

AUDITED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED 31 DECEMBER 2022

KCP VIETNAM INDUSTRIES LTD
VIETNAM

KCP VIETNAM INDUSTRIES LTD, VIETNAM
(A 100% foreign invested company licensed and incorporated in S.R. Viet Nam)

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REPORT OF THE BOARD OF MANAGEMENT AND GENERAL DIRECTOR

The Board of Management present this report together with the audited financial statements for the fiscal year ended 31st December 2022.

• **Introduction**

KCP Vietnam Industries Limited (“Company”) was established as a 100% foreign invested enterprise in Vietnam under Investment License No. 1969/GP dated 09/08/1997, 1969/GPDC1 dated 26/06/1998, 1969/GPDC2 dated 23/04/1999, 1969/GPDC3 dated 19/05/2000, 1969/GPDC4 dated 22/08/2005, 1969/GPDC5 dated 16/06/2006 issued by Ministry of Planning and Investment. License No. 1969/GCND6/36/1 dated 02/10/2007, 361 023 000 028 dated 27/10/2011, License No.361 023 000 025 dated 06/04/2011 for Dong Xuan Bio-fertilizer project, License No.361 023 000 026 dated 06/04/2011 for Son Hoa Bio-fertilizer project, Amendment License no. 361 023 000 028 dated 13/04/2011 to incorporate some corrections in the License no. 361 023 000 014 dated 08/12/2009, Amendment No.2 dated 27/10/2011 and Amendment No.3 dated 18/04/2013 to License No.361 023 000 028 and Certificate No.03/GXN Dated 25/09/2013 issued by Province Peoples’ Committee (PPC) of Phu Yen, Amendment No.4 dated 19/09/2014 to License No.361 023 000 028 issued by PPC of Phu Yen for the expansion of the Son Hoa sugar refinery, Amendment No.5 dated 13/05/2015 to License no 361 023 000 028 incorporating additional details and Investment Certificate no 2130740315 dt 10/11/2015 issued by Department of Planning and Investment (DPI), Phu Yen province to set up a 60,000 Liters/day capacity distillery unit, Investment Certificate No. 3002111545 dt 04/01/2016 to invest on a 60 MW Biomass power project, Certificate No.3724/16 dt 10/08/2016 to incorporate change in the content of the business field in the Business Registration Certificate, Amendment No.6 dated 10/08/2016 and Amendment No.7 dated 08/02/2017 and Amendment No.8 dated 17/01/2022 to Business Registration Certificate issued by DPI, Phu Yen Province.

• **Total Investment Capital and Legal Capital of the company as on 31.12.2022 are as follows:**

Legal capital	:	USD 30,485,000
Investment capital:		USD 103,987,000

• **Head office:**

Address	:	24/3 street, Cung Son Town, Son Hoa District, Phu Yen Province
Tel	:	0084 257 3861613
Fax	:	0084 257 3861616
Tax code	:	3300100811

• **Principal Activity:**

Production of sugar, sugar by-products, Fuel Ethanol, Food Grade Alcohol and by products of Alcohol, components, spare parts, metal containers, sugarcane seed, bio-fertilizer and power.

During the year the following resolutions have been passed by the Member's Council

1. On 21/02/2022: To approve of short-term loan at Vietnam Joint Stock Commercial Bank for Industry and Trade, Phu Yen Branch for the purpose of business and production of KCP Vietnam Industries Ltd., with a maximum amount of loan of 300,000,000,000 VND (Three hundred billion Vietnam dongs only) and further resolved that to approve of availing short term loan without pledging Company's fixed assets/sugar stocks.
2. On 21/02/2022: To approve of short-term loan at Joint Stock Commercial Bank for Investment and Development of Vietnam, Binh Dinh Branch for the purpose of business and production KCP Vietnam Industries Limited with a maximum amount of loan of 400,000,000,000 VND (Four hundred billion Vietnam dongs only) and further resolved that to approve of availing short-term loan without pledging Company's fixed assets/sugar stocks.

Board of Management:

The Board of Management and the General Director of the company from 06th March, 2020 till the date of this report are:

Board of Management

FULL NAME	POSITION
Dr.Velagapudi Lakshmana Indira Dutt	Director and Chairperson
Mrs.Velagapudi Kavitha Dutt	Director
Mr.Chitturi Ravi Kumar	Director
Mr.P.S.Kumar	Director
Mr.K.V.S.R.Subbaiah	Director and General Director

General Director: Mr.K.V.S.R.Subbaiah

Comments on the results for the year 2022

Crushing operation was commenced for the season 2021-22 on 08/02/2022 and 12/01/2022 and closed on 02/06/2022 and 22/06/2022 at Son Hoa and Dong Xuan units respectively. Son Hoa plant was operated at 7,000 TCD capacity with 30 MW Power Cogeneration plant to export the power to the national grid and Dong Xuan unit was operated at 1,000 TCD capacity. Though the installed capacity of the Son Hoa factory is 10,000 TCD, it was operated at around 7,000 TCD only due to

unusual rains during summer from 31/03/2022 which delayed the harvest and reduced the quality of the sugarcane. The total sugar cane crushed was 746,942 MTs. Raw sugar was produced at Dong Xuan unit and transferred to Son Hoa unit for conversion in to high quality refined sugar. Company improved the sugar production by refining the locally sourced raw sugar. Company continued to purchase sugarcane based on CCS to draw the attention of the farming community to improve the sugar cane quality with a minimum assured price. The CCS and extraneous matter were evaluated based on the technical standard issued by Ministry of Agriculture and Rural Development.

Compared to the previous season, the raw material availability for the milling was increased by 28%, the sugarcane area was increased by 23% while maintaining the average sugarcane yield and the sugar cane quality was reduced by 5%. Company purchased sugarcane at the highest prices in the history of the Company based on the prevailing sugar prices.

The power exported under new FIT (Feed in Tariff) 7.03 US Cents/KWH was 63,499,301 KWH. Japan and South Korea offered high FIT for power plants consuming bio fuels to meet the 'Carbon Neutral Goal' which attracted big quantity of bio fuel exports from Vietnam. Hence adequate quantity of bio fuels at affordable prices could not be sourced to continue operation of power plant during off season after consuming surplus bagasse.

Subsequent to Decision no. 1578/QD-BCT dt 15/06/2021 to impose Anti-Dumping and Anti Subsidy tax to a tune of 47.64% in aggregate on sugar imported with origin from Thailand, Ministry of Industry and Trade (MOIT) issued decision No. 1514/QD-BCT dt 01/08/2022 to initiate Anti-Circumvention measures and imposed similar tax rates on par with sugar of Thailand origin on sugar imports from five other ASEAN countries Indonesia, Malaysia, Cambodia, Laos and Myanmar while exempting six sugar companies three from Laos, two from Myanmar and one from Indonesia. This has stabilized the domestic sugar prices in line with good international sugar prices with a positive outlook for the Vietnam sugar industry.

The international and domestic sugar prices maintained strongly during the year. Though there was strong surge in sugar exports from India, strong oil prices due to conflict between Russia and Ukraine and reduction in global sugar stocks contributed to the strong sugar prices during the year in spite of measures from governments to counter inflation.

Though continued sugar imports from ASEAN countries posed threat to domestic sugar industry before initiation of MOIT's Anti Circumvention measure from 01/08/2022, improved production and better sugar prices with stable consumption have contributed to the satisfactory business performance of the Company.

Company's raw material zone received good rains during the year. Though cost of fertilizer went up, with good returns on sugarcane during 2021-22 season and favorable weather conditions, farming community took initiative to plant additional sugarcane area to cash upon the incentive policies for

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plant crops announced by the Company. Overall farmers could plant sugarcane meeting 90% of the estimate. Company also expanded sugarcane area to neighboring districts by signing investment contracts with farmers. The sugarcane area gained 26% and the sugarcane yield is expected to be higher for 2022-23 season compared to the crop 2021-22.

Production

Total sugar, molasses and power production details during the year 2022 are as follows:

Particulars	Unit	Production	Total
White Sugar (Refined Grade)	MTs	15,637	80,689
Refined Sugar	MTs	65,052	
Molasses	MTs	37,481	37,481
Power exported to the grid	Kwh	63,499,301	63,499,301

Sales

During the year 74,923 tons of sugar was sold with an opening stock of 8,187 tons and leaving a closing stock of 13,953 tons. In addition, 37,481 tons of molasses was sold with an opening stock of Nil tons and leaving a closing stock of Nil as on 31st December 2022.

During the year, total power sold to EVN (Electricity of Vietnam) is 63,499,301 Kwh.

Financial Indicators of the Business

1.	Asset and Equity Structure	2022	2021
1.1	Asset Structure		
	Long Term Assets / Total Assets (%)	24.27%	28.67%
	Current Assets / Total Assets (%)	75.73%	71.33%
1.2	Equity Structure		
	Total Liabilities / Total Resources (%)	14.63%	9.44%
	Owner's Equity / Total Resources (%)	85.37%	90.56%
2.	Liquidity		
2.1	Current Ratio (times)	8.90 times	20.70 times
2.2	Quick Ratio (times)	7.85 times	19.13 times
3.	Profitability		
3.1	Profit Margin		
	Net Profit Before Tax / Total Revenue (%)	18.71%	26.09%
	Net Profit After Tax / Total Revenue (%)	18.71%	26.09%
3.2	Return on Assets		
	Net Profit Before Tax / Total Assets (%)	11.60%	18.83%
	Net Profit After Tax / Total Assets (%)	11.60%	18.83%
3.3	Return on Equity		
	Net Profit After Tax / Owners' Equity (%)	13.59%	20.80%

Future Prospects

For the season 2022-23, crushing operation was commenced at Son Hoa unit from 02/01/2023 and at Dong Xuan unit from 31/01/2023. Company issued the sugar cane purchase policy based on the CCS with a minimum assured price. With improved sugarcane area, it is estimated that the sugarcane availability for the 2022-2023 crushing season will be over one million tons and Company is going to source raw sugar to improve the production. Based on the strong prevailing sugar prices and considering higher cost of production of sugarcane due to high fertilizer cost, good sugarcane purchase price is announced the highest in the history of the Company and Vietnam.

The investment policies in the form of seed, fertilizer, cash and mechanization on the raw material zone are continued. Company declared non-refundable cash incentive of 5.0 to 7.0 M'VND per ha for new sugarcane plantations and special incentives for irrigation systems for 2023-24 season to encourage farming community to continue to plant sugarcane. Incentives in the form of interest waive off on seed, fertilizer, cash, irrigation systems and mechanization investment, soft interest rate on cash investment outside the investment policy and internal transport subsidy are being continued by the Company to provide relief to the farming community. The sugarcane area for 2023-24 is estimated to increase by over 10% compared to 2022-23 and is estimated to meet around 93% of the raw material requirement subjected to favorable weather conditions.

With strong sugarcane and sugar prices backed by the trade remedial measures initiated by MOIT on sugar imported from ASEAN countries, the outlook for the Vietnam sugar industry is bright for next 4 years. For 2022-23 season the Vietnam sugar production from sugarcane is estimated at around 950,000 Tons against a projected demand of around 2,000,000 Tons. So it will be a huge opportunity for Vietnam sugar industry to recover the raw material zone by taking care of the interest of farming community with favorable investment and purchase policies. However the Vietnam market is opened for free sugar imports and any wide fluctuation in the international sugar prices may impact the domestic sugar prices and consumption.

The international sugar prices are ruling high since beginning of the year 2023 based on estimates indicating 5% lower sugar production from India than the initial estimate. With diversion of more than 10% sugar to Ethanol production to meet E10 mix target earlier than scheduled, the sugar exports from India are likely to be much lower than previous year. Over 5 years, there was gradual increase in sugar consumption whereas the sugar production was mostly unchanged in the world. Hence the movement of international sugar prices are likely to be linked majorly to oil prices and sugar production costs of top sugar exporting countries.

Based on the Investment Certificate no 2130740315 dt 10/11/2015 issued by DPI, Phu Yen province to invest on a 60 KLPD Capacity Distillery project at Son Hoa unit to produce Fuel Grade Ethanol and Food Grade Alcohol with by products Technical Alcohol, CO₂ and Fusel Oil, Company acquired

the required land of over 15 ha. Company will review the project profile and feasibility to carry out the formalities to revise the investment license to implement the project.

Based on Investment Certificate No. 3002111545 dt 04/01/2016 to invest on a 60 MW Biomass power project, Company already invested on 30 MW Cogeneration power project. To implement the second phase 30 MW independent Biomass power project, Company is assessing the availability of adequate bio fuels at feasible prices as this project will be operated with both surplus bagasse from sugar factory and other bio mass fuels. The revised FIT from Government of Vietnam for the independent bio mass power project is 8.47 US cents/ KWH with effective from 25th April, 2020.

Company is working with local authorities to identify the land for the proposed expansion of the Sugar production chain and Bio fertilizer production facility at Dong xuan Unit.

Company submitted application to PPC, Phu Yen for initial approval to invest on a project for production of disposable rubber gloves for medical sector which is projected to have a long term demand with a good annual growth rate. The location selected is in the Ba Ban Industrial Zone adjacent to the present land boundary of the Company.

Financial position and business results

The financial position as of 31st December 2022, the business results and the cash flows for the year then ended of the company have been expressed in the financial statements attached to this report (from page 10 to page 32).

Subsequent events

The Directors of the company hereby confirm that there have been no events from 31st December 2022 to the date of this report, which need any adjustments on the figures or the disclosures in the financial statements.

Auditors

Alliance Auditing & Consulting Company Limited expressed their inability to continue to provide audit services due to internal restructuring and Company engaged ASCO Firm Auditing and Valuation Company Limited – HCM City branch as external auditing Company of the Company with effective from 1st April 2022.

ASCO Firm Auditing and Valuation Company Limited- HCM City branch have performed the audit on the company's financial statements for this fiscal year and have expressed their willingness to be appointed as the Company's external auditing Company in the coming years. ASCO Firm Auditing and Valuation Company Limited –HCM City branch operates under first Registration certificate (Code of branch No. 0102374170-088) dated 05/03/2016 and second Amendment on 25/03/2021.

Confirmations from the Board of Management

The Directors of the company are responsible for the preparation of the financial statements to give a true and fair view of the financial position as of the balance sheet date, the business results and the cash flows of the company for each of the company's fiscal year. In order to prepare these financial statements, the Directors must:

- select the appropriate accounting policies and apply them consistently;
- make judgments and estimates prudently;
- announce the accounting standards to be followed for the material issues to be disclosed and explained in the financial statements and
- Prepare the financial statements of the company on the basis of the going-concern assumption, except for the cases that the going-concern assumption is considered inappropriate.

The Directors hereby ensure that all the requirements mentioned above have been followed when the financial statements are prepared, that all the accounting books of the company have been fully recorded and can fairly reflect the financial position of the company at any time and that all the financial statements have been prepared in compliance with the Vietnamese accounting system and standards.

The Directors are also responsible to protect the assets of the Company and consequently have preceded appropriate measures to prevent and to detect frauds and other irregularities.

We, the Directors of the company, confirm that all the accompanying financial statements and the notes to the financial statements have been properly prepared and have given a true and fair view of the financial position as of 31st December 2022, the business results and the cash flows for the year then ended of the company in compliance with the Vietnamese accounting system and standards as well as other related regulations.



Dr. Velagapudi Lakshmana Indira Dutt
Chairperson
On behalf of the Board of Management
Phu Yen Province, S.R. Vietnam.
Date: 03.02.2023



K.V.S.R. Subbaiah
General Director

No. 417/2023/BCKT/ASCO-HCM

INDEPENDENT AUDITOR'S REPORT

To: Board of Management and General Director of KCP Vietnam Industries Limited

We have audited the accompanying financial statements of KCP Vietnam Industries Limited for the fiscal year ended 31 December 2022 prepared on 03 February 2023 on pages from 10 to 32 including Balance sheet, Income statement, Cash flow and Notes to the financial statements of your Company attached with hereafter.

Management's responsibility for the financial statements

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

Auditor's responsibility

Our responsibility is to express an opinion on these 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 Company's financial statements are free from material misstatement.

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

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

Opinions

In our opinion, in the all material respects, these financial statements give a true and fair view of the financial position of the Company as at 31 December 2022, and of the results of its operations and its cash flow for the year then ended in accordance with Vietnamese accounting standards, Vietnamese enterprise accounting system and the statutory regulations relevant to preparation and presentation of financial statements.

Asco Firm Auditing and Valuation Co., Ltd. - Ho Chi Minh City Branch



Dang Tran Kien – Director

Audit Practicing Registration

Certificate No. 1260-2023-149-1

Ho Chi Minh City, 03 February 2023



Dang Duc Chuyen – Auditor

Audit Practicing Registration

Certificate No. 0345-2023-149-1

BALANCE SHEET

As on 31.12.2022

Unit: 1,000 dong

Items	Code	Notes	As on 31/12/2022	As on 31/12/2021
1	2	3	4	5
ASSETS				
A. CURRENT ASSETS	100		1,995,018,547	1,638,835,320
I Cash and cash equivalents	110		22,244,229	5,707,028
1 Cash	111	V.1	22,244,229	5,707,028
2 Cash equivalents	112		-	-
II. Short-term investments	120		1,173,050,000	1,066,590,000
1 Short term investments	121	V.2	1,173,050,000	1,066,590,000
III. Accounts receivable	130		564,691,384	441,213,278
1 Short-term trade receivables	131	V.3	216,263,555	208,437,230
2 Short-term advances to suppliers	132	V.3	6,709,426	4,374,657
3 Other short-term receivables	136	V.3	341,718,403	228,401,392
IV. Inventories	140		233,662,354	124,232,705
1 Inventories	141	V.4	233,662,354	124,232,705
V. Other current assets	150		1,370,580	1,092,309
1 Short-term prepaid expenses	151	V.5	1,370,580	1,092,309
2 Value added tax deductible	152	V.5	-	-
B. LONG-TERM ASSETS	200		639,440,380	658,771,188
I. Long-term accounts receivable	210		-	-
II. Fixed assets	220		532,106,126	607,134,352
1 Tangible fixed assets	221	V.6	532,106,126	607,134,352
-Historical Cost	222		1,493,950,475	1,487,835,844
-Accumulated depreciation	223		(961,844,349)	(880,701,492)
-Historical Cost	228	V.6	456,190	456,190
-Accumulated Amortization	229		(456,190)	(456,190)
III. Investment Property	230		-	-
IV. Long-term assets in progress	240		12,334,254	11,636,835
1 Construction in progress	242	V.7	12,334,254	11,636,835
V. Long term investments	250		95,000,000	40,000,000
1 Investments held to maturity	255	V.8	95,000,000	40,000,000
VI. Other long-term assets	260		-	-
TOTAL ASSETS(A+B)	270		2,634,458,927	2,297,606,508

KCP VIETNAM INDUSTRIES LTD

(A 100% foreign invested company licensed and incorporated in S.R.Vietnam)

FINANCIAL STATEMENTSFrom 01st January 2022 to 31st December 2022

Items	Code	Notes	As on 31/12/2022	As on 31/12/2021
LIABILITIES AND OWNER'S EQUITY				
C. LIABILITIES	300		385,573,371	217,002,776
I. Current liabilities	310		224,264,492	79,185,954
1 Short-term trade payables	311	V.09	13,536,464	14,494,437
2 Short-term advance from customers	312	V.09	41,102,031	34,373,412
3 Taxes and amount payable to state budget	313	V.10	4,931,131	6,245,421
4 Payable to employees	314	V.11	12,518,827	14,028,006
5 Short-term accrued expenses	315	V.12	4,269,883	3,757,927
6 Other short-term payables	319	V.13	4,256,929	6,286,751
7 Short-term loan and financial lease	320	V.14	143,649,227	-
II. Long-term liabilities	330		161,308,879	137,816,823
1 Science and technology development funds	343	V.15	161,308,879	137,816,823
D. OWNER'S EQUITY	400		2,248,885,556	2,080,603,732
I. Owner's equity	410		2,248,885,556	2,080,603,732
1 Paid-in capital	411	V.16	545,856,275	545,856,275
2 Undistributed earnings	421	V.16	1,703,029,281	1,534,747,457
- Undistributed earnings up to prior year-end	421a		1,397,362,936	1,102,026,054
- Net profit after tax this period	421b		305,666,345	432,721,403
II. Other sources and funds	430		-	-
TOTAL LIABILITIES AND OWNER'S EQUITY	440		2,634,458,927	2,297,606,508



Dr. Velagapudi Lakshmana Indira Dutt

Chairperson

On behalf of the Board of Management

Phu Yen Province, S.R. Vietnam

Date: 03/02/2023




K.V.S.R. Subbaiah

General Director


K.V. Rajasekhar

Manager (Finance)


KCP VIETNAM INDUSTRIES LTD

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FINANCIAL STATEMENTSFrom 01st January 2022 To 31st December 2022**INCOME STATEMENT**From 01st January 2022 to 31st December 2022

Unit: 1,000 dong


Items	Code	Notes	From 01/01/2022 to 31/12/2022	From 01/01/2021 to 31/12/2021
1	2	3	4	5
Revenues from sale of goods & rendering of services	01	VI.1	1,633,897,266	1,658,527,074
Less: deduction	02		10,399,313	721,826
Net revenues from sale of goods & rendering of services	10		1,623,497,953	1,657,805,248
Cost of goods sold	11	VI.2	1,244,851,561	1,142,474,768
Gross profit from sale of goods & rendering of services	20		378,646,392	515,330,480
Financial income	21	VI.3	68,321,778	53,158,962
Financial expenses	22	VI.4	12,659,293	7,855,942
- In which: Interest	23		12,602,343	7,855,942
Selling expenses	24	VI.5	57,189,463	45,347,965
General & administration expenses	25	VI.6	71,525,492	82,579,843
Operating profit / (loss)	30		305,593,922	432,705,693
Other income	31	VI.7	72,423	15,710
Other expenses	32		-	-
Other Profit (31 - 32)	40		72,423	15,710
Net Profit Before Tax	50	V.10.1	305,666,345	432,721,403
Current Income Tax	51	V.10.1	-	-
Deferred Income Tax	52		-	-
Net Profit After Tax	60	V.10.1	305,666,345	432,721,403


Dr. Velagapudi Lakshmana Indira Dutt
 Chairperson

On behalf of the Board of Management
 Phu Yen Province, S.R. Vietnam
 Date: 03/02/2023



K.V.S.R. Subbaiah
 General Director


K.V. Rajasekhar
 Manager (Finance)

KCP VIETNAM INDUSTRIES LTD

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FINANCIAL STATEMENTSFrom 01st January 2022 to 31st December 2022**CASH FLOWS STATEMENT**

(As per the Indirect Method)

31/12/2022

Unit: 1000 dong

Items	Code	Notes	Current Year	Previous Year
I. CASH FLOWS FROM OPERATING ACTIVITIES				
1. Net profit/(loss) before tax	01		305,666,345	432,721,403
2. Adjustments for:				
Depreciation for fixed assets and investment properties	02	V.6	81,142,857	80,874,603
Provisions	03		-	-
Gain (loss) from foreign exchange differences	04		-	-
Gain (loss) from investing activities	05		-	-
Loan interest expenses	06	VI.4	12,602,343	7,855,942
Other adjustments	07		-	-
3. Operating profit/(loss) before changes in working capital	08		399,411,545	521,451,948
(Increase)/decrease in receivables	09		(123,756,376)	(103,469,737)
(Increase)/decrease in inventories	10		(109,429,649)	116,525,618
Increase/(decrease) in payables	11		917,355	26,671,735
(Excluding interest payable, corporation income tax)				
Increase/(decrease) in prepaid expenses	12		511,957	(1,249,470)
Interests trading securities			-	-
Interest paid	13		(12,602,343)	(7,855,942)
Business income tax paid	14		-	-
Other receipts from operating activities	15		-	-
Other payments on operating activities	16		23,492,057	35,804,947
Net cash flows from operating activities	20		178,544,545	587,879,098
II. CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of fixed assets and other long-term assets	21	V.6,7	(6,812,050)	(6,514,042)
Proceeds from disposals of fixed assets and other long-term assets	22		-	-
Loans given and purchases of debt instruments of other entities	23		-	-
Collections of loans given and disposals of debt instruments of other entities	24		1,120,890,000	864,600,000
Investments in other entities	25		(1,282,350,000)	(1,306,040,000)
Withdrawals of investments in other entities	26		-	-
Receipts of loan interests, dividends and profit shared	27		-	-
Net cash flows from investing activities	30		(168,272,050)	(447,954,042)
III. CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from borrowings	33		1,154,776,492	833,881,417
Repayments of borrowings	34		(1,011,127,265)	(900,654,295)
Dividends and profit paid to the owners	36		(137,384,521)	(69,225,000)
Net cash flows from financing activities	40		6,264,706	(135,997,878)
Net cash flows during the period	50		16,537,201	3,927,178

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CASH FLOWS STATEMENT - Contd.,

Unit: 1,000 dong

Items	Code	Notes	Current Year	Previous Year
Cash and cash equivalents at the beginning of the year/(period)	60	V.1	5,707,028	1,779,850
Effects of fluctuations in foreign exchange rates	61			-
Cash and cash equivalents at the end of the year/(period)	70	V.1	22,244,229	5,707,028

Dr. Velagapudi Lakshmana Indira Dutt
 Chairperson
 On behalf of the Board of Management
 Phu Yen Province, S.R. Vietnam
 Date: 03/02/2023



K.V.S.R. Subbaiah
 General Director

K.V. Rajasekhara
K.V. Rajasekhara
 Manager (Finance)

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(A 100% foreign invested company licensed and incorporated in S.R. Vietnam)

FINANCIAL STATEMENTS

For the fiscal year ended 31st December 2022

NOTES TO THE FINANCIAL STATEMENTS

For the fiscal year 2022

These notes are integral part of and should be read in conjunction with the financial statements from 01st January 2022 to 31st December 2022 of KCP VIETNAM INDUSTRIES LTD, VIETNAM (“the Company”).

I. OPERATION FEATURES

1. **Investment form** : A 100% foreign-owned company.
2. **Operating field** : Production and processing.
3. **Main operations** : Production of sugar, sugar by-products and power.

II. FISCAL YEAR AND STANDARD CURRENCY USED IN ACCOUNTING

1. **Fiscal year**
The fiscal years of the company are from 01st January to 31st December annually.
2. **Standard currency unit**
The standard currency unit used is Vietnam Dong (VND).

III. ACCOUNTING SYSTEM AND STANDARDS

1. **Accounting system**
The Company applies the Vietnamese Enterprise Accounting System in accordance with the Circular No. 200/2014/TT-BTC dated 22 December 2014 issued by Ministry of Finance and relevant amendment documents.
2. **Statement on the compliance with the accounting system and standards**
The Directors ensure to follow all the requirements of the prevailing Vietnamese accounting system and Standards in the preparation of these financial statements.
3. **Accounting form**
The company has applied the general journal recording form.

IV. ACCOUNTING POLICIES

1. **Accounting convention**
All the financial statements are prepared in accordance with the historical cost convention.
2. **Cash and cash equivalents**
Cash and cash equivalents include cash on hand, cash in bank and cash in transit and short-term Investments of which the due dates cannot exceed 3 months from the dates of the investments and the Convertibility into cash is easy and which do not have a lot of risks in the conversion into cash.

KCP VIETNAM INDUSTRIES LIMITED

(A 100% foreign invested company licensed and incorporated in S.R. Vietnam)

FINANCIAL STATEMENTS

For the fiscal year ended 31st December 2022

Notes to the financial statements (cont.)

3. Inventories

Inventories are recorded at their original costs. Costs include purchasing expenses, processing expenses and other directly related costs to bring the inventories to the current positions and conditions.

Costs of inventories are determined in accordance with the weighted average method and recorded in line with the perpetual method.

Provision for devaluation of inventories is recognized when their costs are higher than their net realizable values. Net realizable values are the estimated selling prices of inventories less the estimated expenses on product completion and other necessary expenses on product consumption.

4. Trade receivable and other receivable

Trade receivable and other receivable are recognized at the values on supporting documents and invoices.

5. Tangible fixed assets

Fixed assets are determined by their historical costs less accumulated depreciation. Historical costs of fixed assets include all the expenses of the company to have these fixed assets as of the dates they are ready to be put into use. Other expenses incurred subsequent to the initial recognition are included in historical costs of fixed assets only if they certainly bring more economic benefits in the future thanks to the use of these assets. Those which do not meet the above conditions will be recorded into expenses during the period.

When a fixed asset is sold or disposed, its historical cost and accumulated depreciation are written off, then any gain/ (loss) arisen are posted into the income or the expenses during the period.

6. Borrowing costs

Borrowing costs are included into expenses during the period. In case the borrowing costs are directly related to the construction or the production of an asset in progress, which has taken a substantial period of time (over 12 months) to get ready for intended use or sales of the asset, these costs will be capitalized.

In the event of general borrowings which are partly used for acquiring, constructing or producing an asset in progress, the costs eligible for capitalization will be determined according to the capitalization rates applied to average accumulated expenditure on that asset. The capitalization rates are computed at the average interest rates on the borrowings not yet paid during the period, except for particular borrowings serving the purpose of obtaining a specific asset.

7. Corporate income tax

In accordance with Investment License No.361 023 000 028 dated 13.05.2015, the tax company has to pay to the state budget:

Corporate Income Tax equal to 10% of yearly profit. The company is exempted from Corporate Income Tax for 4 years from the year when the company starts to earn profit and granted a 50% reduction for the 4 subsequent years for 3000 TCD project and Tax exemption for 04 years and a 50% reduction of the payable tax amount for subsequent 07 years for expansion of sugar refinery project from 3000 TCD to 5000 TCD.

In accordance with Investment License No.361 023 000 028 dated 13.05.2015 and Decree No.218/ND9-CP dated 26/12/2013: The company may choose to enjoy CIT incentives for their operating projects for the remaining duration for sugar refinery project to 10,000 TCD.

KCP VIETNAM INDUSTRIES LIMITED

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FINANCIAL STATEMENTS

For the fiscal year ended 31st December 2022

Notes to the financial statements (cont.)

In accordance with Decree No.12/2015/ND-CP dated 12/02/2015 and Circular No.96/2015/TT-BTC dated 22/06/2015, the company is exempted from Corporate Income Tax.

Corporate income tax during the period includes current income tax and deferred income tax.

Current income tax is the tax amount computed based on the taxable income during the period at the tax rates applied as of the balance sheet date. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures as well as those of non-taxable or non-deductible income and expenses.

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

Book values of deferred corporate income tax assets are considered at the balance sheet dates and will be reduced to the rates that ensure enough taxable income against which the benefits from a part of or all of the deferred income tax can be used.

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

8. Foreign currency translation

Transactions in currencies other than the Company's reporting currency of VND are recorded at the actual exchange rates ruling at the date of the transaction.

At the end of the period, monetary balances denominated in foreign currencies are translated at the actual transaction exchange rates at the balance sheet dates which are determined as follows:

- Monetary assets are translated at buying exchange rate of the commercial bank where the Company conduct transactions regularly; and
- Monetary liabilities are translated at selling exchange rate of the commercial bank where the Company conducts transactions regularly.

All realized and unrealized foreign exchange differences are taken to the income statement.

The exchange rates used as at 31/12/2022:

Selling rate : VND 23,730 /USD

Selling rate : VND 295.39/INR

9. Recognition of sales

Sales of finished goods are recognized when most of risks and benefits associated with the goods ownership are transferred to customers and there are no uncertain factors related to payments, additional costs or sales returns.

KCP VIETNAM INDUSTRIES LIMITED

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FINANCIAL STATEMENTS

For the fiscal year ended 31st December 2022

Notes to the financial statements (cont.)

Sales of service provision are recognized when there are no uncertain factors related to payments or additional costs. In case that the services are to be provided in many accounting periods, the determination of sales in each period is done on the basis of the service completion rate as of the balance sheet date.

V. ADDITIONAL INFORMATION ON THE ITEMS OF THE BALANCE SHEET

Unit: 1,000 dongs

1. Cash and cash equivalents:

	<u>2022</u>	<u>2021</u>
Cash on hand	114,252	669,392
Cash in bank	22,129,977	5,037,636
Total	<u>22,244,229</u>	<u>5,707,028</u>

2. Short-term Investments:

	<u>2022</u>	<u>2021</u>
BIDV, Binh Dinh	233,100,000	51,000,000
HD Bank, Phu Yen	166,200,000	279,490,000
Vietin Bank, Phu Yen	249,900,000	314,000,000
ACB Bank	8,500,000	-
Sacom Bank	436,500,000	266,600,000
Kienlong Bank	9,200,000	62,900,000
Bac A Bank	-	72,600,000
Viet Post Bank	30,150,000	-
Agri Bank	39,500,000	20,000,000
	<u>1,173,050,000</u>	<u>1,066,590,000</u>

3. Accounts receivable:

	<u>2022</u>	<u>2021</u>
Trade Accounts Receivable	216,263,555	208,437,230
Prepayment to suppliers	6,709,426	4,374,657
Other receivable	341,718,403	228,401,392
Total	<u>564,691,384</u>	<u>441,213,279</u>

Details of accounts receivable: Please see attachment.

4. Inventories:

	<u>2022</u>	<u>2021</u>
Tools and supplies	43,580,692	39,134,436
Finished goods	190,081,662	85,098,269
Total	<u>233,662,354</u>	<u>124,232,705</u>

KCP VIETNAM INDUSTRIES LIMITED

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FINANCIAL STATEMENTS

For the fiscal year ended 31st December 2022

Notes to the financial statements (cont.)

5. Other current assets

	<u>2022</u>	<u>2021</u>
Prepaid Insurance Expenses	1,370,580	1,092,309
Total	<u>1,370,580</u>	<u>1,092,309</u>

6. Tangible & Intangible fixed assets: Please see attachment**7. Construction-in-progress**

	<u>Beginning Balance 2022</u>	<u>Increases During the year</u>	<u>Transfer to fixed assets</u>	<u>Ending Balance 2022</u>
Plant & Machinery	4,027,453	4,571,742	3,938,253	4,660,942
Pre-Operative expenses	105,150	20,880	-	126,030
Buildings	2,937,997	43,050	-	2,981,047
Ethanol Plant	4,566,235	-	-	4,566,235
Total	<u>11,636,835</u>	<u>4,635,672</u>	<u>3,938,253</u>	<u>12,334,254</u>

8. Long term investments

	<u>2022</u>	<u>2021</u>
Long term investment (bonds) in Banks	95,000,000	40,000,000
Total	<u>95,000,000</u>	<u>40,000,000</u>

9. Payable to suppliers & Advances from Customers:

	<u>2022</u>	<u>2021</u>
Trade Accounts Payable	13,536,464	14,494,437
Advances from Customers	41,102,031	34,373,412
Total	<u>54,638,495</u>	<u>48,867,849</u>

Details of accounts payable: Please see attachment

10. Taxes and other obligations to the State Budget

	<u>Beginning balance 2022</u>	<u>Amount payable during the year</u>	<u>Amount paid during the year</u>	<u>Ending balance 2022</u>
VAT	6,170,720	66,156,264	67,396,490	4,930,494
VAT for import goods	-	782,717	782,717	-
License fees	-	4,000	4,000	-
Export, import taxes	-	353,823	353,823	-
Land Tax	74,105	128,520	202,625	-
Natural resource tax	596	113,057	113,016	637
Total	<u>6,245,421</u>	<u>67,538,381</u>	<u>68,852,671</u>	<u>4,931,131</u>

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FINANCIAL STATEMENTS

For the fiscal year ended 31st December 2022

Notes to the financial statements (cont.)

10.1. Corporate Income Tax payable and profit after tax in the period:

Unit: 1,000 dongs

-Total Profit before Tax	305,666,345
-Operating Income	305,666,345
-Corporate income tax payable	0
-Net Profit after tax	305,666,345
	Unit: Dongs
Profit before tax as per Income Statement	305,666,344,772
Add: Expenses of Son Hoa (Not Allowed)	150,776,000
Add: Expenses of Dong Xuan (Not Allowed)	19,500,000
Profit before exemptions	305,836,620,772
Tax Payable	30,583,662,077
Exemption 100% As per Circular 78/2014/TT-BTC – Dt 18.06.2014	30,583,662,077
CIT Payable	0

11. Payable to employees

	<u>2022</u>	<u>2021</u>
Payable to employees	12,518,827	14,028,006
Total	<u>12,518,827</u>	<u>14,028,006</u>

12. Accrued expenses and other provisions

	<u>2022</u>	<u>2021</u>
Accrued expenses	4,269,883	3,757,927
Total	<u>4,269,883</u>	<u>3,757,927</u>

13. Other payable

	<u>2022</u>	<u>2021</u>
Trade Union fee	164,822	276,238
Staff Income Tax Payable	219,775	285,183
Other Payables	3,872,332	5,725,330
Total	<u>4,256,929</u>	<u>6,286,751</u>

14. Short-term loan and financial lease

	<u>2022</u>	<u>2021</u>
Vietin Bank, Phu Yen	143,649,227	-
Closing balance	<u>143,649,227</u>	<u>-</u>

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FINANCIAL STATEMENTS

For the fiscal year ended 31st December 2022

Notes to the financial statements (cont.)

15. Scientific and technological development fund*15.1 Scientific and technological development fund*

	<u>2022</u>	<u>2021</u>
Opening balance	64,901,927	22,663,337
Increase during the year	34,000,000	46,000,000
Utilizing Fund	(57,994)	(3,761,410)
Closing balance	<u>98,843,933</u>	<u>64,901,927</u>

15.2 Scientific and technological development fund that forms fixed assets

	<u>2022</u>	<u>2021</u>
Opening balance	72,914,895	79,348,538
Increase during the year	57,994	3,761,410
Utilizing Fund (depreciation expenses)	(10,507,943)	(10,195,053)
Closing balance	<u>62,464,946</u>	<u>72,914,895</u>

16. Owner's equity**Owners invested equity as follows**

	<u>As in the company's charter</u>		<u>Legal capital already invested (USD)</u>
	<u>USD</u>	<u>Rate (%)</u>	
The KCP Ltd	20,323,332	66.667	20,323,332
The G V Reddy Irrevocable Trust	4,996,152	16.389	4,996,152
Dr V L Dutt KCP Welfare fund	4,742,111	15.556	4,742,111
Subba Rao Vallabhaneni	84,681	0.278	84,681
Uma Subba Rao Vallabhaneni	84,681	0.278	84,681
Devasena Vallabhaneni	84,681	0.278	84,681
Krishna Prasad Vallabhaneni	84,681	0.278	84,681
Raghuveer Vallabhaneni	84,681	0.278	84,681
Total	<u>30,485,000</u>	<u>100%</u>	<u>30,485,000</u>

Statement of fluctuations in owner's equity

	<u>Capital</u>	<u>Retained earnings</u>	<u>Total</u>
Opening balance of the previous year	545,856,275	1,171,251,054	1,717,107,329
Capital increased in the previous year	-	-	-
Profit of the previous year	-	432,721,403	432,721,403
Profit distribution of the previous year	-	(69,225,000)	(69,225,000)
Closing balance of the previous year	<u>545,856,275</u>	<u>1,534,747,457</u>	<u>2,080,603,732</u>
Opening balance of the current year	545,856,275	1,534,747,457	2,080,603,732
Capital increased in the year	-	-	-
Profit of the current year	-	305,666,345	305,666,345
Profit distribution of the current year	-	(137,384,521)	(137,384,521)
Closing balance of the current year	<u>545,856,275</u>	<u>1,703,029,281</u>	<u>2,248,885,556</u>

KCP VIETNAM INDUSTRIES LIMITED

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FINANCIAL STATEMENTS

For the fiscal year ended 31st December 2022

Notes to the financial statements (cont.)

VI. ADDITIONAL INFORMATION ON THE ITEMS OF THE INCOME STATEMENT

Unit: 1,000 dongs

1. Sales	2022	2021
Gross sales	1,633,897,266	1,658,527,074
<i>Sales of goods</i>	<i>1,530,598,226</i>	<i>1,539,528,641</i>
Deductions:	10,399,313	721,826
<i>Sales of power</i>	<i>103,299,039</i>	<i>118,998,433</i>
Net sales	1,623,497,953	1,657,805,248
<i>In which:</i>		
<i>Sales of goods</i>	<i>1,520,198,914</i>	<i>1,538,806,815</i>
<i>Sales of power</i>	<i>103,299,039</i>	<i>118,998,433</i>
2. Costs of goods sold		
2.1 Costs of sugar & sugar by-products	2022	2021
Direct materials	1,082,411,675	834,055,475
Direct labor	48,939,211	40,986,619
General production expenses	117,306,214	77,290,016
Total production expenses	1,248,657,100	952,332,110
Differences on work-in-process	-	-
Total costs of goods produced	1,248,657,100	952,332,110
Differences of finished goods	(104,983,393)	77,520,470
Costs of finished goods	1,143,673,707	1,029,852,580
2.2 Cost of power	2022	2021
Direct materials	53,404,878	65,193,066
Direct labor	4,537,272	5,183,556
General production expenses	43,235,705	42,245,566
Cost of power produced	101,177,854	112,622,188
Total	1,244,851,561	1,142,474,768
3. Financial income	2022	2021
Interest received from banks	68,321,778	53,158,962
Total	68,321,778	53,158,962
4. Financial expenses	2022	2021
Interest on Long-term and Short-term loan	12,602,343	7,855,942
Loss on unrealized foreign exchange	56,950	-
Total	12,659,293	7,855,942

KCP VIETNAM INDUSTRIES LIMITED

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FINANCIAL STATEMENTSFor the fiscal year ended 31st December 2022**Notes to the financial statements (cont.)****5. Selling expenses**

	2022	2021
Packing Materials	10,963,875	13,553,322
Freight - outward	35,835,878	23,097,580
Other expenses	10,389,710	8,697,063
Total	57,189,463	45,347,965

6. Administrative overheads

	2022	2021
Expenses for employees & benefits	30,511,481	31,468,309
Depreciation of fixed assets	364,977	425,623
Provision for Science & Technology Fund	34,000,000	46,000,000
Other Administrative overheads	6,649,034	4,685,911
Total	71,525,492	82,579,843

7. Other income

	2022	2021
Miscellaneous receipts	72,423	15,710
Total	72,423	15,710

KCP VIETNAM INDUSTRIES LIMITED

(A 100% foreign invested company licensed and incorporated in S.R. Vietnam)

FINANCIAL STATEMENTS

For the fiscal year ended 31st December 2022

Notes to the financial statements (cont.)

VII. Additional Information:

1. Transactions with related parties.

Related parties of the Company include:

<u>Related parties</u>	<u>Relationship</u>
The KCP Ltd	The parent company

During the year, the company has made the following transactions with the related parties:

	Unit: 1,000 VND	
	2022	2021
The KCP Ltd		
Purchase of Spares, Machinery & Equipment	-	-
Payments	-	-

2. Some items of overall evaluation of the operating and finance performance of the Business:

Please refer to the Report of Board of Management and General Director – item “Financial Indicators of the Business”

3. Events after closing date

No events after closing date have affected significantly in the following fiscal years and have been adjusted or mentioned in the financial statement.

4. Comparative figures

The beginning balances in the financial statements of KCP Vietnam Industries Limited are based on the audited report issued on 28 January 2022 by Alliance Auditing & Consulting Co., Ltd.


Dr. Velagapudi Lakshmana Indira Dutt

Chairperson


On behalf of Board of Management

Phu Yen Province, S.R. Vietnam

Date:03/02/2023




K.M.S.R. Subbaiah
General Director


K.V. RAJASEKHAR
Manager (Finance)

KCP VIETNAM INDUSTRIES LIMITED

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FINANCIAL STATEMENTSFor the fiscal year ended 31st December 2022**AMOUNT RECEIVABLE FROM CUSTOMERS
ACCOUNT CODE : 131 (DR)***Unit: 1,000 dongs*

Sl.No.	Name of the Customer	Amount
1	Acecook Viet Nam Joint Stock Co.	10,993,424
2	Branch Acecook Vietnam JSC - Binh Duong	349,414
3	Minh Ta Industrial Foodstuff Co. Ltd	113,850
4	Phu Yen Food Industries Liability Co	50,950
5	Nhat Quang Khanh Hoa One Member Co Ltd	19,600
6	Choimex Food Jointstock Co.	15,584,450
7	Purator Grand - Place Viet Nam Ltd	6,936,615
8	URC Vietnam Co. Ltd	41,129,689
9	Khanh Hoa Sanest Beverages JSC	1,988,374
10	Huynh Thi Thanh Thoa	6,060
11	Yakult Vietnam Co. Ltd	702,362
12	Meizan CLV Corporation	1,790,804
13	Khanh Hoa Salanganes Nest Soft Drink JSC	2,744
14	Di Minh Co. Ltd	59,300
15	Binh Dinh Pharmaceutical and Medical Equipment JSC	140,701
16	Unilever Vietnam International Co Ltd	10,517,514
17	Lothamilk JSC	1,329,468
18	Branch Acecook Vietnam JSC - Hung Yen	436,775
19	Branch Acecook Vietnam JSC - Vinh Long	312,850
20	Acecook Viet Nam Joint Stock Co. - Danag Branch	194,248
21	Tran Minh Hao	81,000
22	Trade Union of Aviation Ground Service Co Ltd	12,120
23	Friendship Hotel JSC	5,880
24	Nguyen Tan Hien	3,920
25	Vo Thi Duyen Tho	3,184
26	Quy Nhon Mineral Water Jointstock Co.	1,411,000
27	Friesland Campina Vietnam Co Ltd	56,958,744
28	Red Bull (Vietnam) Company Limited	16,481,493
29	HH Food Co Ltd	3,920
30	Joint Venture Co Ltd - Nhatrang Sailing Club	1,980
31	Branch Acecook Vietnam JSC- Bac Ninh	240,030
32	Nestle Vietnam Co Ltd	22,430,289
33	Uniben Jointstock Co	3,239,942
34	Perfetti Van Melle Vietnam Ltd	10,088,595
35	Hieneken Vietnam Brewery Co Ltd	3,234,058
36	Phu Yen Post Office	167,200
37	Pepsico Vietnam Food Co Ltd	443,209
38	Oanh Vu Cake Co Ltd	19,600
39	Tan Quang Minh Co Ltd	4,758,600
40	Thai Cuc Co Ltd	19,600
41	Electric Selling - Buying Company	4,000,000
	Total	216,263,555

KCP VIET NAM INDUSTRIES LIMITED

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FINANCIAL STATEMENTSFor the fiscal year ended 31st December 2022**DETAILS OF ADVANCE TO SUPPLIERS
ACCOUNT CODE : 331 (DR)***Unit: 1,000 dongs*

SI.No.	Name of the Supplier	Amount
1	Environment and natural resouce technical center	19,000
2	Industrial consultancy Center PY	195,455
3	Nguyen Phuc Tri	35,000
4	Nam Thanh Long Converyor manufacture Co. Ltd	21,600
5	Fice cail- KCP Ltd	2,497,340
6	Kim Ngoc Khanh trade & construction Co.Ltd	1,700,000
7	1/5 Co.Ltd	2,044,917
8	Office of registering land using right- Phu Yen	30,969
9	Thanh Long environment Co.Ltd	140,145
10	Quang Anh Phat import export trading one member Co.Ltd	25,000
	Total	6,709,426

KCP VIET NAM INDUSTRIES LIMITED

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FINANCIAL STATEMENTSFor the fiscal year ended 31st December 2022**OTHER SHORT TERM RECEIVABLES
ACCOUNT CODE : 136***Unit: 1,000 dong*

Sl.No.	Description	Amount
1	Other receivable	34,746,348
2	Travel advance to staff	87,951
3	Purchase advance to staff	315
4	Salary advance	1,884
5	Misc advance	7,654
6	Miscellaneous deposit	20,000
7	Advance to HCM office	3,364
8	Cash loan to farmers	108,756,959
9	Deposit- Distillery project	2,000,000
10	Cash loan to farmers (implements)	8,154,831
11	Additional cash loans to farmers	3,078,408
12	Filter cake loans to farmers	6,721,251
13	Seed loan to farmers	33,838,983
14	Fertilizer loan to farmers	144,300,453
	Total	341,718,403

KCP VIET NAM INDUSTRIES LIMITED

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FINANCIAL STATEMENTSFor the fiscal year ended 31st December 2022**AMOUNT PAYABLE TO SUPPLIERS
ACCOUNT CODE : 331 (CR)***Unit: 1,000 dong*

Sl.No.	Name of the Supplier	Amount
1	Tan Minh Construction and Thermal Mechanic Ltd	329,803
2	Chau Khac Tung (Harvester)	139,812
3	Nam Khanh construction & survey Co.Ltd	2,923
4	Kien Tao Consultant & Cons.Co.Ltd	37,550
5	DB Co.Ltd	49,140
6	Thanh Long environment Co.Ltd	308,822
7	Truong Phat T.P Mechanical Co., Ltd	997,422
8	Tien Thanh Dat Consultancy & Construction Ltd	8,800
9	Alpha printing trading service company limited	38,447
10	DNTN van tai & du lich cuc tu	5,620
11	Thang Long engineering-trading-production co.,ltd	17,600
12	Ezone trading& service company limited	7,600
13	Vo Le Vu	5,348
14	Hung Lan company ltd,	4,347
15	Vi The production service trading company limited	39,096
16	Dao Sy Anh	6,844
17	Bat Tuan trading company limited	10,694
18	Nguyen Xuan Hung	5,677
19	Nguyen Thi Minh Hien	11,810
20	Phu Huu petrol station	15,954
21	Phuc Thanh technology company limited	6,600
22	Y Hong Nga enterprise	13,600
23	P&C warehouse logistics ltd	701,563
24	Tan Duy Linh electronic & information	96,360
25	Tay Ho restaurant	139,210
26	Thai Minh trading & informatics co,ltd	2,580
27	Viettel phu yen - branch of army telecom corporation	13,500
28	Thien Ky company limited	46,222
29	BSI Viet Nam company ltd	25,300
30	T.M.C joint stock company	12,462
31	Hoang Anh industrial technology company limited	31,208
32	Hop Long technology jsc	827
33	Hoang Kim industrial equipment one member co.,ltd	43,759
34	Nguyen Thi Xuan	16,492
35	Vinh Loi trade & trans co.,ltd	27,140
36	Kim Thanh Loi ser-transport co. Ltd	6,111
37	Tuy Hoa industrial gas jsc (tuygasco)	18,424
38	BCC co.,ltd	161,903
39	Xuan Phan trans. Trading enterprise	10,260
40	Hai Son bags manufacturing company ltd	32,973
41	Kim Nguyen shop	554
42	Haledco technology and trade promotion company limited	4,333
43	An Trong Tin process technology ltd.,	8,127
44	Fives cail - kcp limited	470,091
45	Trong Nghia photocopy service office	33,117
46	Son Ha trade & transport enterprise	27,540
47	Ly Anh Tuan co., ltd	27,540
48	Thanh Dat Phu Yen transport co.ltd	1,500
49	Dat technology co.,ltd	411,182
50	An Phu chemical & environment joint stock company	255,286
51	Sunresin new materials co.,ltd	1,495,568
52	S.T.D & D co., ltd	43,185

KCP VIET NAM INDUSTRIES LIMITED

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FINANCIAL STATEMENTSFor the fiscal year ended 31st December 2022**AMOUNT PAYABLE TO SUPPLIERS
ACCOUNT CODE : 331 (CR)***Unit: 1,000 dong*

Sl.No.	Name of the Supplier	Amount
53	Mechanical engineering & metallurgy jsc	285,800
54	EDCOM Viet Nam investment joint stock co.	677,000
55	Nam Chau transport company ltd	84,818
56	VMS trading-technical company limited	37,502
57	Huynh Long industrial equipment joint stock company	35,400
58	Duong Le Toan	9,057
59	Kim Bien chemical trading service company limited	358,895
60	Phuong Lai company limited	1,100
61	KTC vina company limited	72,932
62	Swajit engineering (p) ltd	1,196,682
63	Advance technical engineering company limited	11,648
64	Tin Thanh Phu Yen Co.Ltd	2,408
65	Anh Duong consulting and equipment technology jsc	1,016,510
66	Loc Hang sugar & sugar cane trading	5,400
67	Tai Dung transport enterprise	43,180
68	Long Nhi transport-trad&ser enterprise	1,890
69	Ty Nhung co.ltd	48,430
70	Centre of science and technology	69,692
71	Viet electric technical company limited (viettech co)	7,830
72	Turbo craft	62,383
73	Ut Thi shop	5,730
74	Phu Yen provinces forest protection and development fund	624
75	Chemical market development and investment company limited	520,080
76	Lieu Hoang trade & service co., ltd	237,187
77	Tan Vina printing & trading corporation	3,191
78	GPE electric engineering and equipment company limited	57,498
79	Hoa Tan company limited	307,073
80	Thai Son investment development and import-export co.,ltd	308,370
81	Nguyen Thanh Dung	13,500
82	Nguyen Cao Cuong	5,337
83	My Huong photocopy shop	7,797
84	Nhat Quang trading service production co., ltd	318,919
85	Post office Son Hoa	2,339
86	Tran Minh arts and advertisement	510
87	Southern measurement and testing center (smetest)	38,093
88	Van Minh company limited	1,142,702
89	Minh Ha transport-trad enterprise	68,140
90	Duong Van Anh	13,200
91	Hong Thom shop	3,180
92	Le Quan electronic shop	3,600
93	Tran Ngoc Viet	11,800
94	Phan Thi Bich Hong	600
95	Nguyen Xuan Tinh	2,569
96	Le Thi Kim Hoa	5,814
97	Vien Tin radio Company Limited	5,379
98	Nguyen Hung trading enterprise	1,069
99	Rang Dong joint stock co - nha trang branch	1,371
100	Toan Phat new technology service trading co., ltd	1,183
101	Gia Nguyen Nguyen vietnam co,ltd (gnn vietnam)	1,564
102	Greentech trading service company limited	7,938
103	Hop Nhat HCM technical company limited	9,677
104	PSI Viet Nam industries joint stock co (elgi)	1,607

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FINANCIAL STATEMENTSFor the fiscal year ended 31st December 2022**AMOUNT PAYABLE TO SUPPLIERS
ACCOUNT CODE : 331 (CR)***Unit: 1,000 dong*

Sl.No.	Name of the Supplier	Amount
105	DTP technology engineering joint stock company	55,898
106	Y Cuong Thinh trading-service co.,ltd	24,057
107	Cane suppliers balance payable	82,538
108	Transportation payable	9,949
	Total	13,536,464

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FINANCIAL STATEMENTSFor the fiscal year ended 31st December 2022**ADVANCE RECEIVED FROM CUSTOMERS****ACCOUNT CODE : 131 (CR)***Unit: 1,000 dongs*

Sl.No.	Name of the Customer	Amount
1	Son Hoa High - Tech Agri and Forestry Prod. & Ser. Co-op	120,000
2	Fnano Company Ltd	12,445
3	Phat Thanh Thanh Dat Trade One Member Co. Ltd	520
4	Trade Union Phong Phu Yen Internationa Investment JSC	103,390
5	Dac My Phat Trade Co Ltd	7,200
6	Chu Dinh Khanh	5,614
7	HUNG THINH CO. LTD	513,762
8	Kim Ha Viet Co.,Ltd	5,820,717
9	Minh Tam Industrial Food Stuff Co Ltd	1,294,404
10	Nguyen Thi Mong Loan	4,608
11	Loc Hang Sugar Consultants and Trading Limited	1,255,560
12	Son Ha Agricultural Development Co. Ltd	4,105
13	Thanh Thanh Cong Trade JSC	7,790,656
14	Ngoc Mai Trading & Pro.Ser. Co.Ltd	3,936,000
15	Oneway BIO-Organic Fertilizer JSC.	2,171
16	Thanh My Phat Trad & Ser. Co. Ltd	8,610,000
17	Vinh Loi Trading Ser. Transport Co. Ltd	3,320,000
18	Kim Ngoc Khanh Contruction & Service Ltd	11,690
19	Le Gia Trading & Pro.Co. Ltd	4,369,903
20	Phuc Dai Loc Trading -Production Co.,Ltd	2,951,327
21	Son Hoa Fresh Fuel Material Manufacture Co Ltd	859,278
22	Pham Gia Trade - Transport Construction Co Ltd	108,681
	Total	41,102,031

KCP VIETNAM INDUSTRIES LIMITED

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FINANCIAL STATEMENTSFor the Fiscal year ended 31st December 2022**INCREASE AND DECREASE OF FIXED ASSETS AS AT 31.12.2022**

Unit : 1,000 dong

Item	Buildings	Plant & Machinery	Intangible Assets	Means of Transportation	Office Equipment and Others	Dong Xuan Assets	Total
1/Original price							
+ At 01/01/2022	228,596,881	1,245,623,722	456,190	7,243,570	4,249,179	2,122,492	1,488,292,034
+ Increase during the year	965,685	4,241,323	-	765,039	142,584	-	6,114,631
+Decrease during the year	-	-	-	-	-	-	-
+ At 31/12/2022	229,562,566	1,249,865,045	456,190	8,008,609	4,391,763	2,122,492	1,494,406,665
In which, fully depreciated assets still in use	-	386,370,879	456,190	5,790,682	3,883,319	2,122,492	398,623,563
2/Depreciation							
+ At 01/01/2022	81,809,606	786,285,082	456,190	6,532,332	3,951,980	2,122,492	881,157,682
+Increase during the year	9,147,262	61,122,675	-	255,542	109,435	-	70,634,914
- Decrease during the year	-	-	-	-	-	-	-
2.1 Depreciation - Sci & Tech	-	-	-	-	-	-	-
+Increase during the year	-	10,507,943	-	-	-	-	10,507,943
+ At 31/12/2022	90,956,868	857,915,700	456,190	6,787,874	4,061,415	2,122,492	962,300,539
3/ Net book value							
+ At 01/01/2022	146,787,275	459,338,640	-	711,238	297,199	-	607,134,352
+ At 31/12/2022	138,605,698	391,949,345	-	1,220,735	330,348	-	532,106,126