



**SAOBACDAU TECHNOLOGIES  
CORPORATION AND ITS SUBSIDIARIES**

**AUDITED CONSOLIDATED FINANCIAL STATEMENTS**  
For the financial year ended 31 March 2021



**SAOBACDAU TECHNOLOGIES CORPORATON AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward,  
District 7, Ho Chi Minh City, Vietnam

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**CONTENTS**

	<b>Pages</b>
MANAGEMENT'S REPORT	1 – 2
INDEPENDENT AUDITORS' REPORT	3 – 4
AUDITED CONSOLIDATED FINANCIAL STATEMENTS	
Consolidated statement of financial position	5 – 6
Consolidated income statement	7
Consolidated cash-flow statement	8 – 9
Notes to the consolidated financial statements	10 – 42

317  
JNG  
TNH  
TOÁN  
SM VI  
- T.P

330  
CÔ  
CÔ  
CÔN  
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## SAOBACDAU TECHNOLOGIES CORPORATON AND ITS SUBSIDIARIES

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

### MANAGEMENT'S REPORT

Management of SaoBacDau Technologies Corporation (hereinafter referred to as "the Company") hereby presents its report and the audited consolidated financial statements of the Company and its subsidiaries (together with the Company hereinafter referred to as "the Group") for the financial year ended 31 March 2021.

#### MEMBERS OF THE BOARD OF DIRECTORS, THE SUPERVISORY COMMITTEE AND MANAGEMENT

Members of the Board of Directors during the year and on the date of this report include:

<u>Full name</u>	<u>Position</u>
Mr Tran Anh Tuan	Chairman
Mr Tran Tuyen Duc	Vice Chairman
Mr Hoang Hai Thinh	Vice Chairman
Mr Nguyen Duc Quang	Member
Mr Do Van Hao	Member
Mr Le Hong Phong	Member
Mr Nguyen Viet Thang	Member

Members of the Supervisory Committee during the year and on the date of this report include:

<u>Full name</u>	<u>Position</u>
Ms Mai Thi Thuy Mai	Head
Ms Nguyen Thi Minh Huan	Member
Ms Nguyen Thi Thu Hien	Member

Members of Management during the year and on the date of this report include:

<u>Full name</u>	<u>Position</u>
Mr Le Hong Phong	General Director
Mr Nguyen Xuan Truong	Vice General Director
Mr Nguyen Xuan Quang	Vice General Director
Mr Phan Viet Linh	Vice General Director
Mr Nguyen Viet Thang	Vice General Director (Resigned wef 29 Jan. 2021)
Mr Nguyen Hong Minh	Vice General Director (Resigned wef 29 Jan. 2021)

#### AUDITOR

The accompanying consolidated financial statements of the Group for the financial year ended 31 March 2021 were audited by RSM Vietnam Auditing & Consulting Company Limited, a member firm of RSM International.

(See the next page)



## SAOBACDAU TECHNOLOGIES CORPORATON AND ITS SUBSIDIARIES

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### MANAGEMENT'S REPORT (CONTINUED)

#### RESPONSIBILITY OF MANAGEMENT

The Company's management is responsible for preparing the consolidated financial statements of each year which give a true and fair view of the consolidated financial position of the Group and the consolidated results of its operations and its consolidated cash flows. In preparing these consolidated financial statements, 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 departures that need to be disclosed and explained in the financial statements;
- Prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business; and
- Design and implement the internal control system effectively for a fair preparation and presentation of the consolidated financial statements so as to mitigate error or fraud.

Management confirms that the Group has complied with the above requirements in preparing these consolidated financial statements.

Management is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the consolidated financial position of the Group and ensure that the consolidated financial statements comply with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and prevailing accounting regulations in Vietnam. Management is also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### STATEMENT BY MANAGEMENT

In management's opinion, the accompanying consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 31 March 2021 and the consolidated results of its operations and its consolidated cash flows for the financial year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and prevailing accounting regulations in Vietnam.

For and on behalf of management,



**Le Hong Phong**  
**General Director**  
Ho Chi Minh City, 28 June 2021





**RSM Vietnam**

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No.: 721/2021/KT-RSMHCM

## INDEPENDENT AUDITORS' REPORT

**To: Shareholders  
Members of the Board of Directors  
Members of Management  
SAOBACDAU TECHNOLOGIES CORPORATION**

### Report on the consolidated financial statements

We have audited the accompanying consolidated financial statements of SaoBacDau Technologies Corporation (hereinafter referred to as "the Company") and its subsidiaries (together with the Company hereinafter referred to as "the Group") prepared on 28 June 2021 as set out from page 05 to page 42, which comprise the consolidated statement of financial position as at 31 March 2021, and the consolidated income statement, and consolidated cash-flow statement for the financial year then ended, and the notes to the consolidated financial statements.

#### *Management's Responsibility*

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Vietnamese Accounting Standards and Vietnamese Corporate Accounting System and relevant legislation as to the preparation and presentation of consolidated financial statements and for such internal control as management determines is necessary to enable the preparation and presentation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditors' Responsibility*

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**THE POWER OF BEING UNDERSTOOD**  
AUDIT | TAX | CONSULTING

**INDEPENDENT AUDITORS' REPORT (CONTINUED)****Opinion**

In our opinion, the accompanying consolidated financial statements give a true and fair view of the consolidated financial position of SaoBacDau Technologies Corporation and its subsidiaries as at 31 March 2021, and of the consolidated results of its financial performance and its consolidated cash flows for the financial year then ended in accordance with Vietnamese Accounting Standards and Vietnamese Corporate Accounting System issued under Circular 200/2014/TT-BTC dated 22 December 2014, Circular 53/2016/TT-BTC dated 21 March 2016 and guidance on preparation and presentation of consolidated financial statements under Circular 202/2014/TT-BTC dated 22 December 2014 by Ministry of Finance and relevant legislation as to the preparation and presentation of consolidated financial statements.

**By GENERAL DIRECTOR****Lúc Thị Van****Vice General Director**Audit Practice Registration Certificate:  
0172-2018-026-1**Nguyen Thi Bich Thao**  
**Auditor**Audit Practice Registration Certificate:  
4341-2019-026-1**RSM Vietnam Auditing & Consulting Company Limited**  
*Ho Chi Minh City, 28 June 2021*



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

 Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward,  
 District 7, Ho Chi Minh City, Vietnam

Form B 01 - DN/HN

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 31 March 2021

Expressed in VND

ASSETS	Code	Notes	As at 31 Mar. 2021	As at 01 Apr. 2020
<b>A. CURRENT ASSETS</b>	<b>100</b>		<b>604,654,057,341</b>	<b>609,005,600,936</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	4.1	<b>37,851,012,520</b>	<b>31,180,877,791</b>
1. Cash	111		37,851,012,520	31,180,877,791
<b>II. Current financial investments</b>	<b>120</b>		<b>1,103,204,100</b>	-
1. Held to maturity investments	123		1,103,204,100	-
<b>III. Current account receivables</b>	<b>130</b>		<b>491,450,686,650</b>	<b>443,014,694,220</b>
1. Trade receivables	131	4.3	375,605,830,470	337,796,818,860
2. Advances to suppliers	132	4.4	42,460,671,758	26,000,491,957
3. Current loan receivables	135		1,020,080,578	800,000,000
4. Other current receivables	136	4.5	74,871,566,480	80,924,846,039
5. Provision for doubtful debts	137		(2,507,462,636)	(2,507,462,636)
<b>IV. Inventories</b>	<b>140</b>	4.6	<b>71,245,594,881</b>	<b>130,810,032,892</b>
1. Inventories	141		71,253,032,679	131,431,370,690
2. Provision for decline in value of inventories	149		(7,437,798)	(621,337,798)
<b>V. Other current assets</b>	<b>150</b>		<b>3,003,559,190</b>	<b>3,999,996,033</b>
1. Current prepayments	151		1,350,637,074	2,812,849,367
2. Value added tax deductible	152		451,750,908	7,749,303
3. Tax and other receivables from the state budget	153	4.13	1,201,171,208	1,179,397,363
<b>B. NON-CURRENT ASSETS</b>	<b>200</b>		<b>117,218,716,791</b>	<b>137,403,245,083</b>
<b>I. Non-current account receivables</b>	<b>210</b>		<b>112,311,846</b>	<b>105,311,846</b>
1. Other non-current receivables	216		112,311,846	105,311,846
<b>II. Fixed assets</b>	<b>220</b>		<b>82,109,889,587</b>	<b>95,064,484,710</b>
1. Tangible fixed assets	221	4.7	62,984,170,540	77,499,224,977
Cost	222		161,330,797,414	186,516,556,087
Accumulated depreciation	223		(98,346,626,874)	(109,017,331,110)
2. Finance lease assets	224	4.8	15,363,790,356	15,316,667,176
Cost	225		25,723,433,713	26,273,150,796
Accumulated depreciation	226		(10,359,643,357)	(10,956,483,620)
3. Intangible fixed assets	227	4.9	3,761,928,691	2,248,592,557
Cost	228		5,417,235,026	3,754,488,717
Accumulated amortisation	229		(1,655,306,335)	(1,505,896,160)
<b>III. Non-current assets in progress</b>	<b>240</b>		<b>4,093,014,484</b>	<b>11,113,423,236</b>
1. Construction in progress	242		4,093,014,484	11,113,423,236
<b>IV. Non-current financial investments</b>	<b>250</b>	4.2	<b>14,640,637,582</b>	<b>7,343,110,682</b>
1. Investments in associates, joint-ventures	252		13,740,637,582	6,593,110,682
2. Investment in other entities	253		900,000,000	750,000,000
<b>V. Other non-current assets</b>	<b>260</b>		<b>16,262,863,292</b>	<b>23,776,914,609</b>
1. Non-current prepayments	261	4.10	15,740,749,327	23,333,601,723
2. Deferred income tax assets	262		522,113,965	443,312,886
<b>TOTAL ASSETS (270 = 100 + 200)</b>	<b>270</b>		<b>721,872,774,132</b>	<b>746,408,846,019</b>



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

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Form B 01 - DN/HN

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)**

As at 31 March 2021

Expressed in VND

RESOURCES	Code	Notes	As at 31 Mar. 2021	As at 01 Apr. 2020
<b>C. LIABILITIES</b>	<b>300</b>		<b>592,514,963,661</b>	<b>601,210,887,546</b>
<b>I. Current liabilities</b>	<b>310</b>		<b>572,259,162,717</b>	<b>587,625,663,767</b>
1. Trade payables	311	4.11	123,517,492,866	161,608,285,560
2. Advances from customers	312	4.12	57,139,806,095	78,927,198,638
3. Taxes and amounts payable to the state budget	313	4.13	5,710,254,909	4,499,758,769
4. Payables to employees	314	4.14	2,925,901,887	5,598,541,063
5. Accrued expenses	315	4.15	10,738,007,716	4,668,706,448
6. Current unearned revenue	318		3,702,273,080	6,478,274,536
7. Other current payables	319	4.16	6,096,271,060	12,171,136,011
8. Current loans and obligations under finance leases	320	4.17	362,429,155,104	313,673,762,742
<b>II. Non-current liabilities</b>	<b>330</b>		<b>20,255,800,944</b>	<b>13,585,223,779</b>
1. Non-current trade payables	331		-	7,652,496,720
2. Accrued expenses	333		-	250,570,704
3. Non-current loans and obligations under finance leases	338	4.17	17,311,104,752	5,682,156,355
4. Deferred income tax liabilities	341		127,797,717	-
5. Scientific and technological development fund	343	4.18	2,816,898,475	-
<b>D. OWNERS' EQUITY</b>	<b>400</b>		<b>129,357,810,472</b>	<b>145,197,958,473</b>
<b>I. Equity</b>	<b>410</b>		<b>129,357,810,472</b>	<b>145,197,958,473</b>
1. Owners' contributed capital	411	4.19.2	115,000,000,000	115,000,000,000
Ordinary shares carrying voting rights	411a		115,000,000,000	115,000,000,000
2. Investment and development fund	418	4.19.5	840,139,770	3,640,139,770
3. Retained earnings	421		11,501,419,805	13,047,646,730
Beginning accumulated retained earnings	421a		484,146,730	(1,603,951,277)
Ending accumulated retained earnings	421b		11,017,273,074	14,651,598,007
4. Non-controlling interest	429		2,016,250,897	13,510,171,973
<b>TOTAL RESOURCES (440 = 300 + 400)</b>	<b>440</b>		<b>721,872,774,132</b>	<b>746,408,846,019</b>



**Le Hong Phong**  
General Director

Ho Chi Minh City, 28 June 2021

**Ngo Le Viet Anh**  
Chief Accountant

**Khuu Kim Hue**  
Preparer

**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward,  
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Form B 02 - DN/HN

**CONSOLIDATED INCOME STATEMENT**

For the financial year ended 31 March 2021

Expressed in VND

ITEMS	Code	Notes	Current year	Previous year
1. Revenue	01	5.1	1,247,143,997,131	1,045,353,580,781
2. Deductions	02		223,104,881	678,382,646
3. Net revenue	10		1,246,920,892,250	1,044,675,198,135
4. Cost of sales	11	5.2	1,115,184,228,009	891,226,373,267
5. Gross profit	20		131,736,664,241	153,448,824,868
6. Finance income	21		2,154,237,877	2,558,840,408
7. Finance expense	22	5.3	26,874,875,301	24,527,879,725
<i>Of which, interest expense</i>	23		23,900,809,753	23,774,191,554
8. Share of the profit(loss) of associates	24		(66,300,655)	(584,054,572)
9. Selling expense	25	5.4	42,266,083,810	39,467,787,912
10. General and administration expense	26	5.5	68,437,079,812	81,278,482,228
11. Operating profit/(loss)	30		(3,753,437,460)	10,149,460,839
12. Other income	31	5.6	14,205,303,652	11,023,532,052
13. Other expense	32		2,134,989,613	1,373,990,525
14. Net other income/(loss)	40		12,070,314,039	9,649,541,527
15. Accounting profit/(loss) before tax	50		8,316,876,579	19,799,002,366
16. Current corporate income tax expense	51	5.8	1,374,464,096	2,405,568,516
17. Deferred corporate income tax expense	52		48,996,638	(479,848,836)
18. Net profit/(loss) after tax	60		6,893,415,845	17,873,282,686
19. Owners of the parent company	61		11,017,273,074	14,651,598,007
20. Non-controlling interests	62		(4,123,857,229)	3,221,684,679
21. Basic earnings per share	70	4.19.6	958	1,334
22. Diluted earnings per share	71	4.19.6	958	1,334



**Le Hong Phong**  
General Director  
Ho Chi Minh City, 28 June 2021

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**Ngô Lê Việt Anh**  
Chief Accountant

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**Khuu Kim Hue**  
Preparer



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

 Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward,  
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**Form B 03 - DN/HN**
**CONSOLIDATED CASH FLOW STATEMENT  
 (Indirect method)**

For the financial year ended 31 March 2021

Expressed in VND

ITEMS	Code	Notes	Current year	Previous year
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>1. Net profit /(loss) before taxes</b>	<b>01</b>		<b>8,316,876,579</b>	<b>19,799,002,366</b>
<b>2. Adjustment for:</b>				
Depreciation and amortisation	02	5.7	41,039,313,773	32,707,940,982
Provisions	03		(155,948,262)	553,555,056
Unrealised foreign exchange gains/losses from revaluation of foreign currency monetary items	04		(1,164,704)	(1,181,813,972)
Gains/losses from investment	05		38,837,041	377,793,585
Interest expense	06	5.3	23,900,809,753	23,774,191,554
<b>3. Operating profit /(loss) before adjustments to working capital</b>	<b>08</b>		<b>73,138,724,180</b>	<b>76,030,669,571</b>
Increase or decrease in accounts receivable	09		(64,051,937,890)	(15,168,403,805)
Increase or decrease in inventories	10		54,979,300,723	(38,803,349,223)
Increase or decrease in accounts payable (excluding interest expense and CIT payable)	11		(61,656,046,361)	43,886,984,168
Increase or decrease prepaid expenses	12		8,216,561,420	5,936,248,020
Interest paid	14		(23,900,809,753)	(24,011,934,899)
Corporate income tax paid	15	4.13	(868,179,878)	(725,892,367)
<b>Net cash from operating activities</b>	<b>20</b>		<b>(14,142,387,559)</b>	<b>47,144,321,465</b>
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>				
1. Acquisition and construction of fixed assets and other long-term assets	21		(32,535,950,855)	(33,392,450,463)
2. Proceeds from disposals of fixed assets and other long-term assets	22		9,475,464,843	6,525,614,944
3. Loans to other entities and payments for purchase of debt instruments of other entities	23		(2,890,243,993)	-
4. Repayments from borrowers and proceeds from sales of debts instruments of other entities	24		-	500,000,000
5. Investments in other entities	25		(150,000,000)	(1,750,000,000)
6. Proceeds from sales of investments in other entities	26		7,500,000,000	-
7. Interest and dividends received	27		205,635,370	341,202,717
<b>Net cash from investing activities</b>	<b>30</b>		<b>(18,395,094,635)</b>	<b>(27,775,632,802)</b>

(See the next page)



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Form B 03 - DN/HN

**CONSOLIDATED CASH FLOW STATEMENT**  
**(Indirect method)**

For the financial year ended 31 March 2021

Expressed in VND

ITEMS	Code	Notes	Current year	Previous year
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>				
1. Proceeds from issuing stocks and capital contribution from owners	31		-	16,200,940,000
2. Capital redemption, payments for shares repurchases	32		-	(67,000,000)
3. Proceeds from borrowings	33	6.1	985,520,150,687	710,891,407,142
4. Repayment of borrowings	34	6.2	(921,086,109,867)	(756,088,844,374)
5. Finance lease principal paid	35		(10,253,516,626)	(8,019,888,635)
6. Dividends paid	36		(14,974,071,975)	(10,210,853,799)
<b>Net cash from financing activities</b>	<b>40</b>		<b>39,206,452,219</b>	<b>(47,294,239,666)</b>
<b>NET INCREASE/(DECREASE) IN CASH</b>				
<b>(50 = 20+30+40)</b>	<b>50</b>		<b>6,668,970,025</b>	<b>(27,925,551,003)</b>
Cash and cash equivalents at beginning of year	60		31,180,877,791	59,078,645,382
Impact of exchange rate fluctuation	61		1,164,704	27,783,412
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR (70 = 50+60+61)</b>	<b>70</b>	4.1	<b>37,851,012,520</b>	<b>31,180,877,791</b>



**Le Hong Phong**  
General Director  
Ho Chi Minh City, 28 June 2021

**Ngo Le Viet Anh**  
Chief Accountant

**Khuu Kim Hue**  
Preparer

**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

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Form B 09 – DN/HN

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****1. - CORPORATE INFORMATION****1.1. Structure of ownership**

SaoBacDau Technologies Corporation (hereinafter referred to as “the Company”) had formerly been known as Informatics Service Provider Limited Company. On 30 August 2007, the Company was converted into a joint stock company with name of SaoBacDau Technologies Corporation under the Business Registration Certificate No. 4103002093 dated 11 February 2004 and other amended certificates thereafter with the latest dated one 13 February 2020 granted by Ho Chi Minh City’s Department of Planning and Investment.

The Company was registered as a public company at State Securities Commission on 11 December 2007.

~~The Securities Registration Certificate No. 131/2016/GCNCP-VSD dated 31 October 2016 granted by the Vietnam Securities Depository was to be certified its securities and granted stock code.~~

The charter capital as stipulated in the Business Registration Certificate is VND 115,000,000,000, as follows:

Investors	Nation	As at 31 Mar. 2021		As at 01 Apr. 2020	
		Amount (VND)	Percent (%)	Amount (VND)	Percent (%)
Mr Nguyen Duc Quang	Vietnam	18,878,930,000	16.42	18,878,930,000	16.42
Other	Vietnam	96,121,070,000	83.58	96,121,070,000	83.58
<b>Total</b>		<b><u>115,000,000,000</u></b>	<b><u>100.00</u></b>	<b><u>115,000,000,000</u></b>	<b><u>100.00</u></b>

The Company’s registered head office is at Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam.

The Company has subsidiaries as represented in Note 1.7 below (together with the Company hereinafter referred to as “the Group”).

The Company’s branches as at 31 March 2021 include:

- Ha Noi Branch: 3th Floor, CT1AB, VOV Me Tri Town, Me Tri Ward, Nam Tu Liem District, Hanoi City, Vietnam;
- Da Nang Branch: 02 Quang Trung Street, Thach Thang Ward, Hai Chau District, Da Nang City;
- Representative office of Sao Bac Dau Technologies Corporation: 27/14B Cach Mang Thang Tam Street, Quang Vinh Ward, Bien Hoa City, Dong Nai Province, Vietnam.

The number of employees as at 31 March 2021 was 261 (01 April 2020: 351).

**1.2. Business field**

Integration of information technology systems.



## SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES

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### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 1.3. Operating industry and principal activities

Business Registration Certificate the Group's principal activities include:

Producing, assembling, and repairing informatics and electronics products. Trading in household appliances, informatics and electronics products, office – equipment, cables, kinds of snap-in, and electronic components. The consignment of goods agent, trading agency, office machine for rent, trading in telephones, fax, PABX switchboard (included 32 numbers). Trading, installing and maintaining informatics and electronics equipment, informatics network. Trading, producing, installing, maintaining telecommunications equipment. Trading, providing telecommunications service agent. Trading and producing informatics software, designed web. Scientific services: integrating systems, making over information technology. Providing information upload to internet, providing internet services agent (not including internet service providing agent in head office). Consultant, training informatics and telecommunications technology. Designing computer networking system. Office for rent. Trading, installing, repairing, maintaining electrical equipment, automatic control equipment (not including processing mechanic, producing electroplate, recycling waste at head office). Consulting technology transfer. Vocational training. Trading in software, machine, equipment in radio-broadcasting and television. Producing, trading and releasing films, films tabs and discs of being granted for circulations. Trading in real estates. Construction of industrial civil projects. Plane tickets agent. Scientific Services: integrated system, technology transfer.

#### 1.4. Normal operating cycle

The Group's normal operating cycle is carried out for a time period of 12 months.

#### 1.5. Important events in the financial year impacting the consolidated financial statements

In current year, the impact of the COVID-19 pandemic had strongly impacted the Vietnamese economy as well as the whole world and caused many difficulties from the traditional business operations. Therefore, many businesses have carried out the digital transformation step by step, the demand for using information technology has increased. As a result, the Group's business operation situation had grown quite well, revenues and cost of sales had increased approximately 19% and 25% correspondingly compared with the previous year.

#### 1.6. The Group's structure

In year, the Group had completed the transfer of 750,000 shares of QI Technologies Corporation (Sao Bac Dau Technology Service Joint Stock Company formerly) to related parties and third parties. Accordingly, the Group's capital rate in QI Technologies Corporation decreased from 70.92% to 33.42% and changed to an associate. The difference between the fair value of the consideration received and the respective carrying amount of the net asset of QI Technologies Corporation at the date when transferring was VND 620,151,648 recognized in financial expenses in the consolidated income statement.

In year, Sao Bac Dau Digital Technologies Joint Stock Company had completed necessary legal procedures to dissolve its operation. Accordingly, the Group had recognized a profit of VND 8,259,497 from the dissolution of this subsidiary as financial income in the consolidated income statement.

In year, Sao Bac Dau High Technology Joint Stock Company had completed legal procedures to dissolve its operation. On 25 March 2021, Sao Bac Dau High Technology Joint Stock Company had fulfilled its obligations to the Tax Authority and submitted a request for updating its dissolution status to the business registration department. On 03 April 2021, Sao Bac Dau High Technology Joint Stock Company had received an official notice about the updated status of dissolution/termination of existence from the Department of Planning and Investment of Ho Chi Minh City. Accordingly, the Group had recognized a loss of VND1,566,971,443 from the dissolution of this subsidiary as a financial expense in the consolidated income statement.



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****1.7. Consolidated direct subsidiaries**

<b>No.</b>	<b>Name</b>	<b>Address</b>	<b>Voting rights</b>	<b>Per cent interest</b>
1.	SaoBacDau Telecom Service Joint Stock Company	Lot U.14b-16a, Street No. 22, Tan Thuan Export Processing Zone, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam	60%	60%
2.	Sao Bac Dau South Technology Joint Stock Company	Room 26, Hall 8, Street No. 3, Quang Trung Software City, Tan Chanh Hiep Ward, District 12, Ho Chi Minh City, Vietnam	61%	61%
3.	Sao Bac Dau Technologies Solutions Joint Stock Company	Room 1, Building 8, Street 13, Quang Trung Software City, Tan Chanh Hiep Ward, District 12, Ho Chi Minh City, Vietnam	90%	90%
4.	Sao Bac Dau Technologies Services Company Limited	Lot U.14b-16a, Street No. 22, Tan Thuan Export Processing Zone, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam	100%	100%

**1.8. Associates presented in the consolidated financial statements under the equity method**

<b>No.</b>	<b>Name</b>	<b>Address</b>	<b>Voting rights</b>	<b>Per cent interest</b>
1.	QI Technology Joint Stock Company	Lot U.14b-16a, Street No. 22, Tan Thuan Export Processing Zone, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam	33.42%	33.53%
	Mideas Technology Joint Stock Company	61C Tu Xuong, Ward 7, District 3, Ho Chi Minh City, Vietnam	20%	46.56%
2.	DCT Technologies Solution Company Limited	585/6 Su Van Hanh, Ward 13, District 10, TP. Ho Chi Minh, Vietnam	22.27%	22.27%
3.	CEH Information Services Company Limited	Room 701, 7th Floor, 45 Dinh Tien Hoang, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	30%	27.03%
4.	Pharos Digital Books and Educational Materals Joint Stock Company	Alley 218, 54a Lac Long Quan Street, Buoï Ward, Tay Ho District, Hanoi City, Vietnam	20%	15.69%

**2. BASIS OF PREPARATION****2.1. Accounting standards, accounting system**

The accompanying consolidated financial statements, expressed in Vietnamese Dong (VND), are prepared in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and prevailing accounting regulations in Vietnam.

**2.2. Forms of accounting records**

The form of accounting records applied in the Company is the General Journal.

**2.3. Financial year**

The Company's financial year is from 01 April to 31 March of the following year.

**2.4. Reporting and functional currency**

The Group maintains its accounting records in VND.



## SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 2.5. Basis of consolidation

The consolidated financial statements are the financial statements of a group in which the assets, liabilities, equity, income, expenses and cash flows of the parent and subsidiaries are presented as those of a single economic entity regardless of the legal structure of the entities. The financial statements of the subsidiaries have been prepared for the same financial year using uniform accounting policies to those used by the parent company.

##### *Non-controlling interest recognition*

Non-controlling interests in the net assets and net results of consolidated subsidiaries are shown separately in the consolidated statement of financial position and in the consolidated income statement.

The loss of a subsidiary is attributed to the non-controlling interests in proportion to their relative interests in the subsidiary even if this results in the non-controlling interests having a deficit balance.

##### *Profit or loss recognition in changes in ownership interests in subsidiaries*

Upon loss of control of a subsidiary, the Group's profit or loss is calculated as the difference between the fair value of the consideration received and the respective carrying amount of the net asset of the subsidiary plus the remaining balance of goodwill at the date when control is lost.

##### *Intra-group transactions elimination*

All intra-group transactions, balances, income and expenses - including unrealised intra-group profits or losses - are eliminated in full on consolidation. Unrealised losses resulting from intra-group transactions that are deducted in arriving at the carrying amount of assets are also eliminated unless the cost cannot be recovered.

### 3. SIGNIFICANT ACCOUNTING POLICIES

#### 3.1. Foreign currencies

- The exchange rates announced by Bank for Foreign Trade of Vietnam, Vietnam Technology and Commercial Joint Stock Bank and Vietnam International Commercial Joint Stock Bank are applied in accounting;
- The exchange rate applicable to asset recognition and re-evaluation is the foreign currency-buying rate;
- The exchange rate applicable to liability recognition and re-evaluation is the foreign currency-selling rate;
- Exchange rates applicable to the other transactions are the foreign currency-buying rate/ the foreign currency-selling rate.

Transactions in foreign currencies are recorded, on initial recognition, in the reporting currency, by applying to the foreign currency amount the spot exchange rate between the reporting currency and the foreign currency at the date of the transaction. The exchange differences arising on the settlement of monetary items are recognised in profit or loss in the year in which they arise. At the end of the reporting year, monetary items excluding advances to suppliers, prepaid expenses, and unearned revenues, which are denominated in foreign currency, are reported using the closing rate and resultant exchange differences resulting from the reporting after offset are recognised in profit or loss in the year in which they arise.

#### 3.2. Use of estimates

The preparation of the consolidated financial statements requires management to make estimates and assumptions that impact the carrying value of certain assets and liabilities, contingent assets and liabilities reported in the notes at 31 March 2021 as well as revenues and expenses in the consolidated financial statements for the financial year ended 31 March 2021. Although these estimates are based on management's best knowledge of all relevant information available at the date when the consolidated financial statements are prepared, this does not prevent actual figures differing from estimates.



## SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 3.3. Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, cash at bank, cash in transit and current investments for a period not exceeding 3 months or highly liquid investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Cash equivalents are defined the same as those under Accounting Standard "Statement of cash flows".

#### 3.4. Financial investments

##### *Equity investments in other entities*

##### *Investments in associates*

Investments are classified as investments in associates when the Group directly or indirectly holds from 20% to under 50% of the voting shares of the investee without any other agreement.

Investments in associates are accounted for under the equity method. Under the equity method, on initial recognition the investment in an associate is recognised at cost. In case of investments of non-monetary assets, the cost of investments is recognised at the fair values of the assets as incurred. The carrying amount is increased or decreased to recognise the Group's share of profit or loss of the associate after the date of acquisition.

Distributions received from associates reduce the carrying amount of the investment.

##### *Other investments*

Investments classified as other investments are investments other than investments in subsidiaries, investments in associates or investments on joint ventures.

Other investments are accounted for under the cost method which comprise purchase prices plus (+) acquisition related costs (if any). In case of investments of non-monetary assets, the cost of investments is recognised at the fair values of the assets as incurred.

##### *Recognition principles of provision for other financial investment impairment loss*

##### *For other investments*

As of the date of the financial statements, with regard to the other investments other than the securities that are listed or registered for trading in the domestic stock market and freely traded in the market, if a basis for impairment in value of the investments is present, a provision for other investment impairment loss is recognised at no more than the carrying amount of the investment as set out in Circular 48/2019/TT-BTC dated 08 August 2019 by Ministry of Finance.

#### 3.5. Account receivables

##### *Recognition method*

Account receivables are stated at the carrying amounts of trade receivables and other receivables less provisions for doubtful debts.

##### *Provision for doubtful debts*

As of the date of the financial statements, a provision for doubtful debt is the expected amount of loss resulting from customers' failure to pay for receivables at the end of reporting year.

The difference between the required balance and the existing balance of provision for doubtful debts is recorded as a general and administrative expense in the consolidated income statement.



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**3.6. Inventories**

***Inventory measurement***

Inventories are measured at the lower of cost and net realisable value.

The costs of inventories shall comprise all costs of purchase, costs of conversion, and other costs incurred in bringing inventories to their present location and condition. Cost in the case of finished goods and work in progress includes raw materials, direct labour and attributable manufacturing overheads.

The costs of purchase comprise the purchase price, non-reimbursable taxes and duties, and transport, handling and other costs directly attributable to the purchase. Trade discounts and sales rebates on substandard and obsolete goods purchased are deducted from the costs of purchase.

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

***Method of accounting for inventories***

Inventories are measured using the first-in, first-out method and are recorded under the perpetual inventory method.

***Provision for decline in value of inventories***

As of the date of the financial statements, a provision is recognised for obsolete, slow-moving and defective inventory items and an excess of the cost of inventories over their net realisable value at an amount as set out in Circular 48/2019/TT-BTC dated 08 August 2019 issued by Ministry of Finance to ensure that the value of inventories is no more than their market price.

The difference between the required balance and the existing balance of the provision for a decline in value of inventories is included in cost of sales in the consolidated income statement.

Inventories are written down to net realizable value on an item-by-item basis. For services being rendered, provision is made in respect of each service for which a separate selling price will be charged.

**3.7. Tangible fixed assets**

Tangible fixed assets are measured at cost less accumulated depreciation.

***Tangible fixed asset recognition***

Tangible fixed assets are initially recognised at their cost. The cost of purchased tangible fixed assets comprises the purchase price and any directly attributable costs of bringing the assets to their present location and working condition for their intended use. Accessories added to fixed assets when purchased are recognised separately at their fair value and deducted from the historical cost of the respective tangible fixed assets.

The costs of tangible fixed assets constructed by contractors are the finalised costs of the construction, other directly related expenses and the registration fee (if any).

The costs of self-made and self-constructed tangible fixed assets comprise the construction costs, actually incurred manufacturing costs plus installation and test run costs.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**3.7. Tangible fixed assets (Continued)**

***Depreciation and amortisation***

The costs of fixed assets are depreciated on a straight-line method over their estimated useful lives.

The estimated useful lives are as follows:

▪ Buildings, structures	15 – 40 years
▪ Machinery and equipment	03 – 08 years
▪ Motor vehicles	03 – 06 years
▪ Management equipment	02 – 05 years

**3.8. Intangible fixed assets**

Intangible fixed assets are measured at cost less accumulated amortisation.

***Intangible fixed asset recognition***

Intangible fixed assets are initially recognised at their cost. The cost of an intangible fixed asset comprises the total amount of expense incurred by the Group to acquire an asset at the time the asset is put into operation for its intended use.

***Accounting principles for intangible fixed assets***

***Computer software***

Computer software is not an indispensable component of hardware and is recognised as an intangible asset and depreciated over its useful life.

***Land use rights***

Land use rights are stated at their costs less accumulated amortisation. The Company's land use right pertains to a plot of land located at CT1AB Tower, VOV Me Tri Urban Area, Me Tri Ward, District Nam Tu Liem, Ha Noi City, Vietnam.

Indefinite land use rights are not amortised.

**3.9. Leases**

***Leases classification***

Leases are classified as finance leases when 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.

***Financial leases***

Finance leases are recognised as assets and liabilities in the consolidated statement of financial position at amounts equal to the fair value of the leased asset or, if lower, the present value of the minimum lease payments, each determined at the inception of the lease.

Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term at a constant periodic rate of interest on the remaining balance of the liability.

Financial leasing assets are amortized on a straight-line basis over their estimated useful lives similar to those owned by the Company or by the lease term. Estimated depreciation period for machinery is from 2 to 3 years.



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**3.10. Leases**

*Operating leases*

Assets subject to operating leases are recognised in the consolidated statement of financial position according to the Group's asset classification pattern.

Initial direct costs to generate income from operating leases are amortised over the lease term. Lease income from operating leases is recognised in the consolidated income statement on a straight-line basis over the lease term regardless of payment methods.

Depreciation of assets subject to operating leases is consistent with the depreciation policy of the lessor for similar assets.

**3.11. Business cooperation contract (BCC)**

*Sharing of revenues, expenses and products:*

Revenues contributed to, or acquired for the purpose of, jointly controlled operations are recognised as other receivables by the contributing venturer, or as other payables by the acquiring venturer.

**3.12. Prepayments**

Prepayments are classified as current and non-current based on their original term. Prepayments mainly comprise costs of tools and supplies and land rentals and cost of goods sold of projects not yet finishing which are amortised over the period for which they are paid or the period in which economic benefits are generated in relation to these expenses.

The following expenses are recognised as prepayments and amortised to the consolidated income statement:

- Prepaid land rental, infrastructure and fixed asset rentals are amortized over the period of lease;
- Tools and supplies are amortised to the consolidated income statement over 01 to 03 years.

**3.13. Liabilities**

Liabilities are classified into trade payables and other payables based on the following rules: Trade payables represent those arising from purchase and sale related transactions of goods, services or assets and the seller is independent of the buyer; the remaining payables are classified as other payables.

Liabilities are also classified according to the maturity date, the remaining term from the date of the consolidated financial statements, original currency, and each creditor.

Liabilities are recognised at no less than the payment obligation.

**3.14. Accrued expenses**

Accrued expenses represent expenses that will be paid in the future for goods or services received but not yet paid due to lack of invoices or accounting documents. These expenses are recognised as operating expenses of the reporting year.

**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**3.15. Owners' equity**

*The owners' contributed equity*

The owners' contributed equity is recognised when contributed.

*Dividends*

Dividends are recognised as a liability at the date of declaring dividends.

*Reserves*

Reserves are created at certain percentages of profit after tax as prescribed in the Group's charter.

*Profits Distribution*

~~Net profit after income tax can be distributed to shareholders after the distribution is approved the~~ General annual meeting of shareholders and reserves are created in accordance with the Group's Charter and legal regulations in Vietnam.

**3.16. Revenue and other income**

*Revenue from selling goods*

Revenue from selling goods is measured at the fair value of the consideration received or receivable. In most cases, revenue is recognised when transferring the risks and rewards of ownership to the buyer.

*Revenue involving the rendering of services*

Revenue of a transaction involving the rendering of services is recognised when the outcome of this transaction can be estimated reliably. When a transaction involving the rendering of services is attributable to several periods, each period's revenue is recognised by reference to the stage of completion at the end of the reporting period.

**3.17. Cost of sales**

Cost of sales and services provided represents total costs of finished products, goods, services which are sold in the year in accordance with the matching principle. Abnormal amounts of production costs of inventories are recognised immediately in cost of sales.

**3.18. Financial expense**

Financial expenses represent all expenses incurred in the reporting year which mainly include borrowing costs, losses from financial investments and exchange rates.

**3.19. Selling expense and general and administration expense**

Selling expenses represent expenses incurred during the process of selling products, goods and rendering services, which include payroll costs for selling employees (salaries, wages, allowances, etc.); social insurance, health insurance, trade union fees and unemployment insurance; product warranty, service and other expense.

General and administration expenses represent common expenses, which include payroll costs for office employees (salaries, wages, allowances, etc.); social insurance, health insurance, trade union fees and unemployment insurance; stationery expenses, material expenses, depreciation expenses of fixed assets used for administration activities; land rental, license tax; utility services (electricity expenses, water expenses, phone, fax, warranty expenses, etc.); sundry expenses (entertainment, customer conference).



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**3.20. Taxation**

***Corporate income tax***

*Current corporate income tax expense*

Current corporate tax expense is determined on the basis of taxable income and the rate of corporate income tax (CIT) of the current year as follows:

- Incentive business activities – liable for 10%;
- Non-incentive business activities – liable for 20%.

*Deferred corporate income tax expense*

Deferred corporate tax expense is determined on the basis of the deductible temporary differences, taxable temporary differences and the estimated CIT rate that will be applied for the years that assets and liabilities will be recovered. The tax rates used will be the tax rates (and tax laws) that are in effect at the financial year end.

Deferred tax liability is recognised for all taxable temporary differences, unless:

- The deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the transaction, affects neither the accounting profit nor taxable profit (tax loss);
- All taxable temporary differences associated with investments in subsidiaries, branches and associates, and interests in joint ventures when the parent, investor or venturer is able to control the timing of the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

A deferred tax asset is recognised for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised, unless:

- The deferred tax asset arises from the initial recognition of an asset or liability in a transaction which at the time of transaction, affects neither accounting profit nor taxable profit (tax loss);
- The deferred tax assets for all deductible temporary differences associated with investments in subsidiaries, branches and associates, and interests in joint ventures are only recognised when it is probable that the temporary difference will reverse in the foreseeable future; and taxable profit will be available against which the temporary difference can be utilised.

The carrying amount of a deferred tax asset shall be reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or all of that deferred tax asset to be utilised. Any such reduction shall be reverted to the extent it becomes probable that sufficient taxable profit will be available.

Current and deferred tax are recognised as income or an expense and included in profit or loss for the year except to the extent that the tax arises from a transaction or event which is recognised, in the same or a different year, directly in equity.

Deferred tax assets and deferred tax liabilities are only offset if, and only if, the Group has a legally enforceable right to set off current tax assets against current tax liabilities and the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority and the Group intends to settle current tax liabilities and assets on a net basis or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.



## SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

#### 3.20. Taxation (Continued)

##### *Tax incentive, tax exemption and reduction*

The Group has obtained the Certificate of Science and Technology Enterprise No. 60/ĐK-DNKHCN granted on 31 July 2018 by the Department of Science and Technology of Ho Chi Minh City. Accordingly, the Company is agreed by a list of 16 goods products formed from scientific and technological results. Pursuant to the Joint Circular No. 17/2012/TTLT-BKHHCN-BTC-BNV dated 10 September 2012 by the Ministry of Science and Technology on Science and Technology enterprises, the Company is entitled to the following incentives:

- Liable for the corporate income tax rate of 10% for 15 years since the Group has revenue from scientific and technological activities (year 2011);
- Exempted for 4 years and 50% reduction of corporate income tax payable in 9 subsequent years since the Group has taxable income (year 2011).

In accordance with the Investment Registration Certificate No. 4234430517 dated 12 July 2017 granted by Ho Chi Minh City's Planning and Investment Department, the subsidiary – Sao Bac Dau South Technology Joint Stock Company was engaged in implementing the project called "Software production and system integration Center" Quang Trung Software City, Tan Chanh Hiep Ward, District 12, Ho Chi Minh City. In accordance with Decree No. 218/2013/ND-CP dated 26 December 2013 and Circular No. 78/2014/TT-BTC dated 18 June 2014, the Group has the income from performance of new investment project in concentrated information technology zones are established by decision of the Prime Minister. Accordingly, the Group is entitled to incentives, as follows:

- The Group will be exempted from 100% CIT for four (04) years from the first profit making year (since fiscal year 2017) and 50% CIT for nine (09) subsequent years (since fiscal year 2021);
- The Group is applied to incentive tax rate of 10% within 15 years from beginning its business operations.

In accordance with the Investment Registration Certificate No. 0488758402 dated 13 August 2019 granted by Ho Chi Minh City's Planning and Investment Department, the subsidiary – Sao Bac Dau Technologies Solutions Joint Stock Company was engaged in implementing the project called "Software production and system integration Center" Quang Trung Software City, Tan Chanh Hiep Ward, District 12, Ho Chi Minh City. In accordance with Decree No. 218/2013/ND-CP dated 26 December 2013 and Circular No. 78/2014/TT-BTC dated 18 June 2014, the Group has the income from performance of new investment project in concentrated information technology zones are established by decision of the Prime Minister. Accordingly, the Group is entitled to incentives, as follows:

- The Group will be exempted from 100% CIT for four (04) years from the first profit making year (since fiscal year 2019) and 50% CIT for nine (09) subsequent years (since fiscal year 2023);
- The Group is applied to incentive tax rate of 10% within 15 years from beginning its business operations.

Particularly for, the financial period from 01 January 2019 to 31 March 2019, the Group decided to apply non-incentive tax rate of 20% for the converted financial year and will continue to enjoy the CIT incentive in subsequent years according to Circular 78/2014/TT-BTC dated 18 June 2014.

(See the next page)



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**3.20. Taxation (Continued)**

***Value added tax***

The goods sold and services rendered by the Group are subject to value added tax at the following rates:

- Computer software: non-taxable;
- Equipment exported to non-tariff zones: 0%;
- Goods: 10%;
- Leasing services and other services: 10%.

***Other taxes***

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

The tax reports of the companies in the Group will be inspected by the Tax Department. Application of the laws and regulations on tax to different transactions can be interpreted by many ways; therefore, the tax amounts presented in the consolidated financial statements can be amended in accordance with the Tax Department's final assessment for the companies.

**3.21. Earnings per share**

Basic earnings per share are calculated by dividing the net profit attributable to ordinary shareholders (after adjusted for bonus and welfare funds), by the weighted average number of ordinary shares outstanding during the year, excluding ordinary shares bought back by the Group and held as treasury shares.

**3.22. Diluted earnings per share**

Diluted earnings per share are calculated by dividing the net profit attributable to ordinary shareholders (after adjusted for bonus and welfare funds), by the weighted average number of ordinary shares outstanding during the year and total ordinary shares that would be issued on the conversion, excluding ordinary shares bought back by the Group and held as treasury shares.

**3.23. Segment reporting**

A segment is a distinguishable component of the Group that is engaged either in producing or providing related products or services (business segment), or in producing or providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

**3.24. Related parties**

Related parties are individuals or entities that have the ability, directly or indirectly through one or more intermediaries, to control the Group or are controlled by, or are subject to common control with the Group. Associates, individuals owning, directly or indirectly, an interest in the voting power of the Group that gives them significant influence over the Group, key management personnel, including directors and officers of the Group and close family members or associates of such individuals are also considered to be related parties.

**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward,  
District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****4. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION****4.1. Cash and cash equivalents**

	As at 31 Mar. 2021 VND	As at 01 Apr. 2020 VND
Cash in hand	2,058,731,744	14,324,656,573
Cash at banks	35,792,280,776	16,856,171,218
Cash in transit	-	50,000
<b>Total</b>	<b><u>37,851,012,520</u></b>	<b><u>31,180,877,791</u></b>

(See the next page)



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****4.2. Financial investments**

Investments in joint ventures, associates are detailed as follows:

	As at 31 Mar. 2021 VND		As at 01 Apr. 2020 VND	
	Cost	Value under equity method	Cost	Value under equity method
Investments in joint ventures, associates:				
QI Technologies Corporation (Sao Bac Dau Technology Service Joint Stock Company formerly)	5,960,813,955	7,213,827,555	-	-
Mideas Technology JSC	2,400,000,000	969,485,247	2,400,000,000	1,044,498,146
Pharos Digital Books and Educational Materials JSC	2,000,000,000	2,704,379,306	2,000,000,000	2,704,379,306
DCT Technologies Solution Company Limited	1,960,000,000	1,166,671,527	1,960,000,000	1,166,671,527
CEH Information Services Company Limited	1,875,000,000	1,686,273,947	1,875,000,000	1,677,561,703
<b>Total</b>	<b>14,195,813,955</b>	<b>13,740,637,582</b>	<b>8,235,000,000</b>	<b>6,593,110,682</b>

Investments in other entities are detailed as follows:

	As at 31 Mar. 2021 VND		As at 01 Apr. 2020 VND	
	Cost	Fair value (*) Provision	Cost	Fair value (*) Provision
Investments in other entities:				
Smart Digital Technology JSC	900,000,000	-	750,000,000	-

(\*) At the reporting date, the Group has not determined fair values of these investments for disclosure in the consolidated financial statements because information about their market prices is not available and there is currently no guidance on determination of fair value using valuation techniques under the Vietnamese Accounting Standards or the Vietnamese Accounting System for enterprises. The fair values of this investment may differ from their carrying amounts.

**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export, Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****4.3. Current trade receivables**

	As at 31 Mar. 2021 VND	As at 01 Apr. 2020 VND
Trade receivables from related parties – Refer to Note 8	2,192,059,169	709,306,849
Trade receivables:		
Deo Ca Investment Joint Stock Company	63,586,665,138	63,586,665,138
Viettel Business Solutions Corporation – Branch of Viettel Group	47,131,643,410	143,550,000
Board of Construction Investment Project Management – Headquarter of Ministry of Foreign Affairs	34,813,883,703	34,813,883,703
Southeast Asia Commercial Joint Stock Bank	23,291,622,800	-
Gemadep-Terminal Link Cai Mep Terminal Joint Stock Company	21,333,203,862	-
Viettel Group	20,222,705,700	8,733,256,040
VNPT Media Corporation	18,741,135,000	-
Viettel-CHT Company Limited	9,710,000,000	-
Vietnam Bank for Social Policies	619,695,000	13,773,805,005
Other	133,963,216,688	216,036,352,125
<b>Total</b>	<b>375,605,830,470</b>	<b>337,796,818,860</b>

Any component of current trade receivable from other customers was less than 10% total current trade receivables.

**4.4. Current advances to suppliers**

	As at 31 Mar. 2021 VND	As at 01 Apr. 2020 VND
Advances to suppliers from related parties – Refer to Note 8	655,390,000	655,390,000
Advances to suppliers:		
Blue Sky Solutions Global Trading Co., Ltd	14,116,575,214	-
Thang Long International Trade and General Services Company Limited	12,808,830,000	12,808,830,000
Global International Hi-Tech Engineering Limited Company	8,419,650,000	5,051,790,000
Other	6,460,226,544	7,484,481,957
<b>Total</b>	<b>42,460,671,758</b>	<b>26,000,491,957</b>

Any component of current advance to other suppliers was less than 10% total current advances to suppliers.



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****4.5. Other current receivables**

	As at 31 Mar. 2021		As at 01 Apr. 2020	
	VND		VND	
	Value	Provision	Value	Provision
Advances to employees	2,568,628,740	-	9,356,456,240	-
Deposit for construction warranty for Deo Ca Investment Joint Stock Company	51,318,673,019	-	51,318,673,019	-
Other deposits	14,084,673,849	-	11,469,847,777	-
Other receivables	6,899,590,872	-	8,779,869,003	-
<b>Total</b>	<b>74,871,566,480</b>	<b>-</b>	<b>80,924,846,039</b>	<b>-</b>

**4.6. Inventories**

	As at 31 Mar. 2021		As at 01 Apr. 2020	
	VND		VND	
	Cost	Provision	Cost	Provision
Goods in transit	1,561,539,709	-	9,804,349,924	-
The Group's stock	3,079,701,571	(7,437,798)	8,066,802,841	(621,337,798)
Goods delivered to implement	38,181,613,070	-	98,498,250,446	-
Leased warehouse	54,393,175	-	54,393,175	-
Stock at Ha Noi Branch	9,991,244,417	-	2,268,749,152	-
Real estate goods	1,862,858,455	-	1,862,858,455	-
Work in progress	16,521,682,282	-	8,437,423,626	-
Raw materials	-	-	2,429,280,112	-
Tools and supplies	-	-	9,262,959	-
<b>Total</b>	<b>71,253,032,679</b>	<b>(7,437,798)</b>	<b>131,431,370,690</b>	<b>(621,337,798)</b>

(See the next page)

**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**4.7. Tangible fixed assets**

Items	Buildings, structures	Machinery and equipment	Motor vehicles	Office equipment	Total
	VND	VND	VND	VND	VND
Cost:					
As at 01 Apr. 2020	34,345,180,908	120,125,047,854	30,880,161,684	1,166,165,641	186,516,556,087
Purchase	-	14,794,200,977	1,379,874,235	-	16,174,075,212
Transfer from construction in progress	-	17,258,739,229	3,569,253,329	-	20,827,992,558
Other increase	-	7,839,499,083	-	40,500,000	7,879,999,083
Disposals	-	(25,239,363,590)	-	(203,246,800)	(25,442,610,390)
Other decreases	-	(40,500,000)	-	-	(40,500,000)
Divestment	-	(10,679,741,157)	(32,901,555,138)	(1,003,418,841)	(44,584,715,136)
<b>As at 31 Mar. 2021</b>	<b>34,345,180,908</b>	<b>124,057,882,396</b>	<b>2,927,734,110</b>	<b>-</b>	<b>161,330,797,414</b>

Accumulated depreciation:

As at 01 Apr. 2020	9,663,734,776	74,902,178,372	23,288,942,790	1,162,475,172	109,017,331,110
Depreciation	1,619,343,612	29,936,599,180	3,231,310,868	38,321,787	34,825,575,447
Other increase	-	6,453,729,044	-	-	6,453,729,044
Disposals	-	(16,236,590,170)	-	(203,246,800)	(16,439,836,970)
Divestment	-	(10,667,240,950)	(23,845,380,648)	(997,550,159)	(35,510,171,757)
<b>As at 31 Mar. 2021</b>	<b>11,283,078,388</b>	<b>84,388,675,476</b>	<b>2,674,873,010</b>	<b>-</b>	<b>98,346,626,874</b>

Net book value:

As at 01 Apr. 2020	24,681,446,132	45,222,869,482	7,591,218,894	3,690,469	77,499,224,977
<b>As at 31 Mar. 2021</b>	<b>23,062,102,520</b>	<b>39,669,206,920</b>	<b>252,861,100</b>	<b>-</b>	<b>62,984,170,540</b>

The amount of period-end net book value of tangible fixed assets pledged/mortgaged as loan security totalled VND 23,062,102,537 – Refer to Note 4.17.

The historical cost of tangible fixed assets fully depreciated but still in use totalled VND 19,373,230,442.

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**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

 Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward,  
 District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**
**4.8. Finance leased assets**

Machinery and equipment	As at 01 Apr. 2020 VND	Increase VND	Decrease VND	As at 31 Mar. 2021 VND
Cost	26,273,150,796	7,289,782,000	7,839,499,083	25,723,433,713
Accumulated amortization	(10,956,483,620)	(5,856,888,781)	(6,453,729,044)	(10,359,643,357)
<b>Net book value</b>	<b><u>15,316,667,176</u></b>			<b><u>15,363,790,356</u></b>

**4.9. Intangible fixed assets**

Items	Administration software VND	Land use rights VND	Total VND
Cost:			
As at 01 Apr. 2020	1,653,331,496	2,101,157,221	3,754,488,717
Transfer from construction in progress	2,018,861,309	-	2,018,861,309
Divestment	(356,115,000)	-	(356,115,000)
<b>As at 31 Mar. 2021</b>	<b><u>3,316,077,805</u></b>	<b><u>2,101,157,221</u></b>	<b><u>5,417,235,026</u></b>
Accumulated depreciation:			
As at 01 Apr. 2020	1,505,896,160	-	1,505,896,160
Depreciation	356,849,545	-	356,849,545
Divestment	(207,439,370)	-	(207,439,370)
<b>As at 31 Mar. 2021</b>	<b><u>1,655,306,335</u></b>	<b><u>-</u></b>	<b><u>1,655,306,335</u></b>
Net book value:			
As at 01 Apr. 2020	147,435,336	2,101,157,221	2,248,592,557
<b>As at 31 Mar. 2021</b>	<b><u>1,660,771,470</u></b>	<b><u>2,101,157,221</u></b>	<b><u>3,761,928,691</u></b>

The historical cost of intangible fixed assets fully depreciated but still in use totalled VND 1,288,773,454.

(See the next page)

**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**
**4.10. Non-current prepayment**

	As at 31 Mar. 2021 VND	As at 01 Apr. 2020 VND
Land use right	7,093,445,594	7,470,088,725
Projects prepayment expense	3,895,175,136	8,628,290,693
Tools and consumable expenditure	1,196,674,950	1,795,999,282
Other	3,555,453,647	5,439,223,023
<b>Total</b>	<b>15,740,749,327</b>	<b>23,333,601,723</b>

Of which, the land use right at Lot U.14b-16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City which was mortgaged as current loans security totalled VND 7,093,445,594 – Refer to Note 4.17.

**4.11. Current trade payables**

	As at 31 Mar. 2021 VND		As at 01 Apr. 2020 VND	
	Value	Payable value	Value	Payable value
Trade payables to related parties – Refer to Note 8	2,098,189,086	2,098,189,086	-	-
Trade payables:				
Avu Pty Ltd	12,070,918,070	12,070,918,070	7,245,866,467	7,245,866,467
Azbil Vietnam Co., Ltd	11,574,954,107	11,574,954,107	3,922,457,387	3,922,457,387
Tri Nam Technology Development Investment JSC	11,150,660,800	11,150,660,800	11,150,660,800	11,150,660,800
Technological Application and Production One Member Limited Liability Company	9,474,300,000	9,474,300,000	-	-
Nextdata Technology Corporation	8,561,640,000	8,561,640,000	-	-
Cisco International Limited	3,466,987,354	3,466,987,354	8,407,659,794	8,407,659,794
Tech Data Advanced Solutions (Vietnam) Company Limited	425,135,230	425,135,230	12,063,055,260	12,063,055,260
Sandvine Corporation	155,923,491	155,923,491	8,683,220,000	8,683,220,000
Blue Sky Solutions Global Trading Co Ltd	-	-	42,371,799,427	42,371,799,427
Other	64,538,784,728	64,538,784,728	67,763,566,425	67,763,566,425
<b>Total</b>	<b>123,517,492,866</b>	<b>123,517,492,866</b>	<b>161,608,285,560</b>	<b>161,608,285,560</b>

Any component of current trade payables from other suppliers was less than 10% total current trade payables.



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward,  
District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****4.12. Current advances from customers**

	<b>As at 31 Mar. 2021 VND</b>	<b>As at 01 Apr. 2020 VND</b>
Board of Construction Investment Project Management - Ha Tinh City	22,632,362,490	19,264,502,490
Mobifone Corporation	13,478,685,000	3,470,600,000
Information technology Center	7,326,815,000	-
Vietnam Technology and Commercial Joint Stock Bank	14,879,920	16,036,404,918
General Department of Vocational Training	-	14,345,055,000
Other	13,687,063,685	25,810,636,230
<b>Total</b>	<b><u>57,139,806,095</u></b>	<b><u>78,927,198,638</u></b>

(See the next page)

**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**4.13. Tax and amounts (receivable)/payable to the state budget**

	As at 31 Mar. 2021		Movement in year		As at 01 Apr. 2020	
	Receivable	Payable	Paid/Deducted	Decrease due to divestment	Receivable	Payable
Value added tax Export, import tax	1,113,717,606	3,429,252,590	298,082,208,089	653,688,726	1,113,717,606	1,721,575,139
Corporate income tax	56,520,000	799,679,464	84,270,228	-	-	-
Personal income tax	30,933,602	193,798,377	868,179,878	292,033,425	65,679,757	594,588,428
Other taxes	-	1,287,524,478	5,048,903,495	173,337,297	-	896,070,724
<b>Total</b>	<b>1,201,171,208</b>	<b>5,710,254,909</b>	<b>309,567,348,833</b>	<b>1,119,059,448</b>	<b>1,179,397,363</b>	<b>4,499,758,769</b>

**4.14. Payables to employees**

Representing the bonus in fiscal year 2020 payables to employees.

(See the next page)



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward,  
District 7, Ho Chi Minh City, Vietnam**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****4.15. Current accrued expenses**

	As at 31 Mar. 2021 VND	As at 01 Apr. 2020 VND
Accruals expenses for service which has been completed	10,455,734,989	3,414,581,951
Accrued expenses for revenue division for partners	-	733,613,110
Other accrued expense	282,272,727	520,511,387
<b>Total</b>	<b>10,738,007,716</b>	<b>4,668,706,448</b>

**4.16. Other current payables**

	As at 31 Mar. 2021 VND	As at 01 Apr. 2020 VND
Dividends payable to related parties	-	1,200,000,000
Dividend payables to other shareholders	2,550,243,075	2,224,342,250
Dividend payable non-controlling shareholders	66,000,000	1,920,000,000
Trade union dues	1,243,866,057	1,642,549,495
Insurance payables	268,489,380	8,388,918
Current deposits	-	507,559,892
Other	1,967,672,548	4,668,295,456
<b>Total</b>	<b>6,096,271,060</b>	<b>12,171,136,011</b>

*(See the next page)*

**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**4.17. Loans and finance lease liabilities**

	As at 31 Mar. 2021		Movements in the year		As at 01 Apr. 2020	
	Value	Payable value	Increase	Decrease	Value	Payable value
Current:						
Bank loans						
Current portion of long-term bank loans	351,767,441,681	351,767,441,681	966,748,850,687	921,233,510,248	306,252,101,242	306,252,101,242
Current portion of long-term liabilities	3,754,260,216	3,754,260,216	4,692,825,270	938,565,054	-	-
<b>Subtotal</b>	<b>6,907,453,207</b>	<b>6,907,453,207</b>	<b>9,739,308,333</b>	<b>10,253,516,626</b>	<b>7,421,661,500</b>	<b>7,421,661,500</b>
	<b>362,429,155,104</b>	<b>362,429,155,104</b>	<b>981,180,984,290</b>	<b>932,425,591,928</b>	<b>313,673,762,742</b>	<b>313,673,762,742</b>
Non - current:						
Bank loans						
Current portion of long-term bank loans	17,832,734,946	17,832,734,946	18,771,300,000	938,565,054	-	-
Finance leases	(3,754,260,216)	(3,754,260,216)	(4,692,825,270)	(938,565,054)	-	-
Current portion of long-term liabilities	10,140,083,229	10,140,083,229	7,289,782,000	10,253,516,626	13,103,817,855	13,103,817,855
<b>Subtotal</b>	<b>(6,907,453,207)</b>	<b>(6,907,453,207)</b>	<b>(9,739,308,333)</b>	<b>(10,253,516,626)</b>	<b>(7,421,661,500)</b>	<b>(7,421,661,500)</b>
	<b>17,311,104,752</b>	<b>17,311,104,752</b>	<b>11,628,948,397</b>	<b>-</b>	<b>5,682,156,355</b>	<b>5,682,156,355</b>
<b>Total</b>	<b>379,740,259,856</b>	<b>379,740,259,856</b>	<b>992,809,932,687</b>	<b>932,425,591,928</b>	<b>319,355,919,097</b>	<b>319,355,919,097</b>

Current bank loans in VND bear the interest rates of 5,5% to 6% per year. These loans were guaranteed by:

- The office and land use rights at Lot U.14b-16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City whose carrying amount is VND 6,149,465,270 and VND 7,093,445,594 respectively – Refer to Notes 4.7 and 4.10;
- Right of claiming under the contracts signed between the Group and some specific clients;
- Goods, account receivables, deposit contracts, saving accounts, deposit amounts, etc. created by these loans;
- Total of deposits, assets and receivables created in the borrowing plan.





**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**4.17. Loans and finance lease liabilities (Continued)**

Non-current bank loans in VND bear the interest rates of 8.5% per year. These loans were guaranteed by:

- Office building in Hanoi whose carrying amount is VND 16,912,637,267 – Refer to Notes 4.7;
- Right of claiming under the contracts signed between the Group and some specific clients.

Obligations under financial lease contracts with Vietnam International Leasing Company Limited and Chailease International Leasing Company Limited with a term of 2 - 3 years and bear interest rate from 7.5% to 8.9% per year.

**4.18. Scientific and technological development fund**

**Scientific and technological  
development fund  
VND**

As at 01 Apr. 2020  
Additions  
Using fund

-  
4,000,000,000  
(1,183,101,525)

**As at 31 Mar. 2021**

**2,816,898,475**

(See the next page)

**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**4.19. Owners' equity**

**4.19.1. Changes in owners' equity**

	Items of owner's equity				Total VND
	Owners' contributed capital VND	Investment & development fund VND	Retained earnings VND	Non-Controlling interest VND	
As at 01 Apr. 2019	98,999,060,000	3,440,139,770	9,124,953,938	13,389,906,294	124,954,060,002
Previous year's capital increase	16,000,940,000	-	-	200,000,000	16,200,940,000
Previous year's profits	-	-	14,651,598,007	3,221,684,679	17,873,282,686
Dividends declared	-	-	(9,899,906,000)	(3,120,000,000)	(13,019,906,000)
Distributed to funds	-	200,000,000	(200,000,000)	-	-
Other	-	-	(628,999,215)	(181,419,000)	(810,418,215)
As at 01 Apr. 2020	115,000,000,000	3,640,139,770	13,047,646,730	13,510,171,973	145,197,958,473
Current year's profits	-	-	11,017,273,074	(4,123,857,229)	6,893,415,845
Dividends declared	-	-	(11,500,000,000)	(745,972,800)	(12,245,972,800)
Distributed to funds	-	400,000,000	(400,000,000)	-	-
Distributed to scientific and technological development fund	-	-	(800,000,000)	-	(800,000,000)
Using funds	-	(3,200,000,000)	-	-	(3,200,000,000)
Divestment and disposal of investments	-	-	-	(6,487,591,046)	(6,487,591,046)
Other	-	-	136,500,000	136,500,000	-
<b>As at 31 Mar. 2021</b>	<b>115,000,000,000</b>	<b>840,139,770</b>	<b>11,501,419,805</b>	<b>2,016,250,897</b>	<b>129,357,810,472</b>

(See the next page)



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****4.19.2. Details of owners' equity**

	As at 31 Mar. 2021 VND	As at 01 Apr. 2020 VND
Mr Nguyen Duc Quang	18,878,930,000	18,878,930,000
Other shareholders	96,121,070,000	96,121,070,000
<b>Total</b>	<b>115,000,000,000</b>	<b>115,000,000,000</b>

**4.19.3. Shares**

	As at 31 Mar. 2021	As at 01 Apr. 2020
Number of ordinary shares registered for issue	11,500,000	11,500,000
Number of ordinary shares sold to public	11,500,000	11,500,000
Number of ordinary shares outstanding	11,500,000	11,500,000

Par value per outstanding share: VND 10,000 per share.

**4.19.4. Dividends**

	Current year VND	Previous year VND
Dividends declared	11,500,000,000	9,899,906,000

**4.19.5. Corporate funds**

	Development investment fund VND
As at 01 Apr. 2020	3,640,139,770
Additions	400,000,000
Distributed to scientific and technological development fund	(3,200,000,000)
<b>As at 31 Mar. 2021</b>	<b>840,139,770</b>

(See the next page)

**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****4.19.6. Basic earnings and diluted earnings per share**

	<b>Current year VND</b>	<b>Previous year VND</b>
Profit (loss) after tax attributable to ordinary share holders of parent company	11,017,273,074	14,651,598,007
Adjusted for bonus and welfare fund distribution	-	-
Profit (loss) for the purpose of calculating basic earnings and diluted earnings per share	11,017,273,074	14,651,598,007
Weighted average number of ordinary shares outstanding during the year	11,500,000	10,980,654
<b>Basic earnings and diluted earnings per share</b>	<b>958</b>	<b>1,334</b>

**4.20. Off consolidated statement of financial position items**

	<b>As at 31 Mar. 2021</b>	<b>As at 01 Apr. 2020</b>
Foreign currencies:		
USD	7,468.91	3,080,611.00

**5. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE CONSOLIDATED INCOME STATEMENT****5.1. Revenue from selling goods and rendering services**

	<b>Current year VND</b>	<b>Previous year VND</b>
Sales of integration of information technology systems	916,298,194,289	845,940,674,319
Sales from rendering of services	330,845,802,842	196,360,395,786
Other	-	3,052,510,676
<b>Total</b>	<b>1,247,143,997,131</b>	<b>1,045,353,580,781</b>
Of which, revenue from selling goods and rendering services to related parties – Refer to Note 8	120,000,000	120,000,000

**5.2. Cost of sales**

	<b>Current year VND</b>	<b>Previous year VND</b>
Cost of integration of information technology systems	816,680,153,878	752,601,800,886
Cost of services rendered	298,504,074,131	134,685,478,667
Other	-	3,939,093,714
<b>Total</b>	<b>1,115,184,228,009</b>	<b>891,226,373,267</b>



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****5.3. Financial expense**

	<b>Current year VND</b>	<b>Previous year VND</b>
Interest expense	23,900,809,753	23,774,191,554
Losses from exchange differences	795,201,953	437,020,419
Losses from disposal of investments	1,558,711,947	-
Losses from divestment	620,151,648	-
Reversal for impairment of financial investments	-	(60,344,944)
Other	-	377,012,696
<b>Total</b>	<b>26,874,875,301</b>	<b>24,527,879,725</b>

**5.4. Selling expense**

	<b>Current year VND</b>	<b>Previous year VND</b>
Employee expense	31,524,793,934	23,528,079,600
Stationery expense	136,638,741	671,358,019
Depreciation expense	18,739,683	26,166,672
Warranty expense	1,944,119,385	543,541,733
Pre-sales expense	1,263,576,740	1,734,201,108
Service expense	3,823,676,959	6,348,537,741
Other	3,554,538,368	6,615,903,039
<b>Total</b>	<b>42,266,083,810</b>	<b>39,467,787,912</b>

**5.5. General and administration expense**

	<b>Current year VND</b>	<b>Previous year VND</b>
Employee expense	44,425,442,514	49,657,962,752
Material, office stationery expense	2,885,137,571	3,334,281,201
Depreciation expense	5,900,554,000	5,217,469,051
Taxation, fee and charges	25,197,623	36,050,946
Service expense	8,633,229,578	16,425,693,887
Employee expense	6,567,518,526	6,607,024,391
<b>Total</b>	<b>68,437,079,812</b>	<b>81,278,482,228</b>

(See the next page)

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****5.6. Other income**

	<b>Current year VND</b>	<b>Previous year VND</b>
Gain supporting from suppliers	11,999,355,043	8,104,749,583
Disposal of assets	174,141,294	-
Other	2,031,807,315	2,918,782,469
<b>Total</b>	<b>14,205,303,652</b>	<b>11,023,532,052</b>

**5.7. Production and business costs by elements**

	<b>Current year VND</b>	<b>Previous year VND</b>
Material expense	892,311,619,468	835,178,631,181
Employee expense	84,582,491,218	75,503,021,668
Depreciation expense	41,039,313,773	32,707,940,982
Provision expense	-	613,900,000
Service expense	186,125,135,557	46,322,266,590
Other	26,426,373,273	21,646,882,986
<b>Total</b>	<b>1,230,484,933,289</b>	<b>1,011,972,643,407</b>

**5.8. Current corporate income tax expense**

The consolidated current corporate income tax expense from subsidiaries in the Group with separate tax rate for particular company in the Group.

	<b>Current year VND</b>	<b>Previous year VND</b>
CIT expense based on taxable income for the current year	1,200,902,168	1,719,934,439
Adjusting the CIT expense in previous years to corporate income tax expense in current year	173,561,928	685,634,077
<b>Current CIT expense for the year</b>	<b>1,374,464,096</b>	<b>2,405,568,516</b>

**6. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE CONSOLIDATED CASH FLOW STATEMENT****6.1. Cash receipts from loans in the year**

	<b>Current year VND</b>	<b>Previous year VND</b>
Cash receipts from loans under normal contracts	985,520,150,687	710,891,407,142



**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward,  
District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****6.2. Cash repayments of principal amounts borrowed**

	<u>Current year VND</u>	<u>Previous year VND</u>
Cash repayment of principal amounts under normal contracts	(921,086,109,867)	(756,088,844,374)

**7. SEGMENT REPORTING**

According to the Group's General Director assessment, risk and profitability ratios of the Group are not affected by differences in products or different geographic areas in which the Company operates, as follows:

- Segment reporting according to the business activities: Business activities of the Group mainly supplies electronic equipment and services, information technology, integrating systems, making over information technology, so there is no difference in risk and economic benefits in the operations of the Group, which are necessary to be disclosed.
- Segment reporting according to the geographic areas: There is no segment reporting according to the geographical area, so there is no difference in risk and economic benefits which are necessary to be disclosed.

**8. RELATED PARTIES****List of related parties**

	<u>Relationship</u>
1. QI Technologies Corporation (Sao Bac Dau Technology Service Joint Stock Company formerly)	Associate
2. Mideas Technology Joint Stock Company	Associate
3. CEH Information Services Company Limited	Associate
4. Members of the Board of Directors and Management	Key management personnel

Transactions between the Company and its subsidiaries, which are related parties, have been eliminated in full in consolidation.

At the end of the reporting year, the receivable (payable) balances with related parties are as follows:

	<u>As at 31 Mar. 2021 VND</u>	<u>As at 01 Apr. 2020 VND</u>
Current trade receivable:		
QI Technologies Corporation	1,400,752,320	-
Mideas Technology Joint Stock Company	511,306,849	511,306,849
CEH Information Services Company Limited	280,000,000	198,000,000
<b>Total – Refer to Note 4.3</b>	<b><u>2,192,059,169</u></b>	<b><u>709,306,849</u></b>
	<u>As at 31 Mar. 2021 VND</u>	<u>As at 01 Apr. 2020 VND</u>
Advances to suppliers – Refer to Note 4.4:		
CEH Information Services Company Limited	655,390,000	655,390,000

**SAOBACDAU TECHNOLOGIES CORPORATION AND ITS SUBSIDIARIES**

Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward, District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****8. RELATED PARTIES (CONTINUED)**

	As at 31 Mar. 2021 VND	As at 01 Apr. 2020 VND
Current loans receivables:		
Mideas Technology Joint Stock Company	800,000,000	800,000,000
CEH Information Services Company Limited	200,000,000	-
<b>Total</b>	<b>1,000,000,000</b>	<b>800,000,000</b>

	As at 31 Mar. 2021 VND	As at 01 Apr. 2020 VND
Current trade payables – Refer to Note 4.11:		
QI Technologies Corporation	(2.098.189.086)	-

During the reporting year, the Group has had related party transactions as follows:

	Current year VND	Previous year VND
Sale of goods and rendering of services – Refer to Note 5.1:		
Mideas Technology Joint Stock Company	120,000,000	120,000,000

Receivables of related parties have no collateral and will be paid in cash. No provision for bad debts is made for receivables from related parties.

Price of goods and services provided to related parties is negotiated price. The purchase of goods and services from related parties is made at the negotiated price.

Remunerations of the Board of Directors (BOD), Management and key management personnel are as follows:

Name	Position	Current year VND	Previous year VND
Mr Tran Anh Tuan	Chairman	1,114,000,000	1,028,936,000
Mr Tran Tuyen Duc	Vice chairman	898,000,000	581,000,000
Mr Hoang Hai Thinh	Vice chairman	679,880,000	675,160,000
Mr Nguyen Viet Thang	Member of BOD	600,984,545	8,000,000
Mr Nguyen Duc Quang	Member of BOD	490,000,000	485,000,000
Mr Do Van Hao	Member of BOD	697,678,800	365,000,000
Mr Le Hong Phong	Member of BOD and General Director	1,043,256,000	1,021,259,000
Mr Nguyen Xuan Truong	Vice General Director	447,801,686	427,624,000
Mr Nguyen Hong Minh	Vice General Director (Resigned wef 29 Jan. 2021)	13,813,910	921,698,120
<b>Total</b>		<b>5,985,414,941</b>	<b>5,513,677,120</b>



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Address: Lot U.14b – 16a, Street No. 22, Tan Thuan Export Processing Zones, Tan Thuan Dong Ward,  
District 7, Ho Chi Minh City, Vietnam

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****9. REMUNERATION OF THE SUPERVISORY COMMITTEE**

	<b>Current year VND</b>	<b>Previous year VND</b>
Salaries	255,696,109	395,853,400

**10. COMMITMENT UNDER FINANCE LEASES**

The Group is leasing a separate part of machinery and equipment with an estimated useful life from 2 to 3 years under a financial lease contract with a term from 2 to 3 years. The minimum financial lease debts to be paid in the future are detailed as follows:

<b>Term</b>	<b>As at 31 Mar. 2021 VND</b>	<b>As at 01 Apr. 2020 VND</b>
Within one year	6,907,453,207	7,421,661,500
Later than one year but within five years	3,232,630,022	5,682,156,355
<b>Total</b>	<b>10,140,083,229</b>	<b>13,103,817,855</b>

**11. COMPARATIVE FIGURES**

The following comparative figures have been restated:

Consolidated statement of financial position (excerpted):

	<b>As at 01 Apr. 2020 VND (Reclassified)</b>	<b>As at 01 Apr. 2020 VND (As previously reported)</b>
Current trade receivables	337,796,818,860	389,115,491,879
Other current receivables	80,924,846,039	29,606,173,020

The re-statement of the above comparative figures was caused by appropriate reclassification on the current year consolidated financial statements related to deposits for construction warranty for Deo Ca Investment Joint Stock Company.

(See the next page)

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**12. EVENTS AFTER THE END OF THE REPORTING YEAR**

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it has not been financially negative for the Group up to 31 March 2021, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Government of Vietnam and other countries.

Apart from the impact of COVID-19 as above, no other matter or circumstance has arisen since 31 March 2021 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the Group's state of affairs in future financial years.



**Le Hong Phong**  
General Director  
Ho Chi Minh City, 28 June 2021

**Ngo Le Viet Anh**  
Chief accountant

**Khuu Kim Hue**  
Preparer

