

FINANCIAL STATEMENT

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2022

20 MICRONS VIET NAM COMPANY LIMITED
(Audited)

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REPORT OF THE DIRECTOR

The Director of 20 Microns Viet Nam Company Limited presents this report together with the Company's audited financial statements for the year ended 31 March 2022.

About 20 Microns Viet Nam Company Limited

20 Microns Viet nam Limited is a two-member limited liability company, 100% foreign owned by 20 Microns Limited and 20 Microns SND.BHD. The company was established from the project "The project of producing stone powder 20 Microns Viet nam Co., Ltd." according to the Investment Registration Certificate No. 2123266113, which was first issued on June 26, 2020, and changed for the first time on April 5, 2022 by Hanoi Department of Planning and Investment. The project was licensed to operate until 31 May 2024.

The Company was granted an Enterprise Registration Certificate No. 0107904093 for the first time on July 4, 2017, the first change registration on August 16, 2019, and the second registration of changes on 12 October 2020, and registered for the fifth change on February 24, 2022 by the Business Registration Office, Hanoi Department of Planning and Investment.

According to the latest Business Registration Certificate, the charter capital of the Company is: VND 4,387,200,000 (equivalent USD 190,000.00).

Head quarter information

Address: No.45, Lane 151, Lang Ha Str., Lang Ha Ward, Dong Da Distr, Hanoi, Vietnam

Tax file number: 0107904093

According to the Investment License, the Company's principal business activities are: Producing super fine stone powder products and exporting goods in accordance with the current provisions of law.

Financial Position and result of its operation during the year

The Financial Position of the Company as at 31 March 2022, and of the results of its operation and its cash flows for the year that ended were showed in the financial statements attached to this report (from page 5 to page 21).

Events after the Balance Sheet Date

The Director confirmed that there were no significant events occurring after the balance sheet date, which would require adjustments to, or disclosures to be made in the financial statements for the year ended 31 March 2022.

The Director

The Director of the Company during the financial year and to the date of this report is:

Full name	Position
Mr. Krishnaji Rao Vengoba Rao	Director
Mr. VipinKumar Shiindramani Pandey	Deputy Director

Auditors

Asco Firm Auditing and Valuation Company Limited – Hanoi Branch performed the audit on financial statements for the financial year ended 31 March 2022.

20 MICRONS VIET NAM COMPANY LIMITED

No. 45, Lane 151, Lang Ha Str., Lang Ha Ward, Dong Da Dist., Hanoi, Vietnam

REPORT OF THE DIRECTOR (Continued)

The Director's statement of responsibility

The Director of the Company is responsible for preparing the financial statements of each year, which give a true and fair view of the financial position of the Company and of its results and cash flows for the year. In preparing these financial statements, the Director is required to:

- Develop and maintain such internal control as the Director determines is necessary to enable the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.
- Select suitable accounting policies and then apply them consistently;
- Make reasonable and prudent judgments and predictions;
- State whether the accounting standards applicable to the Company have been followed, and whether there are any material misstatements to the balance disclosed and explained in the financial statements;
- Prepare and present the financial statements in compliance with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and the legal regulations relating to the preparation and presentation of financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Director is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time and accounting books complying with applicable accounting regimes. The Director is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The Director undertakes to comply with the above requirements in preparing the Financial Statements.

Approve the Financial statements

The Director approves the accompanying financial statements which give a true and fair view, in all material respects, of the financial position of the Company as at 31 March 2022, and of the results of its operations and its cash flows for the financial year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Accounting System for Enterprises under Circular No. 133/2016/TT-BTC dated 28 June 2016 of the Minister of Finance and the relevant statutory requirements applicable to financial reporting.

Deputy Director


Vipinkumar Shiindramani Pandey
Hanoi, 16 April 2022

No: 1604/2022/ASCO/BKTC-CN

INDEPENDENT AUDITORS' REPORT

To: The Director

20 Microns Viet Nam Company Limited

We have audited the accompanying financial statements of 20 Microns Viet Nam Company Limited, prepared on 16 April 2022 as set out from page 5 to page 21, which comprise the Balance Sheet as at 31 March 2022, the Income Statement and the Cash Flow Statement for the year then ended and Notes to the financial statements.

The Director's Responsibilities

The Company's Director is responsible for preparation and fair presentation of these financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System for Enterprises and the relevant statutory requirements applicable to financial reporting. The Director is also responsible for the Company's internal control which the Director determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibilities

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 financial statements are free from material misstatements.

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 in the financial statements due to fraud or error. In making those risk assessment, the auditors consider internal control relevant to the Company's preparation and fair presentation of 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.

Unqualified Auditors' Opinion

In our opinion, the accompanying financial statements give a true and fair view of, in all material respects, the financial position of the 20 Microns Viet Nam Co., Ltd as at 31 March 2022, and of the results of its operations and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System for Enterprises and relevant statutory requirements in preparation and presentation of financial statements.

This independent auditors' report is made in both Vietnamese and English with equal value. The Vietnamese version is the original one when comparison (if any).

Branch Director



Pham Thi To Loan

Practicing Auditor Registration Certificate

No. 0760-2020-149-1

For and on behalf of

ASCO FIRM AUDITING AND VALUATION CO., LTD – HANOI BRANCH

Hanoi, 16 April 2022

Auditor

Nguyen Thi Nguyet Huong

Practicing Auditor Registration Certificate

No. 2563-2021-149-1

20 MICRONS VIET NAM COMPANY LIMITED

No. 45, Lane 151, Lang Ha Str., Lang Ha Ward, Dong Da Dist., Hanoi, Vietnam

THE FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

BALANCE SHEET

As at 31 March 2022

Unit: VND

ITEMS	Code	Notes	Closing balance	Opening balance
ASSETS				
I. Cash and cash equivalents	110	V.1	630,104,190	329,178,432
II. Financial investments	120		-	-
III. Receivables	130		7,995,791,580	1,816,383,246
1. Trade account receivables	131	V.2	7,951,449,356	673,929,864
2. Advances to suppliers	132	V.3	40,579,312	354,528,382
4. Other receivables	134	V.4	3,762,912	787,925,000
IV. Inventories	140		1,056,629,136	1,240,427,326
1. Inventories	141	V.5	1,056,629,136	1,240,427,326
V. Fixed assets	150		-	5,115,347,207
- Cost	151	V.6	-	5,368,880,757
- Accumulated depreciations	152		-	(253,533,550)
VI. Investment properties	160		-	-
VIII. Other assets	180		1,255,165,810	811,079,857
1. Deductible value added tax	181		1,210,744,785	577,611,837
2. Other assets	182	V.7	44,421,025	233,468,020
TOTAL ASSETS (200=110+120+130+140+150+160+170+180)	200		10,937,690,716	9,312,416,068

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No. 45, Lane 151, Lang Ha Str., Lang Ha Ward, Dong Da Dist., Hanoi, Vietnam

THE FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

Balance Sheet (Continued)

	Code	Notes	Closing balance	Opening balance
RESOURCES				
I. Liabilities	300		6,012,160,211	4,664,350,124
1. Trade payables	311	V.8	2,297,362,924	1,452,150,706
2. Advances from customers	312	V.9	3,074,044,997	3,074,044,997
3. Tax and payables to State Budget	313	V.10	413,166,209	20,039,149
4. Payables to employees	314		62,047,906	52,925,818
5. Other payables	315	V.11	165,538,175	65,189,454
II. Owners' equity	400	V.12	4,925,530,505	4,648,065,944
1. Owner's contributed capital	411		4,373,586,712	4,373,586,712
7. Retained earnings	417		551,943,793	274,479,232
TOTAL RESOURCES (500=300+400)	500		10,937,690,716	9,312,416,068

Prepared by



Accountant in charge

 GIÁM ĐỐC
Nguyễn Thị Lợi

Hanoi, 16 April 2022

Deputy Director


Vipinkumar Shundramani Pandey
 Vipinkumar Shundramani Pandey

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No. 45, Lane 151, Lang Ha Str., Lang Ha Ward, Dong Da Dist., Hanoi, Vietnam

THE FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

INCOME STATEMENT

For the period from 01/04/2020 to 31/03/2022

Unit: VND

ITEMS	Code	Notes	This year	Last year
1. Total revenue	01	VI.1	20,564,334,681	10,681,687,832
2. Revenue deductions	02		-	-
3. Net revenue (10 = 01-02)	10		20,564,334,681	10,681,687,832
4. Cost of sales	11	VI.2	5,413,479,291	4,623,671,940
5. Gross profit (20 = 10-11)	20		15,150,855,390	6,058,015,892
6. Financial incomes	21	VI.3	78,216,159	43,031,366
7. Financial expenses	22	VI.4	78,208,872	30,827,996
Of which: interest expenses	23		-	-
8. General and administration expenses	24	VI.5	13,489,905,936	6,471,586,318
9. Net operating profit [30 = 20+21-22-24]	30		1,660,956,741	(401,367,056)
10. Other income	31	VI.6	99,388,162	185,956,456
11. Other expenses	32	VI.7	1,073,475,958	84,285,972
12. Other profit (40 = 31-32)	40		(974,087,796)	101,670,484
13. Profit before tax (50 = 30+40)	50		686,868,945	(299,696,572)
14. Income tax expenses	51		409,404,384	8,423,593
15. Net profit after tax (60 = 50-51)	60		277,464,561	(308,120,165)

Prepared by

Accountant in charge

Hanoi, 16 April 2022

Deputy Director



GIÁM ĐỐC

Nguyễn Thị Lợi



Vipinkumar Shindramani Pandey

20 MICRONS VIET NAM COMPANY LIMITED

No. 45, Lane 151, Lang Ha Str., Lang Ha Ward, Dong Da Dist., Hanoi, Vietnam

THE FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

CASH FLOW STATEMENT

(Indirect method)

For the period from 01/04/2021 to 31/03/2022

Unit: VND

DESCRIPTION	Code	This year	Last year
I. CASH FLOWS FROM OPERATING ACTIVITIES			
1. Profit before tax	01	686,868,945	(299,696,572)
2. Adjustments for	02	717,986,185	256,960,234
- Depreciation and amortization	03	873,889,236	253,533,550
- Foreign exchange (gains)/ loss	05	(57,068,742)	3,665,743
- (Gain)/ loss from investing activities	06	(98,834,309)	(239,059)
3. Profit from operating activities	09	(1,139,335,455)	(2,932,739,535)
before changes in working capital			
- (Increase)/decrease in accounts receivable	10	(2,143,676,888)	1,979,653,996
- (Increase)/decrease in inventories	11	183,798,190	(1,240,427,326)
- Increase/(decrease) in accounts payable	12	946,829,296	(3,207,588,513)
- (Increase)/decrease in prepayments	13	201,691,778	(227,215,320)
- Income tax paid	16	(8,423,593)	(237,162,372)
- Other payments for operating activities	18	(319,554,238)	-
Net cash from (used in) operating activities	20	265,519,675	(2,975,475,873)
II. CASH FLOWS FROM INVESTING ACTIVITIES			
1. Acquisition of fixed assets and other long-term assets	21	-	(164,009,277)
7. Interest, dividend and profit received	27	614,217	239,059
Net cash from (used in) investing activities	30	614,217	(163,770,218)
III. CASH FLOWS FORM FINANCING ACTIVITIES			
1. Proceeds from issue of equity share or contribution of owner's equity	31	-	3,466,500,000
4. Payments for principal settlement	34	-	(7,246,800)
Net cash from (used in) financing activities	40	-	3,459,253,200
Net cash flows during the year (50=20+30+40)	50	266,133,892	320,007,109
Cash and cash equivalents at beginning of year	60	329,178,432	9,171,323
Effect of exchange rate change on the balance of cash held in foreign currency	61	34,791,866	-
Cash and cash equivalents at end of year	70	630,104,190	329,178,432

Prepared by

Accountant in charge

Hanoi, 16 April 2022

Deputy Director



GIÁM ĐỐC
Nguyễn Thị Lợi



Vipinkumar Shindramani Pandey

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

I. GENERAL INFORMATION ABOUT 20 MICRONS VIET NAM COMPANY LIMITED

1. **The form of Ownership** : The two- member limited liability company, wholly foreign owned enterprise
2. **Business field** : Service, Manufacturing
3. **Business Scope** : Producing super fine stone powder products and exporting goods in accordance with the current provisions of law.
4. **Normal business/production cycle** : Less than 12 months
5. **Declaration of comparativeness of the financial statements**
The financial statements are comparative.
6. **Employee**
As at 31 March 2022, the Company had 4 employees. (As at 31 March 2021, the Company had 4 employees.

II. FINANCIAL YEAR AND CURRENCY UNITS USED IN ACCOUNTING

1. **Financial year**
The following financial year begins on 01 April and ends on 31 March next year.
2. **Currency unit used in accounting**
The currency unit used in accounting is Viet Nam Dong (VND).

III. ACCOUNTING STANDARDS AND ACCOUNTING SYSTEM APPLIED

1. **Accounting Standards and Accounting System applied**
The financial statements of the Company are prepared in accordance with the Vietnamese Accounting Standards, Vietnamese Accounting System for Enterprises under Circular No. 133/2016/TT-BTC dated 28 June 2016 of the Minister of Finance and the relevant statutory requirements applicable to financial reporting.
2. **Statement of compliance with Accounting Standards and Accounting Systems**
The Director ensures to comply with the requirements of Vietnamese Accounting Standards and Accounting System for Enterprise under Circular No. 133/2016/TT-BTC dated 28 June 2016 of the Minister of Finance and the relevant statutory requirements applicable to financial reporting.
3. **Form of accounting record**
The company is applying accounting record under form of general journal on computer.

IV. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. **The basis of preparation**
The financial statements are prepared on the accrual basis using the historical cost concept (except for the cash flow statement). The cash flow statement is prepared using the indirect method.

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THE FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

Notes to financial statements (continued)

2. The types of exchange rates applied in accounting

Transactions arising in foreign currencies are translated into Vietnam dong at the actual exchange rates ruling at the transaction date or at the accounting exchange rates according to the guidance of Vietnam Accounting System for Enterprises. Foreign exchange differences arising from these transactions are recognised in the income statement.

The balances of monetary items denominated in foreign currencies as at the balance sheet date are retranslated at the exchange rates on the same date. The net exchange differences after offsetting the increasing and decreasing exchange differences arising from the translation of these accounts are recognised in the income statement. Unrealised exchange gains as at the balance sheet date are not treated as part of distributable profit to owners.

The principles for determining the actual exchange rates:

a) Actual exchange rate for transactions arising in foreign currencies during the period:

- Actual exchange rate when trading foreign currencies (contracts for immediate delivery, forward contracts, futures contracts, options contracts, and swap contracts) is the rate specified in the contract between the company and the commercial bank;
- In case the contract does not stipulate the payment rate, the company's accounting entries are recorded under following principles:
 - + The actual exchange rate using in capital contribution or capital receiving is the buying rate at the capital contribution date of the commercial bank where the company opened a capital account;
 - + The actual exchange rate for recognition of receivables is the buying rate at the transaction date of commercial banks which the company designates its customers to pay;
 - + The actual exchange rate for recognition of liabilities is the selling rate at the transaction date of commercial banks which the Company expects to transact with.
 - + For purchased assets or expenses are paid immediately in foreign currencies (not through accounts payable), the actual exchange rate is the buying rate of commercial banks where the Company makes the payment.

b) Actual exchange rates when retranslating balances of monetary items denominated foreign currencies as at the balance sheet date are the rates on the same date which are announced by the commercial banks which the Company regularly trades with, under the following the principles:

- For monetary assets: is the buying rate on same date of commercial bank where the company often trades with; For bank account in foreign currency: is the buying rate of the bank where the company opened this bank account;
- For monetary liabilities: is the selling rate of commercial banks at the same date.

Principle for determining accounting rate:

The accounting exchange rate includes the specific identification accounting rate or weighted average accounting rates (weighted average exchange rate after each increasing transaction).

- Specific identification accounting rate is the exchange rate when collecting debts, collateral, escrow or paying liabilities in foreign currency. This exchange rate is the exchange rate at the time the transaction occurred or the exchange rate using to retranslate each item at the end of each accounting period.
- Weighted average accounting rate is used to record transactions on the credit side of cash account when paying cash in foreign currency, which is determined by dividing the balance of cash account in VND to the amount equivalent in foreign currency at the time of payment.

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THE FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

Notes to financial statements (continued)**3. Cash and cash equivalents**

Cash include: cash on hand, cash in bank, and cash in transit.

Cash equivalents are short-term highly liquidity investments with an original maturity of less than three months which are readily convertible into known amount of cash without lots of risk at the time of reporting.

4. Receivables**Classification**

Accounts receivable of the Company includes trade account receivables, inter-company receivables and other receivables. The Company classifies accounts receivable as following principles:

- Trade account receivables include receivables arising from trade transactions such as: receivables from goods sold, providing service, liquidation and sale of assets (fixed assets, investment properties, financial investments) between the Company and its clients which are independent of the Company, including receivables from parent company, subsidiaries, joint ventures and associates. These receivables also include the receivables from exporting from the entrusted party.
- Other receivables include the non-trade receivables, receivables unrelated to the purchase – sale transactions, such as receivables which generate revenues from financial activities, such as interest receivables from loans, cash in bank, dividends and profit shared;

Valuation

Accounts receivable are stated at cost less provision for doubtful debts.

Provision for doubtful debts is made based on the current regulations of the Ministry of Finance. Increases and decreases to the provision balance are recorded as general and administration expenses in the income statement.

5. Inventories

Inventories are stated at the lower of cost and net realisable value. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. Net realisable value is the estimated selling price in the normal course of business, less the estimated costs of completion and selling expenses.

Cost is determined on first in first out method. The Company applies the perpetual method of accounting for inventories.

Provision is made, where necessary, for obsolete, slow-moving and defective inventory items when cost is higher than net realisable value.

Increases and decreases to the provision balance are recorded into cost of sales/ cost of goods sold account in the income statement.

6. Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. The initial cost of a tangible asset comprises all expenditures incurred for the Company in bringing that asset to its working condition and location for their intended use. Expenditure incurred after tangible fixed assets have been put into operation, such as repair and maintenance and overhauls cost, is charged to the income statement in the year in which the costs are incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefits expected to be obtained from the use of

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THE FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

Notes to financial statements (continued)

tangible fixed assets beyond their originally assessed standard of performance, the expenditure is capitalized as an additional cost of tangible fixed assets.

When tangible fixed assets are sold or liquidated, original cost and accumulated depreciation are removed and any profit/loss arisen by liquidation is recorded into other income or other expenses in the income statement in the year.

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

<u>Categories</u>	<u>Years</u>
Machinery and equipment	05-10
Means of transportation	06

7. Prepaid expenses (deferred expenses)

Deferred expenses are expenses which were already paid but related to operation results of more than one accounting period. Deferred expenses are reported as short-term or long-term prepaid expenses on the balance sheet, are amortized over the period for which the amount are paid or the period in which economic benefit are generated in relation to these expenses.

Tools and supplies

Tools and supplies issued for consumption are allocated to the income statement using the straight-line method within three years.

8. Trade and other payables

Trade and other payables are stated at cost.

9. Taxation***Income tax***

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

Tax currently payable

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

The tax returns of the Company are subject to examination by the tax authorities. Because the application of tax laws and regulations too many types of transactions is susceptible to varying interpretations, the amounts reported in the financial statements could be changed at a later date upon final determination by the tax authorities.

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Notes to financial statements (continued)

Value Added Tax (VAT)

The Company applies deductible method for VAT. The goods sold and services rendered by the Company are subject to value added tax at the following rates:

- Goods sold domestically: 10%
- Goods exported: 0%

Other taxes

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

10. Accrued expenses

Accrued expenses are present obligations that must be paid in a certain period of time. Accrued expenses are recorded based on amount that must be paid for goods and services received from the sellers but not yet paid due to insufficient accounting documents or not receiving legal invoices.

11. Owner's equity

The owner's contributed capital

The owner's contributed capital is recorded according to the actual amount contributed by the owner.

12. Revenue recognition

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

Sale of goods

Revenue from sale of goods is recognised when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognized if there are significant uncertainties regarding recovery of receivables due or the possible return of goods.

Interests

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

13. Cost of sales

Cost of sales comprise cost of goods, merchandises, services or construction work sold in the accounting period; provision for inventory devaluation; cost of tools or spare parts accompanied with the goods sold in the period; shortage value of inventories after compensation (if any); abnormal direct material cost; labor cost and general production fixed cost which are not allocated to the finished goods.

14. Financial expenses

Financial expenses comprise expenses or loss related to financial investments; borrowing fees or lending fees, capital contribution in joint- venture or associates; loss from transfer of short-term stocks; transaction costs of selling stocks; provision for stock devaluation; provision for losses of investments in other entities; loss from selling foreign currencies; foreign exchange loss.

15. Administration expenses

The administration expenses including selling expenses and administration expenses

Selling expenses include expenses incurred during the process of selling goods/services, including payment for sales persons (salaries and allowances, etc.), salary deductions, costs of working materials and depreciation of fixed assets of sales departments, other cash expenses.

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Notes to financial statements (continued)

Enterprise administration expenses include general administration expenses of the enterprise such as salaries and allowances of managers, salary deductions, costs of office supplies, working instruments, depreciation of fixed assets used for enterprise management, external services, other cash expenses.

16. Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence.

When consider the relationship between related parties, the nature of the relationship is considered more than the legal form.

Transactions between related parties in the financial year are showed in note VII.2.

V. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE BALANCE SHEET**1. Cash and cash equivalents**

	Closing balance	Opening balance
Cash in bank - Current accounts	630,104,190	329,178,432
- <i>BIDV - VND</i>	149,267,495	220,650,257
- <i>BIDV - USD</i>	436,204,708	13,079,987
- <i>BIDV - Capital Account</i>	44,631,987	95,448,188
Total	630,104,190	329,178,432

2. Trade account receivables

	Closing balance	Opening balance
a. Short-term trade receivables	7,951,449,356	673,929,864
Domestic receivables	304,409,600	-
Oversea receivables	7,647,039,756	673,929,864
<i>Viking Industries Pvt.Ltd</i>	4,400,732,301	-
<i>Berger Paints Bangladesh Limited</i>	2,837,956,320	-
<i>Sofap Limited</i>	408,351,135	673,929,864
b. Long-term trade receivables	-	-
c. Receivables from related parties	-	-
Total	7,951,449,356	-

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No. 45, Lane 151, Lang Ha Str., Lang Ha Ward, Dong Da Dist., Hanoi, Vietnam

THE FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

Notes to financial statements (continued)**3. Prepayment to suppliers**

	Closing balance	Opening balance
a. Short-term advances to suppliers	40,579,312	354,528,382
Short-term advances to local suppliers	40,579,312	354,528,382
<i>ATG Tax agent JSC</i>	24,393,502	-
<i>Tan Ky Mineral Processing JSC</i>	-	205,128,000
<i>Lawyer Phung Dinh An</i>	-	93,000,000
<i>Express Company Limited DHL- VNPT</i>	-	28,580,512
<i>Minh Nguyen Trading and Service Co., Ltd</i>	13,819,870	-
<i>Other Companies</i>	2,365,940	27,819,870
b. Long-term advances to suppliers	-	-
c. Advances to related parties	-	-

4. Other receivable

	Closing balance	Opening balance
Deposits and collateral	-	169,085,000
VAT applied for refund	-	614,000,000
Other receivables	3,762,912	4,840,000
Total	3,762,912	787,925,000

5. Inventories

	Closing balance	Opening balance
Raw materials	21,725,000	195,538,740
Work in progress	309,350,402	-
Finished goods	96,499,816	531,438,608
Merchandise inventory	521,803,918	513,449,978
Goods on consignment	107,250,000	-
Total	1,056,629,136	1,240,427,326

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Notes to financial statements (continued)**6. Tangible fixed assets**

	Machineries and Equipment	Means of transportation	Total
COST			
Opening balance	<u>5,100,698,939</u>	<u>268,181,818</u>	<u>5,368,880,757</u>
Purchase	-	-	-
Liquidation	<u>(5,100,698,939)</u>	<u>(268,181,818)</u>	<u>(5,368,880,757)</u>
ENDING BALANCE	<u>-</u>	<u>-</u>	<u>-</u>
ACCUMULATED DEPRECIATION			
Opening balance	<u>220,092,690</u>	<u>33,440,860</u>	<u>253,533,550</u>
Addition	840,366,513	33,522,723	873,889,236
Liquidation	<u>(1,060,459,203)</u>	<u>(66,963,583)</u>	<u>(1,127,422,786)</u>
ENDING BALANCE	<u>-</u>	<u>-</u>	<u>-</u>
NET BOOK VALUE			
Opening balance	<u>4,880,606,249</u>	<u>234,740,958</u>	<u>5,115,347,207</u>
Ending balance	<u>-</u>	<u>-</u>	<u>-</u>

The company suspended the depreciation of fixed assets from November 2020 to March 2022, with the amount of VND 337,540,732.

7. Other assets

	Closing balance	Opening balance
Short-term prepaid expenses	-	87,469,200
Factory rental fee	-	87,469,200
Long-term prepaid expenses	<u>25,523,542</u>	<u>139,746,120</u>
Tools and Equipments	25,523,542	139,746,120
Tax receivables from state budget	<u>18,897,483</u>	<u>6,252,700</u>
Import & Export duties	18,897,483	6,212,700
Other tax and fees	-	40,000
Total	<u>44,421,025</u>	<u>233,468,020</u>

For the fiscal year ending March 1, 2022, The company does not allocate the cost of export tools used from November 2020 to March 2022 with the amount of VND 24,903,071.

8. Trade payables

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Notes to financial statements (continued)

	Closing balance	Opening balance
Short-term payables to local suppliers	2,297,362,924	983,595,165
Tho Hop White Stone Powder JSC	325,073,360	554,797,214
Sarex international transport and trading Co., Ltd	1,306,453,952	386,472,472
Tan Ky Mineral Processing JSC	496,800,000	-
Others	169,035,612	42,325,479
Short-term payables to oversea suppliers	-	468,555,541
20 Microns Nano Minerals Ltd	-	468,555,541
Total	2,297,362,924	1,452,150,706
Payables to related parties	-	468,555,541
20 Microns Nano Minerals Ltd	-	468,555,541

9. Advances from customers

	Closing balance	Opening balance
Advances from related parties	3,074,044,997	3,074,044,997
20 Microns FZE	3,074,044,997	3,074,044,997

10. Tax and payables to State Budget

	Opening balance		Payable in the	Payment made	Closing balance	
	Debit	Credit	year	in the year	Debit	Credit
Output VAT	-	-	107,480,258	107,480,258	-	-
Import VAT	-	-	3,103,398	3,103,398	-	-
Import/Export duty	6,212,700	-	506,837,940	519,522,723	18,897,483	-
Corporate income tax	-	4,984,608	409,404,384	8,423,593	-	405,965,399
Personal income tax	-	15,054,541	34,950,900	42,804,631	-	7,200,810
Other tax and fees	40,000	-	3,460,000	3,420,000	-	-
Total	6,252,700	20,039,149	1,065,236,880	684,754,603	18,897,483	413,166,209

11. Other payables

	Closing balance	Opening balance
Short-term	165,538,175	65,189,454
Payables for employees	130,450,892	41,811,922
Social insurances	28,938,675	17,819,268
Health insurances	5,208,963	3,144,584
Unemployment insurances	857,547	1,397,592
Other payables	82,098	1,016,088
Long-term	-	-
Other payables	-	-
Total	165,538,175	65,189,454

12. Owner's equity**a) Movement in owner's equity**

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Notes to financial statements (continued)

	Owners' contributed capital	Retained earnings	Total
Opening balance of previous year	4,373,586,712	582,599,397	4,956,186,109
Profit/(Loss) for the year	-	(308,120,165)	(308,120,165)
Closing balance of previous year	4,373,586,712	274,479,232	4,648,065,944
Opening balance	4,373,586,712	274,479,232	4,648,065,944
Profit/(Loss) for the year	-	277,464,561	277,464,561
Closing balance	4,373,586,712	551,943,793	4,925,530,505

b) Details of owner's contributed capital

According to the Business Registration Certificate the charter capital and the investment capital of the Company are VND 4,387,200,000 (Equivalent to USD 190,000.00). Details of charter capital contribution as follows:

	Charter capital under Business Certificate		Contributed capital as at 31/3/2022		Contributed capital as at 01/04/2021	
	VND	%	USD	VND	USD	VND
20 Microns SND.BHD Co., Ltd	3,480,014,784	79.32%	150,000	3,466,500,000	150,000	3,466,500,000
20 Microns Co., Ltd	907,185,216	20.68%	40,000	907,086,712	40,000	907,086,712
Total	4,387,200,000	100%	190,000.00	4,373,586,712	190,000.00	4,373,586,712

c) Capital transactions with owners, dividend and profit distribution

	This year	Last year
- Investment capital of owners		
+ At the beginning of year	4,373,586,712	907,086,712
+ Increase in the year	-	3,466,500,000
+ Decrease in the year	-	-
+ At the end of year	4,373,586,712	4,373,586,712
- Dividends/profit allocation	-	-

13. Off balance sheet items

	Closing balance	Beginning balance
USD	21,186.86	4,535.77

VI. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE INCOME STATEMENT

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Notes to financial statements (continued)**1. Total revenue**

	This year	Last year
Revenue from goods sale	20,162,851,669	7,943,482,842
Finished product sale	401,483,012	2,738,204,990
Total	20,564,334,681	10,681,687,832

2. Cost of sales

	This year	Last year
Cost of goods sold	4,978,540,509	2,921,682,273
Cost of finished goods sold	434,938,782	1,701,989,667
Total	5,413,479,291	4,623,671,940

3. Financial incomes

	This year	Last year
Bank interest, loan interest	614,217	239,059
Realised foreign exchange differences	20,533,200	42,792,307
Unrealised foreign exchange differences	57,068,742	-
Total	78,216,159	43,031,366

4. Financial expenses

	This year	Last year
Realised foreign exchange loss	78,208,872	27,162,253
Unrealised foreign exchange loss	-	3,665,743
Total	78,208,872	30,827,996

5. Administration expenses

	This year	Last year
Selling expenses	11,379,872,039	4,324,433,064
Enterprise management expenses	2,110,033,897	2,147,153,254
Total	13,489,905,936	6,471,586,318

6. Other Income

	This year	Last year
Liquidation of fixed assets	98,220,092	-
Others	1,168,070	185,956,456
Total	99,388,162	185,956,456

7. Other Expenses

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	This year	Last year
Administrative penalty	1,109,539	6,639,288
Expenses can not deductible for CIT	984,343,857	-
Others	88,022,562	77,646,684
Total	1,073,475,958	84,285,972

VII. OTHER INFORMATION**1. Subsequent event**

There were no significant events occurring after the balance sheet date, which would require adjustments to, or disclosures to be made in the financial statements for the year ended 31 March 2022.

2. Transactions with related parties*The income of the key management members*

The members of management and key individuals involved are: Krishnaji Rao Vengoba Rao - Director of the Company and Mr. Vipinkumar Shiindramani Pandey – Deputy Director. In the period from 01/04/2021 to 31/03/2022, the Director did not received income from the Company, and the Deputy Director had received VND 220,468,000.

Transactions with related parties

Related parties	Relationships
Krishnaji Rao Vengoba Rao	Director
Vipinkumar Shiindramani Pandey	Deputy Director
20 Microns Co., Ltd	Investor
20 Microns SND. BHD Co., Ltd	Investor
20 Microns Nano Minerals Ltd	In the same system
20 Microns FZE	In the same system
20 ML Indian	In the same system

Transactions with related parties during the year:

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Notes to financial statements (continued)

	This year		Last year	
	USD	Equivalent VND	USD	Equivalent VND
20 Microns SND.BHD Co., Ltd				
Receive chartered capital	-	-	150,000.00	3,466,500,000
Repayment of advances	-	-	71,185.09	1,645,799,281
20 Microns Nano Minerals Ltd				
Purchase merchandise	-	-	20,215.00	468,555,541
Payment for merchandise	20,215.00	468,555,541	-	-
20 Microns FZE				
Receipt of advance	-	-	132,139.29	3,074,044,997
Vipinkumar Shiindramani Pandey				
Advances	-	440,873,200	-	1,204,145,368
Expenses payment on behalf of the Company	-	533,472,170	-	1,091,828,834

At the end of year, closing balances with related parties as followings:

	Closing balance		Opening balance	
	USD	Equivalent VND	USD	Equivalent VND
20 Microns Nano Minerals Ltd				
Payables for goods purchasement	-	-	20,215	468,555,541
20 Microns FZE				
Payables for advances for goods sale	132,139.29	3,074,044,997	132,139	3,074,044,997
Vipinkumar Shiindramani Pandey				
Payables for expenses	-	125,830,892	-	33,231,922

3. Comparative information

The comparative figures are the data showed on the financial statements for the financial year ended at 31 March 2021 audited by the ASCO Firm Auditing and Valuation Co., Ltd – Hanoi Branch.

Prepared by



Accountant in charge

 GIÁM ĐỐC
Nguyễn Thị Lợi

Hanoi, 16 April 2022

Deputy Director



Vipinkumar Shiindramani Pandey