



SONG BA JOINT STOCK COMPANY

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Stock code: **SBA**

Trading floor: **HoSE**



INTERIM FINANCIAL STATEMENTS

Quarter 1/2019

Da Nang City, April 2019

INTERIM BALANCE SHEET

Quarter 1/2019

As at 31 March 2019

Unit: VND

ASSETS	Code	Note	31/03/2019	01/01/2019
1	2	3	4	5
A- CURRENT ASSETS (100=110+120+130+140+150)	100		111,793,171,421	97,549,092,649
I Cash and cash equivalents	110		46,286,781,852	11,270,557,614
1 Cash	111	V.01	7,286,781,852	11,270,557,614
2 Cash equivalents	112		39,000,000,000	-
II Short-term financial investments	120		-	-
III Short-term receivables	130		61,537,909,572	82,576,094,882
1 Short-term trade receivables	131	V.02	36,067,882,619	58,324,303,234
2 Short-term prepayments to suppliers	132	V.03	9,574,670,285	9,426,111,332
3 Short-term inter-company receivables	133		-	-
4 Receivables according to scheduled progress of construction contract	134		-	-
5 Short-term loans receivable	135		-	-
6 Other short-term receivables	136	V.04	15,895,356,668	14,825,680,316
7 Provision for short-term doubtful debts (*)	137		-	-
8 Shortage of assets pending resolution	139		-	-
IV Inventories	140		2,391,827,262	2,360,137,559
1 Inventories	141	V.05	2,391,827,262	2,360,137,559
2 Provision for decline in value of inventories (*)	149		-	-
V Other current assets	150		1,576,652,735	1,342,302,594
1 Short-term prepaid expenses	151	V.11	380,925,132	581,732,127
2 Deductible VAT	152		873,119,183	596,648,576
3 Taxes and amounts receivables from the State	153		322,608,420	163,921,891
4 Government bonds purchased for resale	154		-	-
5 Other current assets	155		-	-
B- LONG-TERM ASSETS				
(200=210+220+230+240+250+260)	200		1,208,978,879,112	1,222,747,821,806
I Long-term receivables	210		3,368,516,093	3,368,516,093
1 Long-term trade receivables	211	VI.02	-	-
2 Long-term prepayments to suppliers	212		-	-
3 Working capital in affiliates	213		-	-
4 Long-term inter-company receivables	214		-	-
5 Long-term loans receivable	215		-	-
6 Other long-term receivables	216	V.04	3,368,516,093	3,368,516,093
7 Provision for long-term doubtful debts (*)	219		-	-
II Fixed assets	220		1,183,777,013,304	1,194,759,417,406
1 Tangible fixed assets	221	V.06	1,178,601,751,504	1,189,584,155,606
- Cost	222		1,600,956,217,650	1,600,956,217,650
- Accumulated depreciation (*)	223		(422,354,466,146)	(411,372,062,044)
2 Finance lease assets	224	V.08	-	-
- Cost	225		-	-
- Accumulated depreciation (*)	226		-	-
3 Intangible fixed assets	227	V.07	5,175,261,800	5,175,261,800
- Cost	228		5,478,061,800	5,478,061,800
- Accumulated amortization (*)	229		(302,800,000)	(302,800,000)
III Investment properties	230	V.10	-	-
IV Long-term assets in progress	240		11,074,206,120	10,880,583,889
1 Long-term work in process	241		-	-
2 Construction in progress	242	V.09	11,074,206,120	10,880,583,889
V Long-term financial investments	250		-	-
VI Other long-term assets	260		10,759,143,595	13,739,304,418
1 Long-term prepaid expenses	261	V.11	10,759,143,595	13,739,304,418
2 Deferred income tax assets	262	V.16	-	-
3 Long-term equipment, materials, spare parts	263		-	-
4 Other long-term assets	268		-	-
TOTAL ASSETS (270=100+200)	270		1,320,772,050,533	1,320,296,914,455

RESOURCES	Code	Note	31/03/2019	01/01/2019
A- LIABILITIES (300=310+330)	300		533,012,523,297	559,395,242,777
I Current liabilities	310		111,501,523,297	125,907,242,777
1 Short-term trade payables	311		656,101,361	691,909,809
2 Short-term advances from customers	312		475,046,500	475,046,500
3 Taxes and amounts payable to the State budget	313	V.13	7,039,444,954	13,955,676,830
4 Payables to employees	314		3,219,746,320	4,639,269,126
5 Short-term accrued expenses	315	V.14	9,860,754,869	12,780,175,742
6 Short-term inter-company payables	316		-	-
7 Payables according to scheduled progress of construction contract	317		-	-
8 Short-term unearned revenue	318		-	-
9 Other short-term payables	319	V.15	7,640,824,442	7,890,508,419
10 Short-term loans and finance lease liabilities	320	V.12	81,018,000,000	81,246,000,000
11 Provision for short-term payables (*)	321		-	-
12 Reward and welfare fund	322		1,591,604,851	4,228,656,351
13 Price stabilization fund	323		-	-
14 Government bonds purchased for resale	324		-	-
II Long-term liabilities	330		421,511,000,000	433,488,000,000
1 Long-term trade payables	331		-	-
2 Long-term advances from customers	332		-	-
3 Long-term accrued expenses	333		-	-
4 Inter-company payables for working capital	334		-	-
5 Long-term inter-company payables	335		-	-
6 Unearned revenue	336		-	-
7 Other long-term payables	337		-	-
8 Long-term loans and finance lease liabilities	338	V.12	421,511,000,000	433,488,000,000
9 Convertible bonds	339		-	-
10 Preferred shares	340		-	-
11 Deferred income tax liabilities	341	V.16	-	-
12 Provision for long-term payables	342		-	-
13 Scientific and technological development fund	343		-	-
B- EQUITY (400=410+430)	400		787,759,527,236	760,901,671,678
I Shareholders' equity	410	V.17	787,759,527,236	760,901,671,678
1 Share capital	411		604,882,610,000	604,882,610,000
- Common shares with voting rights	411a		604,882,610,000	604,882,610,000
- Preferred shares	411b		-	-
2 Share premium	412		(95,000,000)	(95,000,000)
3 Bond conversion option	413		-	-
4 Other owners' capital	414		-	-
5 Treasury shares (*)	415		(663,277,833)	(663,277,833)
6 Difference from re-valuation of assets	416		-	-
7 Foreign exchange differences	417		-	-
8 Investment and development fund	418		39,282,271,715	39,282,271,715
9 Fund for support of arrangement of enterprises	419		-	-
10 Other owners' fund	420		-	-
11 Undistributed profit	421		144,352,923,354	117,495,067,796
- Undistributed profit up to prior year-end	421a		117,495,067,796	21,152,791,708
- Undistributed profit this period	421b		26,857,855,558	96,342,276,088
12 Capital sources for investment in construction	422		-	-
II Budget sources and other funds	430		-	-
1 Budget sources	431	V.18	-	-
2 Budget sources forming fixed assets	432		-	-
TOTAL RESOURCES (440=300+400)	440		1,320,772,050,533	1,320,296,914,455

Preparer

Trương Ngọc Hưng

Chief Accountant

Phạm Thái Hưng

Da Nang, 11 April 2019

General Director



Phạm Phong

INTERIM INCOME STATEMENT
QUARTER 1/2019

Unit: VND

ITEMS	Code	Note	Quarter 1		Accumulated from the beginning of the year to the end of this quarter	
			This year	Previous year	This year	Previous year
1	2	3	4	5	6	7
1. Revenue from sales and service provision	01	VI.1	64,274,880,341	80,524,233,074	64,274,880,341	80,524,233,074
2. Revenue deductions	02	VI.2	-	-	-	-
3. Net revenue from sales and service provision (10=01-02)	10	VI.3	64,274,880,341	80,524,233,074	64,274,880,341	80,524,233,074
4. Cost of goods sold	11	VI.4	19,528,179,066	20,454,389,506	19,528,179,066	20,454,389,506
5. Gross profit from sales and service provision (20=10-11)	20		44,746,701,275	60,069,843,568	44,746,701,275	60,069,843,568
6. Financial income	21	VI.5	214,809,019	255,833,616	214,809,019	255,833,616
7. Financial expenses	22	VI.6	11,929,211,133	13,336,477,411	11,929,211,133	13,336,477,411
- In which: Interest expense	23		11,929,211,133	13,336,477,411	11,929,211,133	13,336,477,411
8. Selling expenses	25		-	-	-	-
9. Administration expenses	26		4,143,381,505	4,654,656,034	4,143,381,505	4,654,656,034
10. Operating profit {30=20+(21-22)-(25+26)}	30		28,888,917,656	42,334,543,739	28,888,917,656	42,334,543,739
11. Other income	31		352,893,745	49,521,488	352,893,745	49,521,488
12. Other expenses	32		20,263,782	48,495,488	20,263,782	48,495,488
13. Other profit (40=31-32)	40		332,629,963	1,026,000	332,629,963	1,026,000
14. Accounting profit before tax (50=30+40)	50		29,221,547,619	42,335,569,739	29,221,547,619	42,335,569,739
15. Current corporate income tax expense	51	VI.7	2,363,692,061	3,501,031,154	2,363,692,061	3,501,031,154
16. Deferred corporate income tax expense	52		-	-	-	-
17. Profit after corporate income tax (60=50-51-52)	60		26,857,855,558	38,834,538,585	26,857,855,558	38,834,538,585
18. Basic earnings per share	70	VI.8	445	644	445	644
19. Diluted earnings per share	71	VI.8	445	644	445	644

Preparer

Truong Ngoc Hung

Chief Accountant

Pham Thai Hung



Da Nang, 11 April 2019
General Director

Pham Phong

INTERIM STATEMENT OF CASH FLOWS

(Under direct method)

QUARTER 1/2019

Unit: VND

Items	Code	Note	Accumulated from the beginning of the year to the end of this quarter	
			This year	Previous year
1	2	3	4	5
I Cash flows from operating activities				
1 Cash receipts from sales and service provision	01		84,668,368,602	82,085,477,039
2 Cash paid to suppliers	02		(4,076,530,388)	(5,745,533,662)
3 Cash paid to employees	03		(7,572,493,448)	(7,291,675,370)
4 Cash paid for borrowing interest	04		(12,053,664,825)	(13,425,979,900)
5 Corporate income tax paid	05		(1,784,113,908)	(2,312,378,210)
6 Other cash receipts from operating activities	06		18,726,158,816	19,310,036,288
7 Other payments for operating activities	07		(30,136,071,294)	(34,486,339,200)
Net cash provided by operating activities	20		47,771,653,555	38,133,606,985
II Cash flows from investing activities				
1 Cash paid for purchases of fixed assets and other long-term assets	21		(279,573,781)	-
2 Proceeds from disposals of fixed assets and other long-term assets	22		-	-
3 Loans given, purchase of debt instruments	23		-	-
4 Recovery of loans, resales of debt instruments	24		-	-
5 Cash paid for investment in other entities	25		-	-
6 Proceeds from divestment in other entities	26		-	-
7 Interest earned, dividends, profits received	27		2,663,812	141,122,832
Net cash used in investing activities	30		(276,909,969)	141,122,832
III Cash flows from financing activities				
1 Proceeds from stock issuance, capital contribution	31			
2 Capital withdrawals, buying treasury shares	32			-
3 Proceeds from loans	33			-
4 Repayments of loan principal	34		(12,205,000,000)	(11,120,000,000)
5 Repayments of obligations under finance lease	35		-	-
6 Dividends, profit paid to owners	36		(273,519,348)	(47,079,862,343)
Net cash used in financing activities	40		(12,478,519,348)	(58,199,862,343)
Net cash flows for the period (50=20+30+40)	50		35,016,224,238	(19,925,132,526)
Cash and cash equivalents at the beginning of the period	60		11,270,557,614	52,623,448,960
Impacts of exchange rate fluctuations	61			
Cash and cash equivalents at the end of the period (70=50+60+61)	70	VII.34	46,286,781,852	32,698,316,434

Preparer

Truong Ngoc Hung

Chief Accountant

Pham Thai Hung



Da Nang, 11 April 2019

General Director

Pham Phong

Form B 09a – DN

(Issued under Circular No. 200/2014/BTC-TT
dated 22/12/2014 by the Ministry of Finance)

NOTES TO THE FINANCIAL STATEMENTS
Quarter 1/2019

I. Nature of operations

1. Ownership structure : Joint stock company.

2. Scope of business : Electrical energy.

3. Operating activities:

- Investing in construction of hydropower projects;
- Producing and trading electrical energy;
- Providing advisory service on preparing investment project of construction works, surveying, designing to construct hydropower projects with capacity up to 30MW, electricity transmission lines and transformer stations up to 110KV;
- Providing advisory service on monitoring construction, managing small and medium-scaled hydropower projects, electricity transmission lines and transformer stations up to 110KV;
- Exploiting minerals and dredging lake;
- Vocational training (managing, running hydropower plants);
- Providing advisory service on solutions to environment, agricultural resettlement, residential resettlement;
- Monitoring the construction of hydropower, irrigation projects;
- Installing equipment for construction works;
- Repairing, maintaining hydropower plants;
- Trading construction materials right at the construction site;
- Trading electromechanical materials, equipment.

4. Factors that affect the Company's financial statements in the year

II. Accounting period, currency unit used in accounting

1. Fiscal year: starting on 1 January and ending on 31 December.

2. Currency unit used in accounting: Vietnamese Dong (VND).

III. Applied accounting standards and accounting system

1. Applied accounting system:

Vietnamese Corporate Accounting System issued under Circular No. 200/2014/TT-BTC dated 22/12/2014 by the Ministry of Finance guiding the Corporate Accounting System.

2. Statement of compliance with accounting standards and accounting system:

The financial statements are prepared and presented in accordance with the Vietnamese Accounting Standards and System. The financial statements comply with all provisions of each standard, guiding circular of each accounting standard of the Finance Ministry and the prevailing accounting system which the Company is applying.

3. Form of accounting records: Voucher system (on computer).

IV. Applied accounting policies

1. Recognition of cash and cash equivalents:

- Accounting transactions are recognized and reported in Vietnamese Dong. Cash equivalents include short-term investments which are collectible or mature of 3 months or less as from purchasing date, that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value at reporting date in accordance with Accounting Standard No. 24 "Cash flow statement".
- Method of translating other currencies into currency used in accounting: Other currencies are translated into VND using the exchange rate announced by the bank where the Company conducts transactions on the date of the transactions. At the balance sheet date, debts and cash in bank denominated in foreign currency are revaluated using the purchasing exchange rate announced by the bank where the Company conducts transactions at the time of the financial statements.

2. Recognition of inventories:

- Principle for recognition of inventories: Materials are accounted for at actual purchase price and related purchasing costs.
- Method of calculating cost of inventories: First-In,First-Out.
- Method of accounting for inventories: Perpetual Inventory System.
- Method of making provision for decline in value of inventories: Provision for decline in value of inventories is made on the basis of cost and net realizable value of inventories in accordance with Accounting Standard No. 02 "Inventories" and conservatism principle.

3. Recognition and depreciation of fixed assets:

- Recognition of fixed assets (tangible and intangible fixed assets): recorded at cost: purchase price and related costs. In the balance sheet, fixed assets are reflected through 3 items: cost, accumulated depreciation and amortization, net book value.
- Depreciation and amortization of fixed assets (tangible and intangible fixed assets): straight-line depreciation method; method of depreciation according to volume are based on the estimated useful lives of fixed assets in conformity with Circular No. 45/2013/TT-BTC dated 25/04/2013 guiding regulation on management, use and depreciation of fixed assets and Circular No. 147/2016/TT-BTC dated 13/10/2016 on amending some articles of Circular No. 45/2013/TT-BTC dated 25/04/2013.

4. Recognition and depreciation of investment properties

- Recognition principle of investment properties.
- Depreciation method of investment properties.

5. Recognition of financial investments:

- Trading securities;

- Held-to-maturity investments;
- Loans;
- Investments in subsidiaries, affiliates, joint ventures;
- Investments in capital instruments of other entities;
- Methods of accounting for other transactions related to financial investments.

6. Recognition and capitalization of borrowing costs:

- Recognition of borrowing costs: Borrowing costs that are directly attributable to the construction of a qualifying asset shall be capitalized as part of the cost of that asset. Borrowing costs shall be recorded as financial expenses of the period when the construction is completed;
- Capitalization rate is used to determine the amount of borrowing costs eligible for capitalization in the period.

7. Accounting for prepaid expenses:

- Prepaid expenses include: expenses for purchasing, equipping to serve the production and business activities and are amortized to production and business expenses gradually;
- Amortization of prepaid expenses: in accordance with straight-line method.

8. Recognition of accrued expenses:

Recorded are accrued expenses that have been planned in production activities.

9. Recognition of provisions for payables

10. Recognition of owners' capital:

- Principle for recognition of share capital, share premium, other owners' capital:
 - + Share capital: actually contributed capital of owners;
 - + Other owners' capital: the amounts appropriated from undistributed profit after deducting the payable corporate income tax.
- Principle for recognition of differences resulted from re-valuation of assets;
- Principle for recognition of foreign exchange differences;
- Principle for recognition of undistributed profit: Undistributed profit after tax reflected in the balance sheet is the profit (gain) from the Company' operation after deducting corporate income tax expense of current year and adjustments due to retroactive application of changing accounting policies and of material misstatements from previous years.

11. Principle and method of revenue recognition:

- Sales revenue: Sales revenue is recognized in accordance with the 5 conditions for revenue recognition stipulated in Accounting Standard No. 14 "Revenue and other income". Sales revenue is measured at the fair value of the consideration received or receivable in accordance with the accrual accounting principle. Advances from customers are not recognized as revenue in the period;
- Service revenue;

- Financial income: Financial income is recognized in accordance with the 2 conditions for recognizing financial income as regulated in Accounting Standard No. 14 "Revenue and other income";
- Revenue from construction contracts.

12. Accounting for financial expenses:

Financial expenses recorded in the income statement is the total of financial expenses incurred in the period (not offsetting against financial income).

13. Principle and method of recognizing current corporate income tax expense, deferred corporate income tax expense:

- Current corporate income tax expense is computed based on the taxable income and corporate income tax rate in the current year. Deferred corporate income tax expense is determined on the basis of the deductible temporary differences, taxable temporary differences and corporate income tax rate. Current corporate income tax expense is not offset against deferred corporate income tax expense.
- At present, the Company has 3 dependent branches:
 - Branch of Song Ba Joint Stock Company - Khe Dien Hydropower Plant established under Business Registration Certificate No. 0400439955-001 dated 10/09/2007;
 - Branch of Song Ba Joint Stock Company - Krong H'Nang Hydropower Plant: exempted from corporate income tax for 4 years starting from 2010 and entitled to 50% reduction of corporate income tax for the next 9 years and tax rate of 10% for 15 years. These incentives are indicated in the Investment Certificate No. 36121000085 dated 03/03/2014 by the People's Committee of Phu Yen Province;
 - Branch of Song Ba Joint Stock Company – Dam Safety Testing and Consulting Center established under Business Registration Certificate No. 0400439955-003 dated 18/03/2013.

14. Other accounting principles and methods.

V. Supplementary information about the items in the balance sheet

1. Cash and cash equivalents

	31/03/2019 VND	01/01/2019 VND
Cash on hand	594,556,456	997,757,560
Cash in bank	6,692,225,396	10,272,800,054
+ VND	6,692,225,396	10,272,800,054
+ USD		
Cash in transits		
Cash equivalents	39,000,000,000	
Total	46,286,781,852	11,270,557,614

2. Trade receivables

	31/03/2019 VND	01/01/2019 VND
- Short-term trade receivables	-	-
+ <i>Electric Power Trading Company</i>	26,976,202,192	46,817,977,888
+ Other short-term trade receivables	4,777,955,699	5,050,242,031
- Receivables from related parties		
+ <i>Central Power Corporation</i>	4,313,724,728	6,456,083,315
Total	36,067,882,619	58,324,303,234

3. Shot-term prepayments to suppliers

	31/03/2019 VND	01/01/2019 VND
- Infrastructure & Energy Investment Consultant JSC	760,000,000	760,000,000
- 559 Consultancy and Construction JSC	98,741,000	98,741,000
- Vietnam Hydraulic engineering consultants corporation - JSC	76,042,000	76,042,000
- Dong Tay Investment and Construction JSC	6,037,361,598	6,037,361,598
- Hung Trang Joint stock Company	637,565,500	637,565,500
- Others	1,964,960,187	1,816,401,234
Total	9,574,670,285	9,426,111,332

4. Other receivables

a. Short-term	31/03/2019		01/01/2019	
	Amount VND	Provision VND	Amount VND	Provision VND
- Other receivables	2,506,378,918	-	1,651,495,493	-
- Advances for production and business activities, repair, maintenance and outside projects	13,388,977,750	-	13,174,184,823	-
+ <i>Management costs of Project Song Bung 3A ,Tam Phuc, Lai Chau</i>	3,000,000,000		3,000,000,000	
+ <i>Repair and maintenance costs of Krong H'ngang HP-electromechanical part</i>	1,180,000,000		1,180,000,000	
+ <i>Repair costs of construction works KRN</i>	1,300,000,000		1,300,000,000	
+ <i>Costs of purchasing equipment for Khe Dien HP</i>	1,700,000,000		1,700,000,000	
+ <i>Costs of purchasing materials, equipment, repair and maintenance of Khe Dien HP</i>	1,000,000,000		1,000,000,000	
+ <i>Costs of other improvements to KRN HP</i>	700,000,000		700,000,000	
+ <i>Cost of road concrete VH1 Khe Dien Hydropower Plant</i>	400,000,000		400,000,000	
+ <i>Costs of production and business activities, repairing construction items and other receivables</i>	4,108,977,750		3,894,184,823	
Total	15,895,356,668	-	14,825,680,316	-
b. Long-term	31/03/2019		01/01/2019	
	Amount VND	Provision VND	Amount VND	Provision VND
- Deposits, collaterals	3,368,516,093	-	3,368,516,093	-
- Other receivables	-	-	-	-
Total	3,368,516,093	-	3,368,516,093	-

5. Inventories

	31/03/2019		01/01/2019	
	Cost VND	Provision VND	Cost VND	Provision VND
Materials	775,724,386	-	726,994,113	-
Tools, instruments	1,168,394,000	-	1,168,394,000	-
Work in process	447,708,876	-	464,749,446	-
Total	2,391,827,262	-	2,360,137,559	-

6. Increase, decrease in tangible fixed assets:

	Buildings, architectures VND	Machinery, equipment VND	Motor vehicles VND	Office equipment VND	Total VND
Cost					
Beginning balance	1,184,055,609,156	334,580,065,801	81,836,738,864	483,803,829	1,600,956,217,650
Newly-purchased	-	-	-	-	-
Self-constructed	-	-	-	-	-
Re-classified	-	-	-	-	-
Other decrease	-	-	-	-	-
Sold, disposed	-	-	-	-	-
Ending balance	1,184,055,609,156	334,580,065,801	81,836,738,864	483,803,829	1,600,956,217,650
Depreciation					
Beginning balance	200,751,708,097	173,262,722,626	37,051,659,810	305,971,511	411,372,062,044
Charge for the year	5,489,083,367	4,258,406,234	1,217,939,879	16,974,622	10,982,404,102
Re-classified	-	-	-	-	-
Other decrease	-	-	-	-	-
Sold, disposed	-	-	-	-	-
Ending balance	206,240,791,464	177,521,128,860	38,269,599,689	322,946,133	422,354,466,146
Net book value					
Beginning balance	983,303,901,059	161,317,343,175	44,785,079,054	177,832,318	1,189,584,155,606
Ending balance	977,814,817,692	157,058,936,941	43,567,139,175	160,857,696	1,178,601,751,504

- As at 31/03/2019, fixed assets with a carrying value of VND 1,173.8 billion have been mortgaged as collateral for borrowings granted to the Company;
- Cost of fixed assets fully depreciated but still in active use at 31/03/2019 is VND 13.04 billion.
- Cost of fixed assets pending disposal at 31/03/2019:
- Commitments to purchase, sell tangible fixed assets of high value in future.
- Other changes in tangible fixed assets.
- On 29/06/2011, the Finance Department of Da Nang City issued Decision No. 293/QĐ-STC "Regarding: Approval of the plan for changing useful lives of fixed assets of Song Ba Joint Stock Company - K'rong H'Nang Hydropower Plant". Accordingly, the useful lives of architecture category and machinery, equipment category change from 30 years to 50 years and from 10 year to 15 years respectively.
- On 14/10/2013, the Ministry of Finance issued Official Letter No. 13633/BTC-TCĐN "on depreciation method of fixed assets". Accordingly, the Ministry of Finance accepts the request of Song Ba Joint Stock Company to keep applying the method of depreciation according to volume to the fixed assets directly participating in the production of electrical energy which the Company registered with the Tax Department of Da Nang City provided that Song Ba Joint Stock Company must ensure sufficient resources to repay investment

loans of credit institutions and the depreciation period should not exceed the technical life of the assets.

7. Increase, decrease in intangible fixed assets

	Land use rights VND	Computer software VND	Total VND
Cost			
Beginning balance	5,175,261,800	302,800,000	5,478,061,800
Increase in the period	-	-	-
Decrease in the period	-	-	-
Ending balance	5,175,261,800	302,800,000	5,478,061,800
Amortization			
Beginning balance	-	302,800,000	302,800,000
Increase in the period	-	-	-
Decrease in the period	-	-	-
Ending balance	-	302,800,000	302,800,000
Net book value			
Beginning balance	5,175,261,800	-	5,175,261,800
Ending balance	5,175,261,800	-	5,175,261,800

* Other notes to data and explanation:

- Use right of the land for construction of the Company's Head Office which has been put into use and the useful life is indefinite.

8. Increase, decrease in finance lease assets

	Buildings, architectures VND	Machinery, equipment VND	Motor vehicles VND	Office equipment VND	Total VND
Cost					
Beginning balance					
Finance lease in the year					
Re-purchase of finance lease fixed assets					
Other increase					
Return of finance lease fixed assets					
Sale, disposal					
Other decrease					
Ending balance	-	-	-	-	-
Accumulated depreciation					
Beginning balance					
Charge for the year					
Re-purchase of finance lease fixed assets					
Other increase					
Return of finance lease fixed assets					
Other decrease					
Ending balance	-	-	-	-	-
Net book value					
Beginning balance					
Ending balance	-	-	-	-	-

- * Additional rentals recorded as expenses in the period
- * Basis to determine additional rentals:
- * Terms of lease extension and option to purchase asset

9. Construction in progress

	31/03/2019		01/01/2019	
	Cost VND	Recoverable amount VND	Cost VND	Recoverable amount VND
Construction costs of Krong Hnang 2 Hydropower Plant	3,475,284,736	3,475,284,736	3,475,284,736	3,475,284,736
Construction costs of Song Tranh 1 Hydropower Plant	5,245,930,051	5,245,930,051	5,245,930,051	5,245,930,051
Costs of repair of other construction works	2,352,991,333	2,352,991,333	2,159,369,102	2,159,369,102
Total	11,074,206,120	11,074,206,120	10,880,583,889	10,880,583,889

10. Increase, decrease in investment properties

	Beginning balance	Increase in the year	Decrease in the year	Ending balance
	VND	VND	VND	VND
Cost				-
Land use rights				-
Buildings				-
Buildings & Land use rights				-
Infrastructures	-			-
Accumulated depreciation				-
Land use rights				-
Buildings				-
Buildings & Land use rights				-
Infrastructures				-
Net book value				-
Land use rights				-
Buildings				-
Buildings & Land use rights				-
Infrastructures				-

* Other notes to data and explanation.

11. Prepaid expenses

a. Short-term prepaid expenses	31/03/2019	01/01/2019
	VND	VND
Costs of tools and instruments allocated		
Repair costs, forest tending costs and others	380,925,132	581,732,127
Total	380,925,132	581,732,127
b. Long-term prepaid expenses	31/03/2019	01/01/2019
	VND	VND
Costs of tools and instruments to be allocated	1,035,470,091	584,794,358
Others	9,723,673,504	13,154,510,060
Total	10,759,143,595	13,739,304,418

12. Short-term, long-term loans

	31/03/2019	01/01/2019
	VND	VND
Current portion of long-term debts and short-term loans	81,018,000,000	81,246,000,000
- Vietcombank - Danang Branch	19,018,000,000	19,246,000,000
- OCB - Trung Viet Branch	62,000,000,000	62,000,000,000
Total	81,018,000,000	81,246,000,000

	31/03/2019	01/01/2019
	VND	VND
Loans with the term of over 1 year	421,511,000,000	433,488,000,000
- Vietcombank - Danang Branch (i)	15,350,000,000	16,700,000,000
- Vietcombank - Danang Branch (ii)	53,461,000,000	54,788,000,000
- OCB - Quang Nam Branch (iii)	352,700,000,000	362,000,000,000
Total	421,511,000,000	433,488,000,000

* Other notes:

- (i) On 07/02/2013, the Company entered into long-term borrowing contract No. 34/2013/VCB-KHDN with JSC Bank for Foreign Trade of Vietnam – Da Nang Branch. This is a long-term loan with maximum credit amount of VND50,000,000,000. The loan period is 120 months as from the date of withdrawal.
 - The VND loan bears interest at the rate announced by JSC Bank for Foreign Trade of Vietnam – Da Nang Branch and subject to change once a quarter.
 - The loan is to reimburse the capital which the Company invested in Khe Dien Hydropower Plant.
- (ii) On 14/05/2014, the Company entered into long-term borrowing contract No. 162/2014/VCB-KHDN with JSC Bank for Foreign Trade of Vietnam – Da Nang Branch. This is a long-term loan with maximum credit amount of VND77,650,000,000. The loan period is 120 months as from the date of withdrawal.
 - The VND loan bears interest at the rate announced by JSC Bank for Foreign Trade of Vietnam – Da Nang Branch and subject to change once a quarter.
 - The loan is to reimburse the capital which the Company invested in Khe Dien Hydropower Plant.
- (iii) On 26/03/2015, the Company entered into long-term borrowing contract No. 024/2015/HDTD-DN with Orient Commercial Bank – Quang Nam Branch. This loan has maximum credit amount of VND 620,000,000,000 VND. The loan period is 120 months as from the date of withdrawal.
 - The loan bears interest at the rate announced by Orient Commercial One Member Limited Liability Bank – Quang Nam Branch and subject to change once a quarter.
 - The loan is to finance the Krong H'nam Hydropower Plant in Phu Yen and Dak Lak Province.

13. Taxes and amounts payable to the State Budget

	31/03/2019	01/01/2019
	VND	VND
Value added tax	2,560,678,210	6,265,231,061
Corporate income tax	1,154,907,657	575,329,504
Natural resource tax	1,446,969,495	4,971,394,421
Forest environmental service fee	1,876,889,592	2,143,721,844
Total	7,039,444,954	13,955,676,830

14. Accrued expenses

	31/03/2019	01/01/2019
	VND	VND
Accrued interest	2,280,859,301	2,405,312,993
- Loan interest of Khe Dien HP (VCB Da Nang Contract 34)	483,489,410	533,178,959
- Loan interest of Khe Dien HP (VCB Da Nang Contract 162)	1,580,343,558	1,650,240,701
- Loan interest of Krong H'nang HP (OCB Trung Viet)	217,026,333	221,893,333
- Interest on deferred payment		
External project implementation costs		
- Expenses for implementing general map for Song Ba River's lowland	143,541,888	143,541,888
- Survey expenses of Song Bung 3A Investment Project	4,350,698,643	6,923,920,747
- Survey expenses of Tầm phục Investment Project	979,742,372	986,463,535
- Expenses of the Dam Safety Testing and Consulting Ia Grai 2 HP	174,691,405	201,118,677
- Expenses of installation of water level measament equipment for Dinh Binh HP, Lai Chau HP	386,408,673	556,303,545
- Other	1,544,812,587	1,563,514,357
Total	9,860,754,869	12,780,175,742

15. Other short-term payables

	31/03/2019	01/01/2019
	VND	VND
Trade union fees	10,002,160	9,946,834
Statutory insurances	-	-
Other payables	7,630,822,282	7,880,561,585
- Dividends payable	7,010,259,909	7,283,779,257
- Other payables	620,562,373	596,782,328
Total	7,640,824,442	7,890,508,419

16. Deferred income tax assets and liabilities

a. Deferred income tax assets

	31/03/2019 VND	01/01/2019 VND
- Deferred income tax assets related to the deductible temporary difference		
- Deferred income tax assets related to the unused tax losses		
- Deferred income tax assets related to the unused tax		
- Reversal of deferred income tax assets recorded from previous years		
Deferred income tax assets	-	-

b. Deferred income tax liabilities

	31/03/2019 VND	01/01/2019 VND
- Deferred income tax liabilities arising from temporary taxable differences		
- Reversal of deferred income tax liabilities recorded from previous years		
Deferred income tax liabilities	-	-

17. Owners' equity

a. Statement of changes in owners' equity

Items	Share capital VND	Share premium VND	Other owner's capital VND	Treasury shares VND	Development fund VND	Undistributed profit after tax VND	Total VND
As at 01/01/2018	604,882,610,000	(95,000,000)	7,260,810,603	(1,589,850,333)	15,130,424,088	88,314,045,810	713,903,040,168
Increase in the year	-	-	-	-	24,151,847,627	96,342,276,088	120,494,123,715
Decrease in the year	-	-	7,260,810,603	(926,572,500)	-	67,161,254,102	73,495,492,205
As at 31/12/2018	<u>604,882,610,000</u>	<u>(95,000,000)</u>	<u>0</u>	<u>(663,277,833)</u>	<u>39,282,271,715</u>	<u>117,495,067,796</u>	<u>760,901,671,678</u>
As at 01/01/2019	604,882,610,000	(95,000,000)	0	(663,277,833)	39,282,271,715	117,495,067,796	760,901,671,678
Increase in the period	-	-	-	-	-	26,857,855,558	26,857,855,558
Decrease in the period	-	-	-	-	-	-	0
As at 31/03/2019	<u>604,882,610,000</u>	<u>(95,000,000)</u>	<u>0</u>	<u>(663,277,833)</u>	<u>39,282,271,715</u>	<u>144,352,923,354</u>	<u>787,759,527,236</u>

b. Share capital

	31/03/2019 VND	01/01/2019 VND
Central Power Corporation	236,450,000,000	236,450,000,000
Other shareholders	368,432,610,000	368,432,610,000
Total	604,882,610,000	604,882,610,000

* Value of bonds converted to shares in the period: none

* Number of treasury shares: 83,440 shares

c. Capital transactions with owners and distribution of profits, dividends

	31/03/2019	01/01/2019
	VND	VND
Share capital		
- Opening balance	604,882,610,000	604,882,610,000
- Increase in the period		
- Decrease in the period		
- Closing balance	604,882,610,000	604,882,610,000
Profit, dividend paid		

d. Dividends

	31/03/2019	01/01/2019
	VND	VND
Dividends declared dater the balance sheet date		
- <i>Dividends declared for common shares</i>		
- <i>Dividends declared for preferred shares</i>		
Accumulated dividends of preferred shares not yet recorded		

e. Shares

	31/03/2019	01/01/2019
	Shares	Shares
Number of shares authorized to be issued		
Number of issued shares	60,488,261	60,488,261
- <i>Common shares</i>	60,488,261	60,488,261
- <i>Preferred shares</i>	-	-
Number of shares bought back	83,440	83,440
- <i>Common shares</i>	83,440	83,440
- <i>Preferred shares</i>	-	-
Number of outstanding shares	60,404,821	60,404,821
- <i>Common shares</i>	60,404,821	60,404,821
- <i>Preferred shares</i>	-	-
Par value: VND10,000 each		

f. Funds

	31/03/2019	01/01/2019
	VND	VND
- Development investment fund	39,282,271,715	39,282,271,715
- Reward fund	919,691,087	3,082,491,087
- Welfare fund	671,913,764	1,146,165,264
- Reward fund for Management Board		
* Purpose for appropriating and using funds of the Company:		
- To enhance the financial autonomy of the company.		
- Minimize risks.		
- Expanding production development capabilities as well as the size of the Company.		

- g. Income and expenses, profits or losses are charged directly to the owners' equity in accordance with the specific accounting standards.

18. Budget sources

	Quarter 1 Year 2019 VND	Quarter 1 Year 2018 VND
Budget sources granted in the quarter		
Expenditures for non-business activities		
Closing balance		

VI. Supplementary information about items in the income statement

1. Revenue from sales and service provision (Code 01)

	Quarter 1 Year 2019 VND	Quarter 1 Year 2018 VND
Total revenue	64,274,880,341	80,524,233,074
+ Revenue from selling electricity	64,274,880,341	80,501,505,801
+ Revenue from rendering services provision		22,727,273
Total revenue from sales and service provision	64,274,880,341	80,524,233,074

2. Revenue deductions (Code 02)

	Quarter 1 Year 2019 VND	Quarter 1 Year 2018 VND
- Trade discounts	-	-
- Sales rebates		
- Sales returns		
- Payable VAT (direct method)		
- Special consumption tax		
- Export duty		
Total	-	-

3. Revenue from sales and service provision (Code 10)

	Quarter 1 Year 2019 VND	Quarter 1 Year 2018 VND
- Revenue from selling electricity	64,274,880,341	80,501,505,801
- Revenue from rendering services provision		22,727,273
Total	64,274,880,341	80,524,233,074

4. Cost of goods sold (Code 11)

	Quarter 1 Year 2019 VND	Quarter 1 Year 2018 VND
Cost of electricity sold	19,528,179,066	20,433,934,960
Cost of services rendered		20,454,546
Total	19,528,179,066	20,454,389,506

5. Financial income (Code 21)

	Quarter 1 Year 2019 VND	Quarter 1 Year 2018 VND
Loan interest, deposit interest	214,809,019	255,833,616
Foreign exchange gains		
Total	214,809,019	255,833,616

6. Financial expenses (Code 22)

	Quarter 1 Year 2019 VND	Quarter 1 Year 2018 VND
Loan interest	11,929,211,133	13,336,477,411
Interest on late payment		
Total	11,929,211,133	13,336,477,411

7. Current corporate income tax expense (Code 51)

	Quarter 1 Year 2019 VND	Quarter 1 Year 2018 VND
Accounting profit before tax	29,221,547,619	42,335,569,739
In which:		
- Profit from operation of Khe Dien HP	5,376,004,384	8,881,117,420
- Profit from operation at the Head Office	561,829,699	257,831,875
- Profit from operation of Krong H'nang HP	23,284,669,216	33,197,564,718
- Profit from operation of the Dam Safety Testing and Consulting Center	(955,680)	(944,274)
Increasing adjustments to determine taxable income	71,654,473	67,759,569
- Adjustments for operation at Khe Dien HP	618,136	
- Adjustments for operation at the Head Office	56,049,836	67,759,569
- Adjustments for operation at KRN HP	14,986,501	
- Adjustments for operation at the Dam Safety Testing and Consulting Center		
Decreasing adjustment, offsetting to determine taxable income	-	-
- Adjustments for operation at Khe Dien HP offset against operation of KRN HP		
- Adjustments for operation at the Head Office	955,680	944,274
- Adjustments for operation at KRN HP offset against operation of Khe Dien HP		
- Adjustments for operation at the Dam Safety Testing and Consulting Center	(955,680)	(944,274)
Total taxable income	29,293,202,092	42,403,329,308
- Khe Dien Hydropower Plant	5,376,622,520	8,881,117,420
- Head Office	616,923,855	324,647,170
- Krong H'nang Hydropower Plant	23,299,655,717	33,197,564,718
- Dam Safety Testing and Consulting Center	-	-
Corporate income tax rate	20%	20%
Corporate income tax	3,528,674,847	5,160,909,390
- Khe Dien Hydropower Plant	1,075,324,504	1,776,223,484
- Head Office	123,384,771	64,929,434
- Krong H'nang Hydropower Plant (tax rate of 10%)	2,329,965,572	3,319,756,472
- Dam Safety Testing and Consulting Center	-	-
Reduced, exempted corporate income tax	1,164,982,786	1,659,878,236
- Khe Dien Hydropower Plant		
- Head Office		
- Krong H'nang Hydropower Plant	1,164,982,786	1,659,878,236
- Dam Safety Testing and Consulting Center	-	-
Current corporate income tax expense	2,363,692,061	3,501,031,154
- Khe Dien Hydropower Plant	1,075,324,504	1,776,223,484
- Head Office	123,384,771	64,929,434
- Krong H'nang Hydropower Plant	1,164,982,786	1,659,878,236
Profit after tax	26,857,855,558	38,834,538,585

8. Basic earnings per share, diluted earnings per share (Code 70, Code 71)

a. Basic earnings per share	Quarter 1	Quarter 1	Accumulated for the year	
	Year 2019	Year 2018	Year 2019	Year 2018
	VND	VND	VND	VND
Profit after corporate income tax	26,857,855,558	38,834,538,585	26,857,855,558	38,834,538,585
Adjustments increasing or decreasing profit	-	-	-	-
- Increasing adjustments	-	-	-	-
- Decreasing adjustments	-	-	-	-
Profit attributable to common shareholders	26,857,855,558	38,834,538,585	26,857,855,558	38,834,538,585
Weighted average number of outstanding common shares	60,404,821	60,288,271	60,404,821	60,288,271
Basis earnings per share	445	644	445	644

b. Diluted earnings per share	Quarter 1	Quarter 1	Accumulated for the year	
	Year 2019	Year 2018	Year 2019	Year 2018
	VND	VND	VND	VND
Profit after corporate income tax	26,857,855,558	38,834,538,585	26,857,855,558	38,834,538,585
Adjustments increasing or decreasing profit	-	-	-	-
- Increasing adjustments	-	-	-	-
- Decreasing adjustments	-	-	-	-
Profit attributable to common shareholders	26,857,855,558	38,834,538,585	26,857,855,558	38,834,538,585
Weighted average number of outstanding common shares	60,404,821	60,288,271	60,404,821	60,288,271
Additional common shares expected to be issued	-	-	-	-
Diluted earnings per share	445	644	445	644

9. Production and business expenses by elements

	Quarter 1	Quarter 1
	Year 2019	Year 2018
	VND	VND
Materials, tools expenses	814,687,055	340,508,490
Labor costs	5,784,739,231	6,350,415,046
Depreciation expenses	10,982,404,102	13,533,728,135
Outside service expenses, other cash expenses	6,089,730,183	4,884,393,869
Total	23,671,560,571	25,109,045,540

VII. Supplementaty information about items in the statement of cash flows:

10. Non-cash transactions affecting the statement of cash flows and amounts held by the Company but not in use

	Quarter 1 Year 2019 VND	Quarter 1 Year 2018 VND
a. Purchasing asseste by receiving directly related debts or via finance lease transaction:	-	-
- Acquiring enterprise through issuing shares;		
- Converting debts into owner's equity;		
b. Acquiring and disposing subsidiaries or other business entities in the reporting period:	-	-
- Total acquisition or disposal value;		
- The acquisition or disposal value paid by cash and cash equivalents;		
- Amounts of cash and cash equivalents actually held by subsidiaries or other business entities which are acquired or disposed;		
- Value of assets (summarized by each category) and liabilities which are not cash and cash equivalents in subsidiaries or other business entities acquired or disposed in the period.		
c. Present amount and reasons why cash and cash equivalents of high value held by the Company are unused due to limitations of laws or other binds which the Company must implement.	-	-

VIII. Other information

1. Contingent liabilities, commitments and other financial information.

2. Post balance sheet date events.

3. Related party information.

a. Related party transactions

	Quarter 1 Year 2019 VND	Quarter 1 Year 2018 VND
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Revenue (sales of electricity)

Central Power Corporation	12,345,850,478	17,260,917,015
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b. Related party balance

	31/03/2019 VND	01/01/2019 VND
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Amount receivable (from sale of electricity)

Central Power Corporation	4,313,724,728	6,456,083,315
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4. Reporting assets, revenue, business results by segment (business segments or segments by geographical area) in accordance with Accounting Standard No. 28 "Segment reporting".

Quarter 1/2019

Items	Total	In which:	
		Khe Dien Hydropower Plant – Quang Nam Province VND	Krong H'nang Hydropower Plant – Dak Lak Province VND
1. Net revenue from sales	64,274,880,341	12,354,280,544	51,920,599,797
2. Cost of goods sold	19,528,179,066	4,035,167,749	15,493,011,317
3. Cost of fixed assets	1,593,362,521,138	191,908,064,582	1,401,454,456,556
4. Accumulated depreciation	419,069,430,551	95,043,704,724	324,025,725,827
5. Accounting profit before tax	28,660,673,600	5,376,004,384	23,284,669,216
6. Profit after tax	26,420,366,310	4,300,679,880	22,119,686,430

Quarter 1/2018

Items	Total	In which:	
		Khe Dien Hydropower Plant – Quang Nam Province VND	Krong H'nang Hydropower Plant – Dak Lak Province VND
1. Net revenue from sales	80,501,505,801	17,268,450,131	63,233,055,670
2. Cost of goods sold	20,433,934,960	5,021,845,048	15,412,089,912
3. Cost of fixed assets	1,593,362,521,138	191,908,064,582	1,401,454,456,556
4. Accumulated depreciation	381,295,104,221	89,922,408,974	291,372,695,247
5. Accounting profit before tax	42,078,682,138	8,881,117,420	33,197,564,718
6. Profit after tax	38,642,580,418	7,104,893,936	31,537,686,482

- 5. Comparative figures (changes in information of the financial statements of previous accounting periods)**
6. Going concern information.
7. Other information.

Preparer



Truong Ngoc Hung

Chief Accountant



Pham Thai Hung

General Director




Pham Phong

Da Nang, 11 April 2019