730,138	52,903,841,723
Short-term deposits and mortgages received	143,216,817,955	209,967,971,512
Dividends payable	139,088,570,703	11,855,468,352
Other current payables	36,793,992,584	32,569,831,581
	<u>406,173,423,100</u>	<u>341,063,193,828</u>
b) Non-current		
Long-term deposits and mortgages received	5,181,438,880	334,215,970
Other non-current payables	99,100,997,376	108,628,022,014
	<u>104,282,436,256</u>	<u>108,962,237,984</u>



23. SHORT-TERM LOANS AND OBLIGATIONS UNDER FINANCE LEASES

	Opening balance		In the period		Closing balance	
	Amount	VND Amount able to be paid off	Increase	Decrease	Amount	VND Amount able to be paid off
Short-term loans from banks (i)	6,213,841,474,308	6,213,841,474,308	5,796,783,702,467	5,126,540,660,822	6,884,084,515,953	6,884,084,515,953
Current portion of long-term loans and obligations under finance leases	385,027,375,040	385,027,375,040	230,451,000,464	226,304,079,670	389,174,295,834	389,174,295,834
- Current portion of long-term loans (see details in Note 25)	384,027,104,683	384,027,104,683	229,906,492,536	225,873,429,887	388,060,167,332	388,060,167,332
- Current portion of long-term obligations under finance leases (see details in Note 25)	1,000,270,357	1,000,270,357	544,507,928	430,649,783	1,114,128,502	1,114,128,502
Total	6,598,868,849,348	6,598,868,849,348	6,027,234,702,931	5,352,844,740,492	7,273,258,811,787	7,273,258,811,787

- (i) Most of short-term loans from banks are unsecured. These loans can be withdrawn in either Vietnam Dong or United States Dollar. Interest rate is determined in respect of each specific withdrawal.

24. PROVISIONS

a) Short-term

	Short-term provisions for warranties	Others	Total
	VND	VND	VND
Opening balance	17,137,115,546	14,217,000,000	31,354,115,546
Additional provision in the period	2,242,617,510	-	2,242,617,510
Utilized provisions	(3,343,604,599)	(14,217,000,000)	(17,560,604,599)
Closing balance	16,036,128,457	-	16,036,128,457

b) Long-term

	Long-term provisions for warranties	Long-term provisions for guarantees on student loans	Total
	VND	VND	VND
Opening balance	7,844,850,298	12,905,000	7,857,755,298
Additional provision in the period	1,439,695,230	-	1,439,695,230
Utilized provisions	(1,289,114,483)	-	(1,289,114,483)
Closing balance	7,995,431,045	12,905,000	8,008,336,045

Warranties

The provisions for warranties relates mainly to goods sold and services rendered. The provisions were based on estimates derived from historical warranty data associated with similar products and services.

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25. LONG-TERM LOANS AND OBLIGATIONS UNDER FINANCE LEASES

	Opening balance		In the period		Closing balance	
	Amount	VND Amount able to be paid off	Increase	VND Decrease	Amount	VND Amount able to be paid off
Long-term loans	748,733,180,351	748,733,180,351	141,691,921,209	225,873,429,887	664,551,671,673	664,551,671,673
Long-term obligations under finance leases	3,087,517,541	3,087,517,541	-	430,649,783	2,656,867,758	2,656,867,758
Total	751,820,697,892	751,820,697,892	141,691,921,209	226,304,079,670	667,208,539,431	667,208,539,431
Of which:						
- Amount due for settlement within 12 months	385,027,375,040				389,174,295,834	
- Amount due for settlement after 12 months	366,793,322,852				278,034,243,597	



Details of long-term loans by term:

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Long-term loans	664,551,671,673	748,733,180,351
- 3-year term	420,223,380,477	414,596,052,700
- 4-year term	69,999,183,639	121,953,975,460
- 5-year term	174,329,107,557	212,183,152,191
Long-term obligations under finance leases	2,656,867,758	3,087,517,541
Total	<u>667,208,539,431</u>	<u>751,820,697,892</u>
Of which:		
- Amount due for settlement within 12 months	389,174,295,834	385,027,375,040
- Amount due for settlement after 12 months	278,034,243,597	366,793,322,852

Long-term loans are repayable as follows:

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
On demand or within one year	388,060,167,332	384,027,104,683
In the second year	189,281,357,607	249,227,937,390
In the third to fifth year inclusive	87,210,146,734	115,478,138,278
	<u>664,551,671,673</u>	<u>748,733,180,351</u>
Less: Amount due for settlement within 12 months (shown under short-term loans)	388,060,167,332	384,027,104,683
Amount due for settlement after 12 months	<u>276,491,504,341</u>	<u>364,706,075,668</u>



26. OWNERS' EQUITY

Movement in owners' equity

	Owners' contributed capital	Share premium	Other owner's capital	Treasury shares	Foreign exchange reserve	Investment and development fund	Other reserves	Retained earnings	Total
	VND	VND	VND	VND	VND	VND	VND	VND	VND
Prior year's opening balance	5,309,611,050,000	49,465,703,201	287,829,523,052	(823,760,000)	10,358,539,447	171,160,597,046	87,230,351,424	5,511,408,650,206	11,426,240,654,376
Shares issued	26,545,560,000	-	-	-	-	-	-	-	26,545,560,000
Profit for the year	-	-	-	-	-	-	-	2,620,178,631,986	2,620,178,631,986
Transferred to bonus and welfare funds	-	-	-	-	-	-	-	(228,939,409,882)	(228,939,409,882)
Transferred to development and investment fund	-	-	-	-	-	51,801,924,157	-	(65,242,772,744)	(13,440,848,587)
Stock dividends declared	800,211,110,000	-	344,140,170,000	-	-	-	-	(1,144,351,280,000)	-
Cash dividends declared	-	-	-	-	-	-	-	(1,413,854,323,500)	(1,413,854,323,500)
Other movements	-	-	35,065,578,221	-	4,607,111,013	-	(67,720)	13,966,550,007	53,639,171,521
Current period's opening balance	6,136,367,720,000	49,465,703,201	667,035,271,273	(823,760,000)	14,965,650,460	222,962,521,203	87,230,283,704	5,293,166,046,073	12,470,369,435,914
Shares issued	30,672,000,000	-	-	-	-	-	-	-	30,672,000,000
Profit for the period	-	-	-	-	-	-	-	1,418,008,559,550	1,418,008,559,550
Transferred to development and investment fund	-	-	-	-	-	(1,733,083,802)	-	-	(1,733,083,802)
Stock dividends declared (i)	616,547,160,000	-	103,242,050,000	-	-	-	-	(719,789,210,000)	-
Cash dividends declared	-	-	-	-	-	-	-	(616,621,596,000)	(616,621,596,000)
Other movements	-	-	16,581,197,820	-	604,806,034	-	(15,050)	(7,573,568,651)	9,612,420,153
Current period's closing balance	6,783,586,880,000	49,465,703,201	786,858,519,093	(823,760,000)	15,570,456,494	221,229,437,401	87,230,268,654	5,367,190,230,972	13,310,307,735,815

- (i) In the period, the Corporation issued 61,654,716 shares for dividend payment of 2018 according to the Company's Shareholders' Annual General Meeting of 2019. FPT Telecom Joint Stock Company (a subsidiary of the Corporation) also issued shares to the Corporation as dividend payment of 2018 which was recorded as other owners' capital in accordance with Circular No. 202/2014/TT-BTC dated 22 December 2014.

Dividends

On 29 March 2019, at the Company's Shareholders' Annual General Meeting, shareholders approved the plan of stock dividend payment of 2018 at the pay-out ratio of 10% (01 new share for every 10 shares held) and second cash dividend payment of 2018 at the pay-out ratio of 10% of par value (VND 1,000/share).

Number of outstanding shares

	<u>Closing balance</u>	<u>Opening balance</u>
	Number of shares	Number of shares
Authorised share capital	678,358,688	613,636,772
Issued share capital	678,358,688	613,636,772
Ordinary shares	678,358,688	613,636,772
<i>In which shares subject to restriction in ownership transfer</i>	<i>10,234,643</i>	<i>9,160,857</i>
Treasury shares	(82,376)	(82,376)
<i>In which shares subject to restriction in ownership transfer</i>	<i>-</i>	<i>-</i>
Outstanding shares in circulation	678,276,312	613,554,396
Ordinary shares	678,276,312	613,554,396
<i>In which shares subject to restriction in ownership transfer</i>	<i>10,234,643</i>	<i>9,160,857</i>

All ordinary shares have a par value of VND 10,000. Each share is entitled to one vote at shareholders' meetings of the Company. Shareholders are entitled to receive dividends as declared at each point of time. All ordinary shares are ranked equally with regard to the Company's residual assets. In respect of shares bought back by the Company, all rights are suspended until those shares are re-issued.

Shares subject to restriction in ownership transfer have a par value of VND 10,000. These shares are subject to restrictions according to which shareowners are not allowed to resell their shares within specified term from the date of issue.

27. REVENUE FROM GOODS SOLD AND SERVICES RENDERED

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Gross revenue from goods sold and services rendered	12,506,307,747,196	10,236,314,669,478
In which:		
- Sales of finished goods, merchandise	1,552,775,153,347	1,255,221,057,740
- Sales of services	10,953,532,593,849	8,981,093,611,738
Deductions	13,909,606,534	11,283,333,761
Net revenue from goods sold and services rendered	12,492,398,140,662	10,225,031,335,717

The details of revenue per segment of the Corporation is disclosed in Note 4-Segment reporting.



28. COST OF SALES

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Cost of finished products, goods sold	1,542,428,747,892	1,122,920,712,323
Cost of services rendered	6,081,380,920,061	5,245,877,699,187
Provision for inventory devaluation	11,128,630,921	-
	<u>7,634,938,298,874</u>	<u>6,368,798,411,510</u>

29. FINANCIAL INCOME

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Interest from bank deposits and loans	207,061,421,241	205,708,121,766
Foreign exchange gain	99,083,580,091	58,554,172,952
Other financial income	11,547,754,991	1,930,136,587
	<u>317,692,756,323</u>	<u>266,192,431,305</u>

30. FINANCIAL EXPENSES

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Interest expense	145,092,342,759	101,497,368,758
Foreign exchange loss	146,697,767,463	84,783,651,950
Other financial expenses	33,738,343,949	26,030,933,687
	<u>325,528,454,171</u>	<u>212,311,954,395</u>

31. CORPORATE INCOME TAX EXPENSE

	<u>Current period</u>	<u>Prior period</u>
	VND	VND
Current corporate income tax expense		
- Corporate income tax based on taxable profit in the current period	364,525,584,976	253,526,870,548
- Adjustments for corporate income tax expenses in previous years to that in the current period	(1,161,664,294)	(393,345,481)
Total corporate income tax expense	<u>363,363,920,682</u>	<u>253,133,525,067</u>

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	Current period	Prior period
	VND	VND
Deferred corporate income tax income/expense		
- Deferred corporate income tax expenses arising from taxable temporary differences	-	22,161,640,359
- Deferred corporate income tax incomes arising from deductible temporary differences	(4,458,509,773)	-
Total deferred corporate income tax income/expense	(4,458,509,773)	22,161,640,359

Applicable tax rate

Under its Business Registration Certificate and prevailing tax regulations, the Corporation is obligated to pay CIT to the Stage budget at the rate of 10% of taxable profit on software production and services, 10% of taxable profit on IT training education provided and 20% of taxable profit on other goods sold and services rendered.

Tax rates applicable to subsidiaries of FPT Corporation are in accordance with the prevailing tax regulations.

32. BASIC EARNINGS PER SHARE

Basic earnings per share for the period from 01 January 2019 to 30 June 2019 was calculated based on the profit attributable to ordinary shareholders and a weighted average number of outstanding ordinary shares during the period, as follows:

	Current period	Prior period (Restated)
	VND	VND
Accounting profit after corporate income tax	1,418,008,559,550	1,103,296,067,984
Weighted average number of outstanding ordinary shares	676,231,512	673,439,408
Basic earnings per share	2,097	1,638

Restatement of weighted average number of ordinary shares

In accordance with current accounting regulation, in the period from 01 January 2019 to 30 June 2019, FPT Corporation paid dividends by shares, which led to a retrospective adjustment to the weighted average number of outstanding ordinary shares of the period from 01 January 2018 to 30 June 2018, as follows:

	Weighted average number of ordinary shares	Basic earnings per share
Ordinary shares outstanding at the beginning of the period	611,784,692	1,803
Restatement as a result of shares from profit distribution during the period	61,654,716	(165)
As restated	673,439,408	1,638

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33. RELATED PARTY TRANSACTIONS AND BALANCES

List of related parties:

Related party	Relationship
FPT Digital Retail Joint Stock Company	Associate
Synnex FPT Joint Stock Company	Associate
FPT Capital Management Joint Stock Company	Associate
FPT Securities Joint Stock Company	Associate

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

	<u>Current period</u> VND	<u>Prior period</u> VND
Dividends received in cash		
FPT Securities Joint Stock Company	10,931,945,000	9,938,132,000
Purchases of goods and services		
Synnex FPT Joint Stock Company	406,676,850,048	369,750,158,617
FPT Digital Retail Joint Stock Company	7,849,450,797	7,922,301,705
Recover from lending		
FPT Digital Retail Joint Stock Company	20,000,000,000	-

As at the interim consolidated balance sheet date, the Corporation had significant outstanding balances with its related parties, as follows:

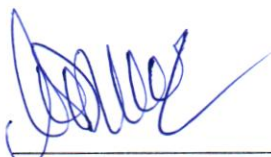
	<u>Closing balance</u> VND	<u>Opening balance</u> VND
Entrusted investments and loans to		
FPT Capital Management Joint Stock Company	93,366,081,776	92,366,081,776
Capital contribution		
FPT Capital Management Joint Stock Company	27,500,000,000	27,500,000,000
FPT Securities Joint Stock Company	110,000,000,000	110,000,000,000
FPT Digital Retail Joint Stock Company	94,000,000,000	94,000,000,000
Synnex FPT Joint Stock Company	398,500,000,000	398,500,000,000
Payables		
Synnex FPT Joint Stock Company	189,200,332,384	96,403,126,093
Payables to centralized account		
Synnex FPT Joint Stock Company	6,936,185,974	3,140,042,971
Loans		
Synnex FPT Joint Stock Company	-	20,000,000,000

34. COMMITMENTS

On 25 February 2015, the Corporation entered into a comprehensive cooperation agreement with Tien Phong Commercial Joint Stock Bank for supporting students who join the training courses under the 10,000 Bridge Software Engineer program. This program aims to train Japanese (in 6-12 month courses) for 10,000 students in Japan in the next few years. The students who participate in this training course in Japan will be rewarded financial guarantee by the Corporation equivalent to 90% of their total credit obligations arising at the Bank, with a maximum credit limit of VND 500 million per person. As at 30 June 2019, the number of students participating in the program in Japan are 314, and the total estimated guarantee amount is correspondingly VND 59,243,722,815.



Nguyen Tien Hao
Preparer



Hoang Huu Chien
Chief Accountant



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CÔNG TY
CỔ PHẦN
FPT
CAU GIANG

Nguyen The Phuong
Executive Vice President

05 August 2019

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