

Masan Group Corporation

Separate quarterly financial statements for the
period ended 30 September 2018

Masan Group Corporation Corporate Information

Business Registration Certificate No

0303576603

25 June 2018

The Company's Business Registration Certificate has been amended several times, the most recent of which is dated 25 June 2018. The Certificate and its amendments were issued by the Department of Planning and Investment of Ho Chi Minh City. The initial Business Registration Certificate No. 4103002877 was dated 18 November 2004.

Board of Directors

Dr Nguyen Dang Quang	Chairman
Mr Ho Hung Anh	Vice Chairman (until 12 April 2018)
Ms Nguyen Hoang Yen	Member
Mr Nguyen Thieu Nam	Member
Mr Lars Kjaer	Member
Mr Dominic Edward Salter Price	Member

Board of Management

Dr Nguyen Dang Quang	Chief Executive Officer
Mr Nguyen Thieu Nam	Deputy Chief Executive Officer
Mr Michael Hung Nguyen	Deputy Chief Executive Officer
Mr Nguyen Anh Nguyen	Deputy Chief Executive Officer
Mr Seokhee Won	Deputy Chief Executive Officer (until 27 February 2018)

Legal representative

Dr Nguyen Dang Quang	Chairman Chief Executive Officer
----------------------	-------------------------------------

Registered Office

Suite 802, 8th Floor, Central Plaza
17 Le Duan Street
Ben Nghe Ward, District 1
Ho Chi Minh City
Vietnam

Masan Group Corporation
Separate balance sheet as at 30 September 2018

Form B 01a – DN
(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

	Code	Note	30/9/2018 VND	1/1/2018 VND
ASSETS				
Current assets (100 = 110 + 120 + 130 + 150)	100		1,500,234,313,130	1,450,395,265,773
Cash and cash equivalents	110	4	5,700,843,316	129,224,525,040
Cash	111		5,700,843,316	40,325,525,040
Cash equivalents	112		-	88,899,000,000
Short-term financial investments	120		24,348,390,000	44,210,730,000
Held-to-maturity investments	123	5(a)	24,348,390,000	44,210,730,000
Accounts receivable – short-term	130	6	1,455,640,061,216	1,265,150,900,563
Accounts receivable from customers	131		11,956,387,767	11,632,964,654
Prepayments to suppliers	132		1,648,517,562	89,100,808
Other receivables	136		1,442,035,155,887	1,253,428,835,101
Other current assets	150		14,545,018,598	11,809,110,170
Short-term prepaid expenses	151		3,262,809,811	251,667,808
Taxes receivable from State Treasury	153		11,282,208,787	11,557,442,362
Long-term assets (200 = 210 + 220 + 240 + 250 + 260)	200		21,040,671,566,529	21,106,739,653,822
Account receivable – long-term	210	6	2,258,962,144,348	2,258,495,044,988
Other long-term receivables	216		2,258,962,144,348	2,258,495,044,988
Fixed assets	220		3,778,547,235	4,771,031,643
Tangible fixed assets	221	7	3,713,558,576	4,556,195,803
Cost	222		27,610,311,886	27,435,580,956
Accumulated depreciation	223		(23,896,753,310)	(22,879,385,153)
Intangible fixed assets	227	8	64,988,659	214,835,840
Cost	228		4,697,122,903	4,697,122,903
Accumulated amortization	229		(4,632,134,244)	(4,482,287,063)
Long-term assets in progress	240		4,904,512,573	118,585,500
Construction in progress	242		4,904,512,573	118,585,500
Long-term financial investments	250		18,761,519,586,507	18,798,446,091,448
Investments in subsidiaries	251	5(b)	14,382,682,508,871	14,419,609,013,812
Investments in an associate	252	5(c)	4,378,837,077,636	4,378,837,077,636
Other long-term assets	260		11,506,775,866	44,908,900,243
Long-term prepaid expenses	261	9	11,506,775,866	44,908,900,243
TOTAL ASSETS (270 = 100 + 200)	270		22,540,905,879,659	22,557,134,919,595

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

Masan Group Corporation
Separate balance sheet as at 30 September 2018 (continued)

Form B 01a – DN
(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)

	Code	Note	30/9/2018 VND	1/1/2018 VND
RESOURCES				
LIABILITIES (300 = 310 + 330)	300		10,022,238,840,409	10,957,863,435,238
Current liabilities	310		1,076,407,173,742	1,103,426,768,571
Accounts payable to suppliers	311		8,443,523,206	444,586,400
Taxes payable to State Treasury	313		-	29,244,600
Accrued expenses	315	10	225,966,554,159	250,260,648,457
Other payables	319	11	25,512,096,377	56,267,289,114
Short-term borrowings	320	12	816,485,000,000	796,425,000,000
Long-term liabilities	330		8,945,831,666,667	9,854,436,666,667
Long-term borrowings and bonds	338	12	8,945,831,666,667	9,854,436,666,667
EQUITY (400 = 410)	400		12,518,667,039,250	11,599,271,484,357
Owners' equity	410	13	12,518,667,039,250	11,599,271,484,357
Share capital	411	14	11,631,495,480,000	11,573,739,740,000
Capital surplus	412	14	6,855,489,345,096	6,855,539,345,096
Other capital	414	15	(1,695,338,182,568)	(1,695,338,182,568)
Treasury shares	415		(6,518,087,064,615)	(6,518,087,064,615)
Undistributed profit after tax	421		2,245,107,461,337	1,383,417,646,444
- Undistributed profit brought forward	421a		1,383,417,646,444	30,023,103,428
- Undistributed profit for the current period	421b		861,689,814,893	1,353,394,543,016
TOTAL RESOURCES (440 = 300 + 400)	440		22,540,905,879,659	22,557,134,919,595

29 October 2018

Prepared by:


Doan Thi My Duyen
 Chief Accountant

Approved by:




Michael Hung Nguyen
 Deputy Chief Executive Officer
 Chief Financial Officer

Dr Nguyen Dang Quang
 Chairman
 Chief Executive Officer

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

Masan Group Corporation
Separate statement of income for the period ended 30 September 2018

Form B 02a – DN
(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)

	Code	Note	From 1/7/2018 to 30/9/2018 VND	From 1/7/2017 to 30/9/2017 VND	From 1/1/2018 to 30/9/2018 VND	From 1/1/2017 to 30/9/2017 VND
Financial income	21	16	215,341,929,713	6,589,024,516	1,703,142,163,228	1,243,116,961,973
Financial expenses	22	17	237,546,111,111	196,523,417,947	706,084,456,323	575,059,610,848
<i>In which: Interest expense</i>	23		226,061,111,111	196,337,792,947	683,709,304,795	573,730,042,532
General and administration expenses	26		37,893,918,952	43,013,689,730	135,367,892,012	103,473,356,940
Net operating (loss)/profit (30 = 21 – 22 – 26)	30		(60,098,100,350)	(232,948,083,161)	861,689,814,893	564,583,994,185
Other expenses	32		-	-	-	86,017,227
Results of other activities (40 = 32)	40		-	-	-	(86,017,227)
Accounting (loss)/profit before tax (50 = 30 + 40)	50		(60,098,100,350)	(232,948,083,161)	861,689,814,893	564,497,976,958
Income tax expense – current	51		-	-	-	-
Income tax expense – deferred	52		-	-	-	-
Net (loss)/profit after tax (60 = 50 - 51 - 52)	60		(60,098,100,350)	(232,948,083,161)	861,689,814,893	564,497,976,958

29 October 2018

Prepared by:



Doan Thi My Duyen
Chief Accountant

Approved by:



Michael Hung Nguyen
*Deputy Chief Executive Officer
 Chief Financial Officer*



Dr. Nguyen Dang Quang
*Chairman
 Chief Executive Officer*

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

Masan Group Corporation
Separate statement of cash flows for the period ended 30 September 2018
(Indirect method)

Form B 03a – DN
(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)

	Code	Note	From 1/1/2018 to 30/9/2018 VND	From 1/1/2017 to 30/9/2017 VND
CASH FLOWS FROM OPERATING ACTIVITIES				
Accounting profit before tax	01		861,689,814,893	564,497,976,958
Adjustments for				
Depreciation and amortization	02		1,167,215,338	1,752,825,661
Net unrealised foreign exchange loss/(gain)	04		19,736,394,817	(1,365,157,127)
Profits from investing activities	05		(1,701,240,038,234)	(1,240,979,111,079)
Interest expense	06		683,709,304,795	573,730,042,532
Operating loss before changes in working capital	08		(134,937,308,391)	(102,363,423,055)
Increase in receivables and other assets	09		(5,874,596,940)	(1,878,905,739)
Decrease in payables and other liabilities	11		(33,657,313,930)	(11,838,832,417)
Decrease in prepaid expenses	12		30,390,982,374	30,957,177,771
			(144,078,236,887)	(85,123,983,440)
Interest paid	14		(585,800,555,555)	(327,915,188,681)
Net cash flows from operating activities	20		(729,878,792,442)	(413,039,172,121)
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for additions to fixed assets and other long-term assets	21		(4,960,658,003)	(203,881,578)
Payment for term deposit at banks	23		(89,348,390,000)	(1,437,730,730,000)
Receipts from collected term deposits	24		109,210,730,000	1,569,138,950,000
Payments for investments in a subsidiary	25		-	(1,700,000,000,000)
Collections on disposal of investments	26		379,584,000,000	7,568,000,000
Receipts of interest income and dividends	27		154,180,906,651	1,941,230,232,594
Net cash flows from investing activities	30		548,666,588,648	380,002,571,016

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

Masan Group Corporation
Separate statement of cash flows for period ended 30 September 2018
(Indirect method - continued)

Form B 03a – DN
(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)

	Code	Note	From 1/1/2018 to 30/9/2018 VND	From 1/1/2017 to 30/9/2017 VND
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from equity issued	31		57,705,740,000	98,726,000,000
Proceeds from borrowings	33		-	2,410,000,000,000
Payments to settle borrowings	34		-	(369,000,000,000)
Payments of dividends	36		(17,400,000)	(2,276,495,772,000)
Net cash flows from financing activities	40		57,688,340,000	(136,769,772,000)
Net cash flows during the period (50 = 20 + 30 + 40)	50		(123,523,863,794)	(169,806,373,105)
Cash and cash equivalents at the beginning of the period	60		129,224,525,040	499,923,209,801
Effect of exchange rate fluctuations on cash and cash equivalents	61		182,070	(162,873)
Cash and cash equivalents at the end of the period (70 = 50 + 60)	70	4	5,700,843,316	330,116,673,823

NON-CASH INVESTING AND FINANCING ACTIVITIES

	From 1/1/2018 to 30/9/2018 VND	From 1/1/2017 to 30/9/2017 VND
Net-off dividend receivable with loan and interest payable to a subsidiary	1,019,918,630,139	-

29 October 2018

Prepared by:



Doan Thi My Duyen
Chief Accountant

Approved by:




Michael Hung Nguyen
Deputy Chief Executive Officer
Chief Financial Officer



Dr. Nguyen Dang Quang
Chairman
Chief Executive Officer

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

Masan Group Corporation
Notes to the separate financial statements for period ended 30 September 2018

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

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

1. Reporting entity

(a) Ownership structure

Masan Group Corporation (“the Company”) is a joint stock company incorporated in Vietnam.

(b) Principal activities

The principal activity of the Company is investment holding.

(c) Normal operating cycle

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

2. Basis of preparation

(a) Statement of compliance

These financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting. The Company prepares and issues its consolidated financial statements separately. For a comprehensive understanding of the Company’s consolidated financial position, its consolidated results of operations and its consolidated cash flows, these separate financial statements should be read in conjunction with the consolidated financial statements.

(b) Basis of measurement

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

(c) Annual accounting period

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

Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2018

(continued)

Form B 09a – DN

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

(d) Accounting currency

The Company's accounting currency is Vietnam Dong ("VND"), which is also the currency used for financial statement presentation purpose.

3. Summary of significant accounting policies

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

(a) Foreign currency transactions

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

Monetary assets and liabilities denominated in currencies other than VND are translated into VND at the end of the accounting period quoted by the commercial bank where the Company most frequently conducts transactions.

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

(b) Cash and cash equivalents

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

(c) Investments

(i) Held to maturity investments

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

Masan Group Corporation
Notes to the separate financial statements for period ended 30 September 2018
(continued)

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

(g) Construction in progress

Construction in progress represents the costs of leasehold improvement for new office which has not been fully completed. No depreciation is provided for construction in progress during the period of renovation.

(h) Long-term prepaid expenses

(i) Tools and instruments

Tools and instruments include assets held for use by the Company in the normal course of business whose costs of individual items are less than VND30 million and therefore not qualified for recognition as fixed assets under prevailing regulation. Cost of tools and instruments are amortized on a straight-line basis over a period ranging from 2 to 3 years.

(ii) Consulting service fees

Consulting services fees are amortized on a straight-line basis over three years.

(i) Trade and other payables

Account payables to suppliers and other payables are stated at their cost.

(j) Bonds issued

Straight bonds

At initial recognition, straight bonds are measured at cost which comprises proceeds from issuance net of issuance costs. Any discount, premium or issuance costs are amortized on a straight-line basis over the term of the bond.

(k) Equity

(i) Share capital and capital surplus

Ordinary shares are stated at par value. The difference between proceeds from issuance of shares over the par value is recorded in capital surplus. Incremental costs directly attributable to the issue of shares, net of tax effects, are recognized as a deduction from capital surplus.

(ii) Other capital

Agreements to issue a fixed number of shares in the future are recognized based on their fair values at the dates of the agreements under other capital if there are no other settlement alternatives.

Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2018

(continued)

Form B 09a – DN

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

(iii) Treasury shares

When shares recognized as equity are repurchased, the amount of the consideration paid, which includes directly attributable costs, net of tax effects, is recognized as a reduction from equity. Repurchased shares are classified as treasury shares under equity.

(l) Taxation

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

Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantially enacted at the balance sheet date, and any adjustment to tax payable in respect of previous periods.

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

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

(m) Financial income

Financial income comprises interest income from deposits, loans and foreign exchange gains. Interest income is recognized on a time proportion basis with reference to the principal outstanding and the applicable interest rate.

(n) Financial expense

Financial expenses comprise interest expenses on borrowings, bonds, foreign exchange losses, amortized borrowing cost and losses from disposal investments. Interest expenses are recognized as an expense in the period in which they are incurred, except where the borrowing costs relate to borrowings in respect of the construction of qualifying assets, in which case the borrowing costs incurred during the period of construction are capitalised as part of the cost of the assets concerned.

(o) Related parties

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

Masan Group Corporation
Notes to the separate financial statements for period ended 30 September 2018
(continued)

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

4. Cash and cash equivalents

	30/9/2018 VND	1/1/2018 VND
Cash on hand	87,308,966	110,708,966
Cash in banks	5,613,534,350	40,214,816,074
Cash equivalents	-	88,899,000,000
	<hr/> 5,700,843,316	<hr/> 129,224,525,040 <hr/>

Cash equivalents represented term deposits at banks with original terms to maturity of three months or less from their transactions dates.

5. Investments

	30/9/2018 VND	1/1/2018 VND
Short-term financial investments		
Held-to-maturity investments - short-term (a)	24,348,390,000	44,210,730,000
	<hr/>	<hr/>
Long-term financial investments		
Investment in subsidiaries (b)	14,382,682,508,871	14,419,609,013,812
Investment in an associate (c)	4,378,837,077,636	4,378,837,077,636
	<hr/> 18,761,519,586,507	<hr/> 18,798,446,091,448 <hr/>

(a) Held-to-maturity investments

Held-to-maturity investments – short-term represented deposits at bank with remaining terms to maturity of less than twelve months from the reporting date.

Masan Group Corporation
Notes to the separate financial statements for period ended 30 September 2018 (continued)

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

(b) Investments in subsidiaries

Details of the Company's investments in direct subsidiaries were as follows:

	30/9/2018			1/1/2018				
	% of equity owned	% of voting rights	Cost VND	Allowance for diminution in value VND	Fair value VND	Allowance for diminution in value VND	Fair value VND	
▪ MasanConsumerHoldings Company Limited ("MCH")	85.7%	85.7%	516,600,000,000	-	(**)	516,600,000,000	-	(**)
▪ Masan Horizon Company Limited ("MH")	99.9%	99.9%	11,950,000,000,000	-	(**)	11,950,000,000,000	-	(**)
▪ Masan Nutri-Science Corporation ("MNS") (*)	80.8%	80.8%	1,916,082,508,871	-	(**)	1,953,009,013,812	-	(**)
			14,382,682,508,871	-	(**)	14,419,609,013,812	-	(**)

(*) In January 2018, the Company sold 0.80% equity interest in MNS to PENM III Germany GmbH & Co. Kg and in February and March 2018, the Company also sold 0.76% equity interest in MNS to non-controlling interests.

(**) At the reporting date, fair value of these investments was not available.

Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2018 (continued)

Form B 09a – DN

(Issued under Circular No. 200/2014/TT-BTC

dated 22 December 2014 of the Ministry of Finance)

(c) Investment in an associate

Details of the Company's cost of investment in an associate was as follows:

	30/9/2018		1/1/2018				
	% of equity owned	% of voting rights	Cost VND	Allowance for diminution in value VND	Cost VND	Allowance for diminution in value VND	Fair value VND
Vietnam Technological and Commercial Joint Stock Bank ("Techcombank")	15.00%	15.00%	4,378,837,077,636	-	4,378,837,077,636	-	4,378,837,077,636

(*) At the reporting date, fair value of the investment was determined by reference to the market price on Ho Chi Minh Stock Exchange.

Masan Group Corporation
Notes to the separate financial statements for period ended 30 September 2018
(continued)

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

6. Accounts receivable – short-term and long-term

Other receivables – short-term comprised:

	30/9/2018	1/1/2018
	VND	VND
Receivables from related parties	1,252,016,202,236	1,252,337,892,836
Dividend receivable from a subsidiary	184,285,714,286	-
Accrued interest receivables	1,143,046,901	945,754,802
Short-term deposits	34,500,000	29,500,000
Others	4,555,692,464	115,687,463
	<hr/>	<hr/>
	1,442,035,155,887	1,253,428,835,101
	<hr/>	<hr/>

Other receivables – long-term comprised:

	30/9/2018	1/1/2018
	VND	VND
Long-term deposit	2,925,994,360	2,458,895,000
Other long-term receivables from related parties	2,256,036,149,988	2,256,036,149,988
	<hr/>	<hr/>
	2,258,962,144,348	2,258,495,044,988
	<hr/>	<hr/>

Masan Group Corporation**Notes to the separate financial statements for period ended 30 September 2018****(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)***7. Tangible fixed assets**

	Leasehold improvements VND	Office equipment VND	Total VND
Cost			
Opening balance	21,399,524,698	6,036,056,258	27,435,580,956
Additions	-	174,730,930	174,730,930
Closing balance	21,399,524,698	6,210,787,188	27,610,311,886
Accumulated depreciation			
Opening balance	17,017,575,932	5,861,809,221	22,879,385,153
Charge for the period	938,996,208	78,371,949	1,017,368,157
Closing balance	17,956,572,140	5,940,181,170	23,896,753,310
Net book value			
Opening balance	4,381,948,766	174,247,037	4,556,195,803
Closing balance	3,442,952,558	270,606,018	3,713,558,576

Masan Group Corporation**Notes to the separate financial statements for period ended 30 September 2018****(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)***8. Intangible fixed assets**

	Software VND
Cost	
Opening/closing balance	4,697,122,903
Accumulated amortization	
Opening balance	4,482,287,063
Charge for the period	149,847,181
Closing balance	4,632,134,244
Net book value	
Opening balance	214,835,840
Closing balance	64,988,659

9. Long-term prepaid expenses

	Tools and supplies VND	Consulting services VND	Total VND
Opening balance	213,080,293	44,695,819,950	44,908,900,243
Additions	248,533,232	-	248,533,232
Amortization for the period	(128,792,642)	(33,521,864,967)	(33,650,657,609)
Closing balance	332,820,883	11,173,954,983	11,506,775,866

Masan Group Corporation
Notes to the separate financial statements for period ended 30 September 2018
(continued)

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

10. Accrued expenses

	30/9/2018 VND	1/1/2018 VND
Accrued interest expenses	217,771,666,667	231,176,547,566
Consultant fee	4,182,365,773	4,229,583,720
Others	4,012,521,719	14,854,517,171
	<hr/> 225,966,554,159	<hr/> 250,260,648,457

11. Other payables

	30/9/2018 VND	1/1/2018 VND
Dividend payable	11,130,000	28,530,000
Others	25,500,966,377	56,238,759,114
	<hr/> 25,512,096,377	<hr/> 56,267,289,114

12. Borrowings and bonds

	30/9/2018 VND	1/1/2018 VND
Short-term borrowings		
Current portion of long-term borrowings	816,485,000,000	796,425,000,000
	<hr/>	<hr/>
Long-term borrowings and bonds		
Long-term borrowings and bonds	9,762,316,666,667	10,650,861,666,667
Repayable within twelve months	(816,485,000,000)	(796,425,000,000)
	<hr/> 8,945,831,666,667	<hr/> 9,854,436,666,667

Masan Group Corporation
Notes to the separate financial statements for year ended 30 September 2018 (continued)

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

13. Change in owners' equity

	Share capital VND	Capital surplus VND	Other capital VND	Treasury shares VND	Undistributed profits after tax VND	Total VND
Balance as at 1 January 2017	7,680,756,740,000	10,649,796,345,096	(1,695,338,182,568)	(641,110,498,916)	30,023,103,428	16,024,127,507,040
Net profit for the year	-	-	-	-	1,353,394,543,016	1,353,394,543,016
Issuance of bonus shares	3,794,207,000,000	(3,794,207,000,000)	-	-	-	-
Issuance of new shares	98,776,000,000	(50,000,000)	-	-	-	98,726,000,000
Purchases of treasury shares	-	-	-	(5,876,976,565,699)	-	(5,876,976,565,699)
Balance as at 31 December 2017	11,573,739,740,000	6,855,539,345,096	(1,695,338,182,568)	(6,518,087,064,615)	1,383,417,646,444	11,599,271,484,357
Balance at 1 January 2018	11,573,739,740,000	6,855,539,345,096	(1,695,338,182,568)	(6,518,087,064,615)	1,383,417,646,444	11,599,271,484,357
Net profit for the period	-	-	-	-	861,689,814,893	861,689,814,893
Issuance of new shares	57,755,740,000	(50,000,000)	-	-	-	57,705,740,000
Balance at 30 September 2018	11,631,495,480,000	6,855,489,345,096	(1,695,338,182,568)	(6,518,087,064,615)	2,245,107,461,337	12,518,667,039,250

Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2018

(continued)

Form B 09a – DN*(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)***14. Share capital and capital surplus**

The Company's authorised and issued share capital comprises:

	30/9/2018		1/1/2018	
	Number of shares	VND	Number of shares	VND
Authorised share capital	1,163,149,548	11,631,495,480,000	1,157,373,974	11,573,739,740,000
Issued share capital				
Ordinary shares	1,163,149,548	11,631,495,480,000	1,157,373,974	11,573,739,740,000
Treasury shares				
Ordinary shares	(109,899,932)	(6,518,087,064,615)	(109,899,932)	(6,518,087,064,615)
Shares in circulation				
Ordinary shares	1,053,249,616	10,532,496,160,000	1,047,474,042	10,474,740,420,000
Capital surplus	-	6,855,489,345,096	-	6,855,539,345,096

All ordinary shares have a par value of VND10,000. Each share is entitled to one vote at meetings of the Company. Shareholders are entitled to receive dividends as declared from time to 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 reissued.

On 2 October 2018 ("Closing Date"), the Company successfully reissued 109,899,932 treasury shares to SK Group at VND100,000 per share with a total consideration of approximately VND11 trillion. And the Company also provided the option to SK Group to require the Company or a party nominated by the Company to acquire all treasury shares sold to SK Group from the fifth year to the sixth year after Closing Date at price VND100,000 per share (to be adjusted accordingly for any share split, share bonus, sub-division, reverse share split, consolidation or similar transaction) in the event that SK Group in its absolute discretion determines that the Company and SK Group fail to materialize the value creation and synergies from this partnership or disagree on the strategic directions of the Company. This option will lapse if SK Group sells any of treasury shares unless agreed otherwise between the Company and SK Group.

Movements in share capital during the period were as follows:

	From 1/1/2018 to 30/9/2018		From 1/1/2017 to 31/12/2017	
	Number of shares	VND	Number of shares	VND
Balance at beginning of the period	1,157,373,974	11,573,739,740,000	768,075,674	7,680,756,740,000
Issuance of bonus shares	-	-	379,420,700	3,794,207,000,000
Insurance of new shares at par for cash	5,775,574	57,755,740,000	9,877,600	98,776,000,000
Balance at the end of the period	1,163,149,548	11,631,495,480,000	1,157,373,974	11,573,739,740,000

Masan Group Corporation**Notes to the separate financial statements for period ended 30 September 2018****(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)***15. Other capital**

Agreements to issue a fixed number of shares in the future are recognized based on their fair values at the dates of the agreements under other capital if there are no other settlement alternatives.

16. Financial income

	From 1/1/2018 to 30/9/2018 VND	From 1/1/2017 to 30/9/2017 VND
Dividend from a subsidiary	1,349,858,714,286	973,151,229,857
Gain on disposal of an investment	344,236,013,814	-
Interest income from deposits	8,723,828,889	11,517,385,957
Interest income from loans to subsidiaries	-	254,457,443,495
Foreign exchange gains	323,606,239	1,408,710,883
Other investing activities	-	2,582,191,781
	<hr/> 1,703,142,163,228	<hr/> 1,243,116,961,973 <hr/>

17. Financial expenses

	From 1/1/2018 to 30/9/2018 VND	From 1/1/2017 to 30/9/2017 VND
Interest expense on loans/bonds from:		
• Bondholders and others	674,031,250,000	520,430,398,696
• Subsidiary	9,678,054,795	53,299,643,836
Foreign exchange losses	20,060,000,000	43,553,305
Loss from disposal of an investment	1,578,518,755	729,140,011
Others	736,632,773	556,875,000
	<hr/> 706,084,456,323	<hr/> 575,059,610,848 <hr/>

Masan Group Corporation**Notes to the separate financial statements for period ended 30 September 2018****(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)***18. Significant transactions with related parties**

In addition to related parties' balances disclosed in other notes to these separate financial statements, the Company had the following transactions with related parties in accordance with Vietnamese Accounting Standards during the period:

Related Party	Nature of transaction	From 1/1/2018 to 30/9/2018 VND	From 1/1/2017 to 30/9/2017 VND
Direct Subsidiary			
Masan Horizon Company Limited	Loan collected from a subsidiary	-	1,500,000,000,000
	Interest income from loan provided	-	254,457,443,495
Masan Consumer Holdings Company Limited	Dividend income	214,285,714,286	973,151,229,857
Masan Nutri-Science Corporation	Dividend income	1,135,573,000,000	-
Indirect Subsidiaries			
Agro Nutrition International Joint Stock Company	Loan received from a subsidiary	-	910,000,000,000
	Interest expense from loan received	9,678,054,795	53,299,643,836
	Loan repaid	-	369,000,000,000
	Loans repaid through net-off with dividend receivable from MNS	937,000,000,000	-
	Interest repaid through net-off with dividend receivable from MNS	82,918,630,139	-
Key management personnel	Remuneration to key management personnel (*)	12,225,265,106	7,870,962,249

(*) *No board fees were paid to Board of Directors members for the periods ended 30 September 2018 and 30 September 2017.*

Masan Group Corporation

Notes to the separate financial statements for period ended 30 September 2018

(continued)

Form B 09a – DN

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

19. Subsequent event

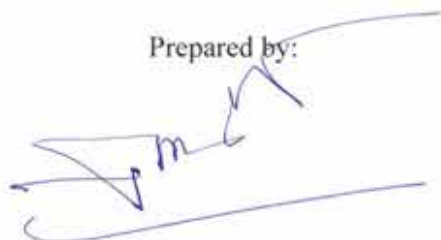
On 2 October 2018, the Company successfully reissued 109,899,932 treasury shares to SK Group at VND100,000 per share for a total consideration of approximately VND11 trillion.

20. Explanation of the net profit movement

The Company net loss after tax during 3Q2018 was VND68 billion compared to net loss after tax of VND232 billion in last corresponding period, mainly due to there was dividend income amounting of VND214 billion from MCH.

29 October 2018

Prepared by:



Doan Thi My Duyen
Chief Accountant

Approved by:



Michael Hung Nguyen
*Deputy Chief Executive Officer
Chief Financial Officer*

Dr. Nguyen Dang Quang
*Chairman
Chief Executive Officer*