

CÔNG TY CỔ PHẦN FPT
FPT CORPORATION

CỘNG HOÀ XÃ HỘI CHỦ NGHĨA VIỆT NAM
Độc lập - Tự do - Hạnh phúc
THE SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

Số/No.: 60.../FPT-FAF

Hà Nội, ngày 08 tháng 03 năm 2022
Hanoi, March 08th, 2022

CÔNG BỐ THÔNG TIN
TRÊN CÔNG THÔNG TIN ĐIỆN
TỬ CỦA ỦY BAN CHỨNG KHOÁN
NHÀ NƯỚC VÀ SGDCK TP.HCM

DISCLOSURE OF INFORMATION
ON THE STATE SECURITIES
COMMISSION'S PORTAL AND
HOCHIMINH STOCK EXCHANGE'S
PORTAL

Kính gửi/ To: - Ủy ban Chứng khoán Nhà nước/ *The State Securities Commission*
- Sở Giao dịch chứng khoán TP.HCM/ *Hochiminh Stock Exchange*

- Tên tổ chức / *Organization name*: Công ty Cổ phần FPT/ *FPT Corporation*
- Mã chứng khoán/ *Security Symbol*: FPT/ *FPT*
- Địa chỉ trụ sở chính/ *Address*: Số 10, phố Phạm Văn Bạch, Phường Dịch Vọng, Quận Cầu Giấy, Thành phố Hà Nội, Việt Nam/ *10 Pham Van Bach Street, Dich Vong Ward, Cau Giay District, Hanoi, Vietnam*
- Điện thoại/ *Telephone*: 024. 7300 7300
- Fax: 024. 3768 7410
- Người thực hiện công bố thông tin/ *Submitted by*: Ông Dương Hoàng Phú/ *Mr. Duong Hoang Phu*
Chức vụ/ *Position*: Quản lý Quan hệ nhà đầu tư/ *Investor Relations Manager*

Loại thông tin công bố: định kỳ bất thường 24h theo yêu cầu
Information disclosure type: Periodic Irregular 24 hours On demand

Nội dung thông tin công bố (*)/ *Content of Information disclosure (*)*: Báo cáo tài chính công ty mẹ năm 2021 và Báo cáo tài chính hợp nhất năm 2021/ *Separate Financial Statements of 2021 and Consolidated Financial Statements of 2021*.

Thông tin này đã được công bố trên trang thông tin điện tử của công ty vào ngày 08/03/2022 tại đường dẫn: <http://fpt.com.vn/vi/nhadautu/cong-bo-thong-tin>

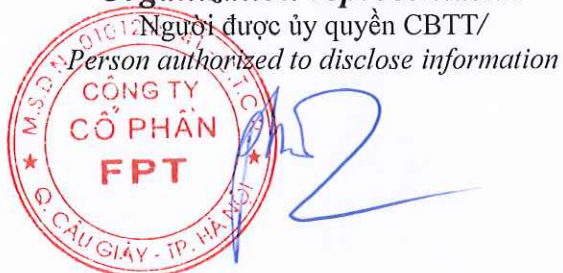


This information was disclosed on Company website (<https://fpt.com.vn/vi/nhadautu/thong-tin-cong-bo>) on March 08th, 2022.

Chúng tôi cam kết các thông tin công bố trên đây là đúng sự thật và hoàn toàn chịu trách nhiệm trước pháp luật về nội dung các thông tin đã công bố/ We declare that all information provided in this paper is true and accurate; We shall be legally responsible for any misrepresentation.

Tài liệu đính kèm/*Attachment*: Báo cáo tài chính mẹ năm 2021 và báo cáo tài chính hợp nhất năm 2021/ *Separate Financial Statements of 2021 and Consolidated Financial Statements of 2021.*

Đại diện tổ chức
Organization representative



Dương Hoàng Phú

Nơi nhận/Recipient:

- Như trên/*As above*:
- Lưu/*Archived by*: VT, FAF/*Admin*, FAF



FPT CORPORATION

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

FPT CORPORATION

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

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FPT CORPORATION

CORPORATE INFORMATION

Enterprise Registration Certificate

No. 0103001041 dated 13 May 2002

The Enterprise Registration Certificate was initially issued by the Hanoi City Department of Planning and Investment on 13 May 2002. The latest amendment (51st) to the Enterprise Registration Certificate was issued on 6 July 2021.

Board of Directors

Mr. Truong Gia Binh	Chairman
Mr. Bui Quang Ngoc	Vice Chairman
Mr. Do Cao Bao	Member
Mr. Jean Charles Belliol	Member
Mr. Le Song Lai	Member
Mr. Tomokazu Hamaguchi	Member
Mr. Dan E Khoo	Member

Board of Supervision

Mr. Nguyen Viet Thang	Chief Supervisor
Mr. Nguyen Khai Hoan	Member
Ms. Nguyen Thi Kim Anh	Member

Board of Management

Mr. Nguyen Van Khoa	General Director
Mr. Nguyen The Phuong	Deputy General Director
Mr. Hoang Viet Anh	Deputy General Director

Legal Representatives

Mr. Truong Gia Binh	Chairman
Mr. Nguyen Van Khoa	General Director

Registered Office

No. 10, Pham Van Bach Street, Dich Vong Ward, Cau Giay District, Hanoi, Vietnam

Auditor

PwC (Vietnam) Limited

FPT CORPORATION

STATEMENT OF THE BOARD OF MANAGEMENT

THE RESPONSIBILITY OF THE BOARD OF MANAGEMENT OF THE COMPANY IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS

The Board of Management of FPT Corporation (“the Company”) is responsible for preparing the consolidated financial statements of the Company and its subsidiaries (together, “the Group”) which give a true and fair view of the consolidated financial position of the Group as at 31 December 2021, and of the consolidated results of its operations and its consolidated cash flows for the year then ended. In preparing these consolidated financial statements, the Board of Management is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent; and
- prepare the consolidated financial statements on a going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Board of Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Group and enable the consolidated financial statements to be prepared which comply with the basis of accounting set out in Note 2 to the consolidated financial statements. The Board of Management is also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud or error.

The Legal Representatives of the Company authorised the Deputy General Director to approve and sign the consolidated financial statements of the Group for the year ended 31 December 2021 pursuant to the Authorisation Letter No. 74/2021/QD-FPT-TGD dated 29 March 2021.

APPROVAL OF THE CONSOLIDATED FINANCIAL STATEMENTS

I hereby, approve the accompanying consolidated financial statements as set out on pages 5 to 61 which give a true and fair view of the consolidated financial position of the Group as at 31 December 2021, and of the consolidated results of its operations and its consolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of consolidated financial statements.



Nguyen The Phuong
Deputy General Director
Authorised signatory

Ha Noi, S.R. Vietnam
7 March 2022



INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF FPT CORPORATION

We have audited the accompanying consolidated financial statements of FPT Corporation ("the Company") and its subsidiaries (together, "the Group") which were prepared on 31 December 2021 and approved by the Deputy General Director of the Company (as authorised by the Legal Representatives of the Company) on 7 March 2022. The consolidated financial statements comprise the consolidated balance sheet as at 31 December 2021, the consolidated income statement and the consolidated cash flows for year then ended, and explanatory notes to the consolidated financial statements including significant accounting policies, as set out on pages 5 to 61.

Responsibility of the Board of Management

The Board of Management of the Company is responsible for the preparation and the true and fair presentation of these consolidated financial statements of the Group in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of consolidated financial statements and for such internal control which the Board of Management determines necessary to enable the preparation and fair presentation of the consolidated 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 the consolidated financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical standards and requirements and plan and perform the audit in order to obtain reasonable assurance as to whether the Group's consolidated financial statements are free from material misstatement.

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

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



Auditor's Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at 31 December 2021, its consolidated financial performance and consolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of consolidated financial statements.

Other Matters

The consolidated financial statements of the Group for the year ended 31 December 2020 were audited by another auditors who expressed an unmodified opinion on those statements on 4 March 2021.

The independent auditor's report is prepared in Vietnamese and English. Should there be any conflict between the Vietnamese and English versions, the Vietnamese version shall take precedence.

For and on behalf of PwC (Vietnam) Limited



Mai Viet Hung Tran
Audit Practising Licence
No. 0048-2018-006-1
Authorised signatory

Pham Duc Viet
Audit Practising Licence
No. 3848-2021-006-1

Report reference number: HAN 2923
Hanoi, 7 March 2022

CONSOLIDATED BALANCE SHEET

Code	ASSETS	Note	As at 31 December	
			2021 VND	2020 VND (As reclassified – Note 37)
100	CURRENT ASSETS		35,118,372,900,846	25,265,933,056,476
110	Cash and cash equivalents	4	5,417,845,293,242	4,686,191,374,038
111	Cash		3,447,377,491,137	2,216,742,790,757
112	Cash equivalents		1,970,467,802,105	2,469,448,583,281
120	Short-term financial investment		20,730,720,735,456	12,435,918,124,269
123	Investments held to maturity	5(a)	20,730,720,735,456	12,435,918,124,269
130	Short-term receivables		6,882,182,894,987	6,265,411,863,371
131	Short-term trade accounts receivable	6	6,211,956,510,246	5,564,392,191,491
132	Short-term prepayments to suppliers	7	400,707,131,836	459,336,196,478
134	Contract-in-progress receivables	8	168,939,964,952	197,972,680,487
135	Short-term lendings		34,762,220,000	185,532,228,683
136	Other short-term receivables	9(a)	595,813,030,192	480,833,352,415
137	Provision for doubtful debts – short-term	10	(529,995,962,239)	(622,654,786,183)
140	Inventories	11	1,507,342,901,619	1,290,091,524,352
141	Inventories		1,623,315,328,554	1,405,083,502,315
149	Provision for decline in value of inventories		(115,972,426,935)	(114,991,977,963)
150	Other current assets		580,281,075,542	588,320,170,446
151	Short-term prepaid expenses	12(a)	290,950,472,969	274,481,738,695
152	Value Added Tax ("VAT") to be reclaimed		256,817,647,142	268,314,490,280
153	Tax and other receivables from the State	13(a)	32,512,955,431	45,523,941,471

The notes on pages 12 to 61 are an integral part of these consolidated financial statements.

CONSOLIDATED BALANCE SHEET
(continued)

Code	ASSETS	Note	As at 31 December	
			2021 VND	2020 VND (As reclassified – Note 37)
200	LONG-TERM ASSETS		18,579,567,995,029	16,468,390,178,718
210	Long-term receivables		167,244,119,883	242,872,863,326
212	Long-term prepayments to suppliers		-	380,000,000
215	Long-term lendings		2,268,758,773	93,992,225,574
216	Other long-term receivables	9(b)	219,704,534,928	203,229,811,570
219	Provision for doubtful debts – long-term	10	(54,729,173,818)	(54,729,173,818)
220	Fixed assets		10,398,837,546,784	8,317,822,707,614
221	Tangible fixed assets	14(a)	9,260,934,699,063	7,219,551,625,765
222	Historical cost		16,080,827,716,168	12,945,570,337,275
223	Accumulated depreciation		(6,819,893,017,105)	(5,726,018,711,510)
224	Finance lease fixed assets		4,842,789,874	2,902,077,617
225	Historical cost		8,002,891,607	6,031,445,271
226	Accumulated depreciation		(3,160,101,733)	(3,129,367,654)
227	Intangible fixed assets	14(b)	1,133,060,057,847	1,095,369,004,232
228	Historical cost		2,249,106,647,011	2,036,967,631,495
229	Accumulated amortisation		(1,116,046,589,164)	(941,598,627,263)
240	Long-term asset in progress		1,290,598,745,684	2,373,393,296,565
242	Construction in progress	15	1,290,598,745,684	2,373,393,296,565
250	Long-term investments		3,101,993,693,319	2,581,174,954,052
252	Investments in joint ventures, associates	5(b)	2,018,005,439,382	1,980,817,143,237
253	Investments in other entities	5(b)	1,931,006,629,408	903,457,236,286
254	Provision for long-term investments	5(b)	(847,218,375,471)	(303,299,425,471)
255	Investments held to maturity	5(a)	200,000,000	200,000,000
260	Other long-term assets		3,620,893,889,359	2,953,126,357,161
261	Long-term prepaid expenses	12(b)	2,972,696,947,589	2,613,622,547,729
262	Deferred income tax assets		182,211,531,443	139,469,584,405
269	Goodwill	16	465,985,410,327	200,034,225,027
270	TOTAL ASSETS		53,697,940,895,875	41,734,323,235,194

The notes on pages 12 to 61 are an integral part of these consolidated financial statements.

CONSOLIDATED BALANCE SHEET
 (continued)

Code	RESOURCES	Note	As at 31 December	
			2021 VND	2020 VND
300	LIABILITIES		32,279,955,665,838	23,128,655,834,466
310	Short-term liabilities		29,761,106,035,257	22,364,710,509,820
311	Short-term trade accounts payable	17	2,865,815,039,581	2,824,505,552,359
312	Short-term advances from customers	18	710,658,541,296	465,157,577,125
313	Tax and other payables to the State	13(b)	517,652,708,809	645,972,209,996
314	Payables to employees		2,926,228,655,285	1,968,364,078,549
315	Short-term accrued expenses	19	829,126,223,397	762,365,483,261
317	Contract-in-progress payables	8	89,224,688,468	64,245,054,184
318	Short-term unearned revenue	20(a)	2,530,369,295,558	1,962,878,574,530
319	Other short-term payables	21(a)	555,467,321,694	744,816,892,234
320	Short-term borrowings	22(a)	17,799,441,187,777	12,062,410,192,740
321	Provision for short-term liabilities		112,413,880,560	211,596,795,175
322	Bonus and welfare fund		824,708,492,832	652,398,099,667
330	Long-term liabilities		2,518,849,630,581	763,945,324,646
336	Long-term unearned revenue	20(b)	94,843,849,565	41,124,555,530
337	Other long-term payables	21(b)	34,908,209,574	38,492,884,032
338	Long-term borrowings	22(b)	2,296,308,493,046	677,796,913,413
341	Deferred income tax liabilities		87,366,215,294	258,372,310
342	Provision for long-term liabilities		5,230,766,819	6,080,503,078
343	Fund for scientific and technological development		192,096,283	192,096,283

The notes on pages 12 to 61 are an integral part of these consolidated financial statements.

CONSOLIDATED BALANCE SHEET
 (continued)


Code	RESOURCES	Note	As at 31 December	
			2021 VND	2020 VND
400	OWNERS' EQUITY		21,417,985,230,037	18,605,667,400,728
410	Capital and reserves		21,415,235,230,037	18,602,917,400,728
411	Owners' capital	23, 24	9,075,516,490,000	7,839,874,860,000
411a	- Ordinary shares with voting rights		9,075,516,490,000	7,839,874,860,000
412	Share premium	24	49,713,213,411	49,713,213,411
414	Owners' other capital	24	1,178,174,776,366	920,081,410,199
415	Treasury shares	24	(823,760,000)	(823,760,000)
417	Foreign exchange differences	24	(22,561,932,248)	13,496,751,277
418	Investment and development fund	24	570,491,625,643	442,371,579,941
420	Other reserves	24	87,203,093,024	87,203,093,024
421	Undistributed earnings	24	7,000,480,585,004	6,390,906,128,452
421a	- Undistributed post-tax profits of previous years		3,967,085,558,748	4,049,855,354,550
421b	- Undistributed post-tax profit of current year		3,033,395,026,256	2,341,050,773,902
429	Non-controlling interests	24	3,477,041,138,837	2,860,094,124,424
430	Budget sources and other funds		2,750,000,000	2,750,000,000
431	Budget sources		2,750,000,000	2,750,000,000
440	TOTAL RESOURCES		53,697,940,895,875	41,734,323,235,194



 Hoang Ngoc Bich
 Preparer



 Hoang Huu Chien
 Chief Accountant


 Nguyen The Phuong
 Deputy General Director
 Authorised signatory
 7 March 2022


The notes on pages 12 to 61 are an integral part of these consolidated financial statements.

CONSOLIDATED INCOME STATEMENT

Code		Note	Year ended 31 December	
			2021 VND	2020 VND (As reclassified – Note 37)
01	Revenue from sales of goods and rendering of services		35,671,052,233,610	29,857,306,446,210
02	Less deductions		13,789,688,583	26,905,919,386
10	Net revenue from sales of goods and rendering of services (10 = 01 - 02)	26	35,657,262,545,027	29,830,400,526,824
11	Cost of goods sold and services rendered	27	22,025,298,308,249	18,213,060,801,201
20	Gross profit from sales of goods and rendering of services (20 = 10 - 11)		13,631,964,236,778	11,617,339,725,623
21	Financial income	28	1,270,789,386,267	821,896,424,782
22	Financial expenses	29	1,144,187,446,845	548,165,211,617
23	- Including: Interest expense		483,995,846,804	385,337,754,896
24	Profit sharing from joint ventures and associates	5(b)	686,864,681,119	312,193,572,178
25	Selling expenses	30	3,604,610,784,981	2,930,258,252,581
26	General and administration expenses	31	4,612,325,935,574	4,082,351,794,454
30	Net operating profit (30 = 20 + 21 - 22 + 24 - 25 - 26)		6,228,494,136,764	5,190,654,463,931
31	Other income		133,219,177,622	131,401,186,949
32	Other expenses		24,506,873,428	58,599,020,913
40	Net other income (40 = 31 - 32)		108,712,304,194	72,802,166,036
50	Net accounting profit before tax (50 = 30 + 40)		6,337,206,440,958	5,263,456,629,967
51	Business income tax ("BIT") - current	32	954,883,280,274	942,814,118,631
52	BIT – deferred	32	33,022,061,188	(103,102,706,262)
60	Net profit after tax (60 = 50 - 51 - 52) Attributable to:		5,349,301,099,496	4,423,745,217,598
61	Shareholders of the parent company		4,337,411,879,802	3,538,007,738,822
62	Non-controlling interests		1,011,889,219,694	885,737,478,776
70	Basic earnings per share	25(a)	4,349	3,579
71	Diluted earnings per share	25(b)	4,349	3,579


Hoàng Ngọc Bích
Preparer


Hoàng Hữu Chiên
Chief Accountant


Nguyễn Thế Phương
Deputy General Director
Authorised signatory
7 March 2022




CONSOLIDATED CASH FLOW STATEMENT
(Indirect method)

Code	Note	Year ended 31 December	
		2021 VND	2020 VND (As reclassified – Note 37)
CASH FLOWS FROM OPERATING ACTIVITIES			
01		6,337,206,440,958	5,263,456,629,967
		Adjustments for:	
02			
03			
04			
05			
06			
08			
09			
10			
11			
12			
14			
15			
17			
20			
CASH FLOWS FROM INVESTING ACTIVITIES			
21			
22			
23			
24			
25			
26			
27			
30			

The notes on pages 12 to 61 are an integral part of these consolidated financial statements.

CONSOLIDATED CASH FLOW STATEMENT (continued)
(Indirect method)


Code	Note	Year ended 31 December	
		2021 VND	2020 VND
CASH FLOWS FROM FINANCING ACTIVITIES			
31	Proceeds from shares issuance	87,611,404,675	59,633,580,760
33	Proceeds from borrowings	34,463,706,577,011	20,448,570,691,368
34	Repayments of borrowings	(26,931,165,232,996)	15,570,014,545,746)
35	Finance lease principal repayments	(1,306,368,312)	(1,753,793,420)
36	Dividends paid, profits distributed to owners	(2,254,183,945,975)	(1,899,079,382,925)
40	Net cash inflows from financing activities	5,364,662,434,403	3,037,356,550,037
50	Net increase in cash and cash equivalents	791,465,872,799	1,232,911,296,289
60	Cash and cash equivalents at beginning of year	4,686,191,374,038	3,453,388,617,569
61	Effect of foreign exchange differences	(59,811,953,595)	(108,539,820)
70	Cash and cash equivalents at end of year	5,417,845,293,242	4,686,191,374,038



Hoang Ngoc Bich
Preparer



Hoang Huu Chien
Chief Accountant



Nguyen The Phuong
Deputy General Director
Authorised signatory
7 March 2022



The notes on pages 12 to 61 are an integral part of these consolidated financial statements.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021****1 GENERAL INFORMATION**

FPT Corporation (the "Company") was initially incorporated as a State-owned company in Vietnam and subsequently equitized to become a joint stock company in accordance with the Decision No. 178/QĐ-TTg dated 28 February 2002. The Company operates under the Enterprise Registration Certificate No. 0103001041 which was initially issued by the Hanoi City Department of Planning and Investment on 13 May 2002. The latest amendment (51st) to the Enterprise Registration Certificate was issued on 6 July 2021.

Since 13 December 2006, the Company's shares have been listed on the Ho Chi Minh City Stock Exchange with the stock trading code FPT.

The principal activities of the Company and its subsidiaries (together, "the Group") are to provide IT and telecommunication products and services. The main products and services include: (i) Software development including software outsourcing, provision of software package and solutions, software services and ERP services; (ii) Information technology services including digital transformation consulting and IT consulting, system management, BPO service, data center service, cloud computing service, and service based on new technologies such as artificial intelligence, automation; (iii) System integration; (iv) Telecommunication services including internet services, pay television and value added services; (v) Digital content services including online advertising; and (vi) General education, college, university and postgraduate training services.

The normal business cycle of the Group is within 12 months, except for some system integration projects which are carried out for a time period of more than 12 months.

As at 31 December 2021, the Group had 37,180 employees (as at 31 December 2020: 30,651 employees).

As at 31 December 2021, the Group had 8 direct subsidiaries and 3 main associates. Details are presented on the following page.

In addition, information about other subsidiaries, joint ventures, and associates of the Company's direct subsidiaries is presented in Appendix 1 of the consolidated financial statements.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1 GENERAL INFORMATION (CONTINUED)

(i) Direct subsidiaries:

Subsidiaries	Principal activities	Place of incorporation and operation	As at 31.12.2021		As at 31.12.2020	
			% of ownership	% of voting rights	% of ownership	% of voting rights
FPT Information System Corporation	Application software solutions, ERP services, information technology service and system integration service	Floor 22, Keangnam Landmark 72, E6 Pham Hung, Me Tri, Tu Liem, Hanoi	100%	100%	100%	100%
FPT Software Company Limited	Software products and services	No. 17, Duy Tan Street, Dich Vong Hau Ward, Cau Giay District, Hanoi	100%	100%	100%	100%
FPT Telecom Joint Stock Company (*)	ADSL services, line leasing, pay-TV and other online services	No. 17, Duy Tan Street, Dich Vong Hau Ward, Cau Giay District, Hanoi	45.65%	45.65%	45.65%	45.65%
FPT Education Company Limited	Training and technology services	No. 17, Duy Tan Street, Dich Vong Hau Ward, Cau Giay District, Hanoi	100%	100%	100%	100%
FPT Online Service Joint Stock Company	Online services	Lot L 29B-31B-33B, Tan Thuan Street, Tan Thuan Dong Ward, District 7, Ho Chi Minh City	49.52%	80.15%	49.52%	80.15%
FPT Investment Company Limited	Financial investment	No.10, Pham Van Bach Street, Dich Vong Ward, Cau Giay District, Hanoi	100%	100%	100%	100%
FPT Smart Cloud Company Limited	Information technology	No.10, Pham Van Bach Street, Dich Vong Ward, Cau Giay District, Hanoi	100%	100%	100%	100%
FPT Digital Company Limited (**)	Digital transformation consulting services	No.10, Pham Van Bach Street, Dich Vong Ward, Cau Giay District, Hanoi	100%	100%	Not yet established	

(*) As at 31 December 2021 and 31 December 2020, the Company owns 45.65% of capital and 45.65% of voting rights at FPT Telecom Joint Stock Company ("FTEL"). However, the Company has the right to cast a majority voting at the meetings of the Board of Directors or equivalent management level of FTEL and, therefore, the Company has the power to govern the financial and operating policies of FTEL. As a result, the Company has control over FTEL, and FTEL is a subsidiary of the Company.

(**) During the year, FPT Digital Co., Ltd. was established pursuant to the Enterprise Registration Certificate No. 0109525069 dated 8 February 2021 issued by the Hanoi City Department of Planning and Investment.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1 GENERAL INFORMATION (CONTINUED)

(ii) Main associates:

Associates	Principal activities	Place of incorporation and operation	As at 31.12.2021		As at 31.12.2020	
			% of ownership	% of voting rights	% of ownership	% of voting rights
FPT Digital Retail Joint Stock Company	Retails of computers, peripheral devices, software and telecommunication equipment; telecom service agent	No. 261 - 263 Khanh Hoi, Ward 2, District 4, Ho Chi Minh City	46.53%	46.53%	46.53%	46.53%
Synnex FPT Joint Stock Company	Producing technological products and distributing IT devices and mobile phone; and manufacturing computers	No. 17, Duy Tan Street, Dich Vong Hau Ward, Cau Giay District, Hanoi	48%	48%	48%	48%
FPT Capital Management Joint Stock Company	Portfolio and fund management and other services	Floor 9, TTC Building, Lot B1A, Dich Vong Hau Ward, Cau Giay District, Hanoi	25%	25%	25%	25%

Disclosure of information comparability in the consolidated financial statements:

The comparative figures on the consolidated financial statements and the related disclosures are the figures of the audited consolidated financial statements for the year ended 31 December 2020.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation of consolidated financial statements

The consolidated financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of consolidated financial statements.

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam. The accounting principles and practices utilised in Vietnam may differ from those generally accepted in countries and jurisdictions other than Vietnam.

The consolidated financial statements in Vietnamese are the official consolidated financial statements of the Group. The consolidated financial statements in English have been translated from the Vietnamese version.

2.2 Fiscal year

The Group's fiscal year is from 1 January to 31 December.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.3 Currency used in preparation and presentation of consolidated financial statements**

The consolidated financial statements are measured and presented in Vietnamese Dong ("VND" or "Dong").

On consolidation, if the currencies used on the financial statements of subsidiaries are different from that of the Group, the parent company translates those financial statements into the currency used in the Group's consolidated financial statements under the following principles:

- Assets, liabilities and goodwill incurred on acquisition of overseas subsidiaries are translated at the actual exchange rate at the year end;
- Undistributed earnings or losses incurred after acquisition date are translated based on the translation of income and expenses in the income statement;
- Items of the income statement and the cash flow statement are translated at the average exchange rate of the fiscal year if it approximates the actual rate at the time of the transaction (with the difference not exceeding 2%); and
- Accumulated exchange differences arising from translation are presented in equity of the consolidated balance sheet. Exchange differences attributable to the Company are presented in "Foreign exchange differences". Those attributable to non-controlling interests are allocated to "Non-controlling interests".

2.4 Exchange rates

Transactions arising in foreign currencies are translated at exchange rates prevailing at the transaction dates.

Monetary assets and liabilities denominated in foreign currencies at the consolidated balance sheet date are mainly translated at the selling transfer rate at the consolidated balance sheet date of the commercial banks with which the Group regularly has transactions.

Foreign exchange differences arising from these translations are recognised in the consolidated income statement.

2.5 Basis of consolidation**Subsidiary**

The consolidated financial statements incorporate the financial statements of the parent company and enterprises controlled by the Group for the year from 1 January 2021 to 31 December 2021. Control is achieved where the Group has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the period are included in the consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.5 Basis of consolidation (continued)****Subsidiary (continued)**

Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. The excess of the cost of acquisition over the acquirer's share of the fair value of the identifiable net assets of the acquired subsidiary is recorded as goodwill. If the cost of acquisition is less than the acquirer's share of the fair value of the net assets of the acquired subsidiary, the difference is recognised directly in the consolidated income statement of the fiscal year when the subsidiary is acquired.

Inter-company transactions, balances and unrealised gains and losses on transactions between group companies are eliminated on consolidation.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

Non-controlling transactions and interests

The Group applies a policy for transactions with non-controlling interests as transactions with external parties to the Group.

Non-controlling interests consist of the amount of those non-controlling interests at the date of the original business combination and the non-controlling interests' share of changes in equity since the date of the combination. Losses in subsidiaries are respectively attributed to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

The non-controlling interests are initially measured at the non-controlling shareholders' proportion of the net fair value of the assets, liabilities, and contingent liabilities recognized.

A divestment of the Group's interest in a subsidiary that does not result in a loss of control is accounted for as a transaction with owners. The difference between the change in the Group's share of net assets of the subsidiary and any consideration paid or received from divestment of the Group's interest in the subsidiary is recorded directly in the undistributed earnings under equity. In a divestment of the Group's interest in a subsidiary that results in a loss of control, the difference between the Group's share in the net assets of the subsidiary and the net proceeds from divestment is recognised in the consolidated income statement. The retained interest in the entity will be accounted for as either an investment in another entity or an investment to be accounted for as equity since the divestment date.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.5 Basis of consolidation (continued)****Joint ventures and associates**

Joint ventures are contractual arrangements whereby two or more parties undertake an economic activity which is subject to joint control. Associates are all entities over which the Group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in joint ventures and associates are accounted for using the equity method of accounting and are initially recognised at cost. Interests in joint ventures and associates are carried in the consolidated balance sheet at cost as adjusted by post-acquisition changes in the Group's share of the net assets of the associate. The Group's investment in joint ventures and associates includes goodwill identified on acquisition, net of any accumulated impairment loss.

Profits from the joint ventures and associates on the consolidated income statement are proportional to the Group's ownership interest in the joint ventures and associates in respect of profit of the joint ventures and associates. When the Group's share of losses in an associate equals or exceeds its interest in the joint venture or associate, the Group does not recognize further losses, unless it has incurred obligations or made payments on behalf of the joint ventures and associates.

Unrealized gains and losses on transactions between the Group and its joint ventures and associates are eliminated to the extent of the Group's interest in the joint ventures and associates in accordance with current accounting regulations.

2.6 Goodwill

Goodwill in the consolidated financial statements represents the excess of the cost of an acquisition over the fair value of the Group's share of the net identifiable assets of the acquired subsidiary or associate at the date of acquisition.

Goodwill on acquisitions of subsidiaries is recognised as an asset and is amortised in the consolidated income statements in accordance with current accounting regulations. Goodwill on acquisitions of investments in joint ventures and associates is included in the carrying amount of the investments at the date of acquisition. The Group does not amortise this goodwill.

On disposal of the investments in subsidiaries or joint ventures and associates, the residual value of the goodwill that has not been fully depreciated is reduced in proportion to the percentage of capital withdrawn and included in the undistributed profit after tax when the parent company still holds control over the subsidiary or is reduced in its entirety and included in profit/loss on the consolidated income statement in case the parent company loses control.

The Group assesses impairment for goodwill in subsidiaries on an annual basis. If there is evidence that the impairment during the year is higher than the annual goodwill charge, the Group records the impairment immediately in the year.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.7 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, cash at banks, cash in transit, demand deposits and other short-term investments with an original maturity of three months or less.

2.8 Receivables

Receivables represent the amounts recoverable from customers or other debtors and are stated at book value less provision for doubtful debts.

Provision for doubtful debts is made for each outstanding amount based on overdue days in payment according to the initial payment commitment (exclusive of the payment rescheduling between parties) or based on the estimated loss that may arise. Bad debts are written off when identified.

Receivables are classified into short-term and long-term receivables on the consolidated balance sheet based on the remaining period from the consolidated balance sheet date to the maturity date.

2.9 Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined by the first-in first-out method and includes all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In the case of manufactured products, cost includes all direct expenditure and production overheads based on normal levels of operating activity. Net realisable value is the estimated selling price in the normal course of business, less the estimated costs of completion and selling expenses.

The Group applies the perpetual system for inventories.

Provision is made, when necessary, for obsolete, slow-moving and defective inventory items. The difference between the provision of this period and the provision of the previous period are recognised as an increase or decrease of cost of goods sold in the year.

2.10 Investments**(a) Investments held to maturity**

Investments held to maturity are investments which the Group has a positive intention and ability to hold until maturity.

Investments held to maturity include bank deposits with original term over 3 months, and other investments held to maturity. Those investments are initially accounted for at cost. Subsequently, the Group reviews all outstanding investments to determine the amount of provision to recognise at the accounting period.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.10 Investments (continued)****(a) Investments held to maturity (continued)**

Provision for diminution in value of investments held to maturity is made when there is evidence that the investment is uncollectible in whole or in part. Changes in the provision balance during the accounting period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

Investments held to maturity are classified into short-term and long-term investments held to maturity on the consolidated balance sheet based on the remaining period from the consolidated balance sheet date to the remaining maturity date.

(b) Investments in joint ventures and associates

Investments in joint ventures and associates are accounted for using the equity method when preparing the consolidated financial statements (Note 2.5).

(c) Investments in other entities

Investments in other entities are investments in equity instruments of other entities without controlling rights or co-controlling rights, or without significant influence over the investee. These investments are carried at cost less provision.

Provision for investments in other entities is made when there is a diminution in value of the investments at the period end. It is calculated based on market value if market value can be determined reliably. If market value can not be determined reliably, the provision for investments in other entities is calculated based on the loss of investees.

Changes in the provision balance during the accounting period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

2.11 Lendings

Lendings are lendings granted for the earning of interest under agreements among parties but not for being traded as securities.

Lendings are recognised at cost less any provision for doubtful lendings. Provision for doubtful lendings is made based on the current accounting regulations. Changes in the provision balance during the accounting period are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost.

Lendings are classified into short-term and long-term lendings on the consolidated balance sheet based on the remaining term as at the consolidated balance sheet date.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.12 Contracts on software development and system integration

The Group applied the following accounting policies for contracts on software development and system integration.

When the outcome of a contract can be estimated reliably, and the contractor is paid in accordance with the planned schedule, contract revenue and contract costs are recognised over the period of the contract as revenue and expenses respectively. The Group uses the percentage of completion method to determine the appropriate amount of revenue and costs to be recognised in the accounting period.

When the outcome of a contract on software development and system integration cannot be reliably estimated, contract revenue is recognised to the extent of contract costs incurred where it is probable those costs will be recoverable. Contract costs are only recognised when incurred during the year.

The aggregate of the costs incurred and the profit or loss recognised on each contract is compared against the progress billings up to the period end. Where costs incurred and profits recognised (less recognised losses) exceed progress billings, the balance is presented as contracts-in-progress receivables. Where progress billings exceed costs incurred plus recognised profits (less recognised losses), the balance is presented as contracts-in-progress payables.

2.13 Fixed assets

Tangible fixed assets and depreciation

Fixed assets are stated at historical cost less accumulated depreciation or amortisation. Historical cost includes any expenditure that is directly attributable to the acquisition of the fixed assets bringing them to suitable condition for their intended use. The costs of self-constructed or manufactured assets are the actual construction or manufacturing cost plus installation and test running costs. Expenditure which is incurred subsequently and has resulted in an increase in the future economic benefits expected to be obtained from the use of fixed assets, can be capitalised as an additional historical cost. Otherwise, such expenditure is charged to the consolidated income statement when incurred.

Tangible fixed assets are depreciated using the straight-line method over their following estimated useful lives. The estimated useful lives of each asset class are as follows:

Buildings and structures	8 – 30 years
Machinery and equipment	3 – 20 years
Motor vehicles	4 – 7 years
Office equipment	3 – 10 years
Others	3 – 5 years

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.13 Fixed asset (continued)

Intangible fixed assets and amortisation

Intangible assets reflect the value of land use rights, license, operating rights, copyrights and patents, customer relationship, brand name, and computer software.

(i) Land use rights

Land use rights comprise of land use rights granted by the State for which land use fees are collected, land use rights acquired in a legitimate transfer, and prepaid land use rights obtained under land rental contracts which are effective before the effective date of land law 2003 (ie. 1 July 2004) and which land use right certificates are granted.

Definite land use rights are stated at costs less accumulated amortisation. Costs of land use rights consist of its purchased prices and any directly attributable costs in obtaining the land use rights. Land use rights are amortised using the straight-line basis over the terms of the land use right certificates.

Indefinite land use rights are stated at costs and not amortised.

(ii) Licenses, operation rights, copyrights and patents

Purchase price of a license is accounted for as an intangible asset. The license is amortised to the consolidated income statement on a straight-line basis over a period of 3 to 5 years.

The right to operate the high-speed internet lines - Asia America Gateway ("AAG") and Asia Pacific Gateway ("APG") project and right of infinite use of AAE1 (Asia - Africa - Europe 1) are amortised over 15 years.

Purchase prices of copyrights and patents are capitalized and accounted for as intangible assets. Copyrights and patents are amortised to the consolidated income statement on a straight-line basis over a period of 3 to 5 years.

(iii) Customer relationships and brand name

Customer relationship and brand name are amortised on a straight-line basis over their estimated useful lives of 20 years and 10 years, respectively.

(iv) Computer software

Purchase price of a new computer software which is not an integral part of a related hardware is capitalized and accounted for as an intangible asset. Computer software is amortised to the consolidated income statement on a straight-line basis over a period of 3 to 5 years.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.13 Fixed asset (continued)***Disposals*

Gains or losses on disposals are determined by comparing net disposal proceeds with the carrying amount of the fixed assets and are recognised as income or expense in the consolidated income statement.

Construction in progress

Construction in progress represents the cost of assets in the course of installation or construction for production, rental or administrative purposes, or for purposes not yet determined, which are recorded at cost and comprise of such necessary costs to construct, repair and maintain, upgrade, renew or equip the projects with technologies. Depreciation of these assets, on the same basis as other fixed assets, commences when the assets are ready for their intended use.

2.14 Leased assets

Leases of property, plant and equipment where the lessor has transferred the ownership at the end of the lease period, and transferred substantially the risks and rewards, are classified as finance leases. Finance leases are capitalized at the inception of the lease at the lower of the fair value of leased assets or the present value of the minimum lease payments.

Each lease payment is separated between the liability and finance charges to achieve a constant rate on the outstanding finance/lease balance. The corresponding rental obligations, net of finance charge, are included in long-term borrowings.

The interest element of the finance cost is charged to the consolidated income statement over the lease term. The property, plant and equipment acquired under finance leasing contracts is depreciated on a straight-line method over the shorter of the estimated useful life of the assets or the lease term. However, if there is reasonable certainty that the lessee will obtain ownership by the end of the lease term, depreciation is calculated over the estimated useful life of the assets.

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the consolidated income statement on a straight-line basis over the term of the lease.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.15 Prepaid expenses**

Prepaid expenses are expenses which have already been paid but relate to results of operations of multiple accounting periods, including land rental, office rental, service deployment costs for new subscribers and other prepaid expenses.

Prepaid land rental includes land rental which are not recorded as intangible assets as described in Note 2.13, and other costs incurred in connection with securing the use of the leased land. Prepaid land rental and office rental are charged to the consolidated income statement using the straight-line method over the lease term.

Service deployment costs for new subscribers are charged to the consolidated income statement using the straight-line method over the estimated useful lives.

Other prepaid expenses comprise costs of tools, supplies and spare parts issued for consumption, renovation of furniture and office, maintenance and other prepayments for services contracts which are expected to generate future economic benefits for the Company. These expenditures have been capitalised as prepaid expenses and are allocated to the consolidated income statement using the straight-line method in accordance with the current accounting regulations.

2.16 Payables

Classifications of payables are based on their nature as follows:

- Trade accounts payable are trade payables arising from purchase of goods and services; and
- Other payables are non-trade payables and payables not relating to purchases of goods and services.

Payables are classified into short-term and long-term payables on the consolidated balance sheet based on the remaining period from the consolidated balance sheet date to the maturity date.

2.17 Borrowings and finance lease liabilities

Borrowings and finance lease liabilities include borrowings and finance leases from banks, financial institutions, financial companies and other entities.

Borrowings and finance lease liabilities are classified into short-term and long-term borrowings and finance lease liabilities on the consolidated balance sheet based on the remaining period from the consolidated balance sheet date to the maturity date.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.17 Borrowings and finance lease liabilities (continued)**

Borrowing costs that are directly attributable to the construction or production of any qualifying assets are capitalised during the period of time that is required to complete and prepare the asset for its intended use. In respect of general-purpose borrowing, a portion of which is used for the purpose of construction or production of any qualifying assets, the Group determines the amount of borrowing costs eligible for capitalisation by applying a capitalisation rate to the weighted average expenditure on the assets. The capitalisation rate is the weighted average of the interest rates applicable to the Group's borrowings that are outstanding during the year, other than borrowings made specifically for the purpose of obtaining a qualifying asset. Other borrowing costs are recognised in the consolidated income statement when incurred.

2.18 Accrued expenses

Accrued expenses include liabilities for goods and services received in the year but not yet paid for, due to pending invoices or insufficient records and documents. Accrued expenses are recorded as expenses in the reporting period.

2.19 Provisions

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated. Provision is not recognised for future operating losses.

Provisions are measured at the level of the expenditures expected to be required to settle the obligation. If the time value of money is material, provision will be measured at the present value using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as a financial expense. Changes in the provision balance during the accounting period are recorded as an increase or decrease in operating expenses.

2.20 Unearned revenue

Unearned revenue mainly comprises the amounts that customers have paid in advance for one or many accounting periods for telecommunication services, office rental, tuition fees and repair, maintenance services paid by the customers but not yet rendered. The Group records unearned revenue for the future obligations that the Group has to fulfil. Unearned revenue is recognised as revenue in the consolidated income statement during the year to the extent that revenue recognition criteria have been met.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.21 Capital and reserves**

Owners' capital is recorded according to the actual amounts contributed and is recorded according to the par value of the shares.

Share premium is the difference between the par value and the issue price of shares and the difference between the repurchase price and re-issuing price of treasury shares.

Owners' other capital represents other capital of the owners at the reporting date, mainly regarding accounting for the dividends in shares which the Company received from the subsidiaries.

Treasury shares bought by the Company before the effective date of the Securities Law (i.e., 1 January 2021) but not cancelled may be re-issued subsequently in accordance with the Law on Securities. Treasury shares bought after 1 January 2021 will be cancelled and adjusted to reduce the equity.

Foreign exchange differences represent the differences in exchange rate occurred when converting the financial statements of the subsidiaries prepared and presented in foreign currency to VND for the financial statements consolidation purpose.

Undistributed earnings record the Group's accumulated results after BIT at the reporting date.

2.22 Appropriation of net profit

The Company's dividends are recognised as a liability in the consolidated financial statements on the last registration date for dividend payment to shareholders.

Net profit after BIT could be distributed to shareholders after approval at the Shareholders' General Meeting, and after appropriation to other funds in accordance with the Company's charter and Vietnamese regulations.

The Group's funds are as below:

(a) Investment and development fund

Investment and development fund is mainly appropriated from profit after BIT of the Group and is used for providing capital funding for development projects of the Group.

In education business, investment and development fund is appropriated from profit before BIT in accordance with the Law on Higher Education No. 8/2012/QH13 promulgated by the National Assembly of Vietnam on 18 June 2012 and used for investing in the development of university education institutions and educational activities, building facilities, purchasing equipment, upskilling lecturers, educational administrators and employees, supporting learners and performing social responsibilities.

(b) Other reserves

Other reserves are appropriated from net profit after BIT. The appropriation and use of other reserves belonging to the owner's equity follows the prevailing financial policies of the Company and are approved by the Shareholders' General Meeting.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.22 Appropriation of net profit (continued)****(c) Bonus and welfare fund**

Bonus and welfare fund is appropriated in accordance with the Group's policies and subject to shareholders' approval at the Shareholders' General Meeting. This fund is presented as a liability on the consolidated balance sheet. The fund is used for employees' performance appreciation and improving the employees' welfare.

2.23 Revenue recognition**(a) Revenue from sales of goods**

Revenue from sales of goods is recognised in the consolidated income statement when all five (5) of the following conditions are satisfied:

- The Group has transferred to the buyer the significant risks and rewards of ownership of the goods;
- The Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Group; and
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods.

Revenue is recognised in accordance with the "substance over form" principle and allocated to each sale obligation.

(b) Revenue from rendering of services

Revenue from rendering of services is recognised in the consolidated income statement when the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided. Revenue from rendering of services is only recognised when all four (4) of the following conditions are satisfied:

- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Group;
- The percentage of completion of the transaction at the consolidated balance sheet date can be measured reliably; and
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.23 Revenue recognition (continued)****(b) Revenue from rendering of services (continued)**

Revenue from rendering of services includes:

Revenue from software export, software development, system integration and informatics services

Revenue is recognised in the consolidated income statement by reference to the percentage of completion of transactions at the year end. The percentage of completion is assessed by the survey of work performed, or the percentage costs incurred/time spent on the portion of work completed at the end of the year compared to the total estimated costs/time of the contracts. When the performance of the contracts cannot be reliably estimated, the revenue is recognized only as the equivalent of the incurred contract costs, with which the reimbursement is relatively certain.

Revenue from telecommunication services

Revenue from telecommunication services is recognised on a pro-rata basis over the period during which the services are actually provided to customers.

Revenue from online advertising services

Revenue from online advertising services is recognised on the basis of work completion.

Revenue from tuition fees and other fees

Revenue is recognised in the year when services are rendered. Tuition fees and other fees collected in advance from the students are recorded as unearned revenue on the consolidated balance sheet and recorded in the consolidated income statement in the financial year in which the semesters fall.

(c) Interest income and income from investments

Interest income is accrued on an accrual basis, by reference to the principal outstanding balances and at the applicable interest rate. Income from investments is recognised when the Group's right to receive the payment has been established.

2.24 Sales deductions

Sales deductions include trade discounts, sales returns and allowances. Sales deductions incurred in the same period of the related revenue from sales of products, goods and rendering of services are recorded as deduction of revenue of that period.

Sales deductions for sales of products, goods or rendering of services which are sold in the year but are incurred after the consolidated balance sheet date but before the issuance of the consolidated financial statements are recorded as a deduction of revenue of that year.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.25 Cost of goods sold and services rendered**

Cost of goods sold and cost of services rendered are cost of finished goods, merchandise sold or services rendered during the year, and recorded on the basis of matching with revenue and on a prudence basis.

2.26 Financial expenses

Financial expenses are expenses incurred in the year for financial activities mainly including interest expense, provision for diminution in value of investments in other entities, and losses from foreign exchange differences.

2.27 Selling expenses

Selling expenses represent expenses that are incurred in the Group's process of selling products, goods, and providing services.

2.28 General and administration expenses

General and administration expenses represent expenses that are incurred for the Group's administrative purposes.

2.29 Current and deferred income tax

Income taxes include all income tax which is based on taxable profits. Income tax expense comprises current tax expense and deferred tax expense.

Current income tax is the amount of income taxes payable or recoverable in respect of the current year taxable profit at the current tax rates. Current and deferred tax are recognised as an income or an expense and included in profit or loss of the period, except to the extent that the tax arises from a transaction or event which is recognised, in the same or a different period, directly in equity.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. Deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of occurrence affects neither the accounting nor the taxable profit or loss. Deferred income tax is determined at the tax rates that are expected to apply to the financial year when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted by the consolidated balance sheet date.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.30 Related parties**

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with the Group, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Group. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Group that gives them significant influence over the Group, key management personnel, including the Board of Directors, the Board of Management and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering its relationships with each related party, the Group considers the substance of the relationships, not merely the legal form.

2.31 Segment reporting

A segment is a component which can be separated by the Group engaged in providing products or services ("business segment") or providing products or services within a particular economic environment ("geographical segment"). Each segment is subject to risks and returns that are different from those of other segments. The primary segment reporting of the Group is presented in respect of the Group's business segments.

Information technology and telecommunication

Telecommunication: including internet services to individuals and households, internet services to enterprises such as internet lease line, domestic and international telecommunication, domain, hosting, Web Portal services, IPTV...;

Digital contents: including online services for enterprises and individual customers, including online newspapers (such as VnExpress.net, Ngoisao.net, iOne.net, Gamethu.vn...); online advertising (AdNetwork), online music, online payment...;

Global IT services: including software production, providing consultancy and deployment of S.M.A.C/IoT, digital transformation services, IT system transformation services, quality assurance testing, embedded software design, ERP implementation and management services; and

Information technology services, software and software solutions, system integration: including application software solutions; information system integration services and solutions; IT equipment; data center; networking and security system design/development; warranty and maintenance of IT products authorized by hardware vendors.

Investment, education and others

Including training services on IT, business management majors at general education, high education, university, and post-graduate levels; managing financial investments; managing and developing real estate projects relating to the Group's infrastructure needs.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.32 Critical accounting estimates

The preparation of the consolidated financial statements in conformity with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of consolidated financial statements requires the Board of Management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the financial year.

The areas involving significant estimates and assumptions in consolidated financial statements are as follows:

- Provision for doubtful debts (Note 10);
- Provision for decline in value of inventories (Note 11);
- Useful lives of fixed assets (Note 2.13 and 2.14); and
- Classification and provision for long-term investments (Note 5).

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Group's consolidated financial statements and that are assessed by the Board of Management to be reasonable under the circumstances.

3 BUSINESS COMBINATION

During the year, the Group acquired 80% total equity of Base Platform Pte. Ltd. (a company provides SaaS - Software as a service - for small and medium customers in Vietnam) and acquired 100% total equity of Central Loi Trading and Service Co., Ltd. for purpose of building a high school in Bac Ninh. In addition, the Group increased its ownership in HOMA Technology Joint Stock Company (a company manufactures and repairs electronic components, communication equipment, and electrical equipment) from 30.43% as of 31 December 2020 to 75% in 2021. These business combinations generated goodwill as presented in Note 16.

4 CASH AND CASH EQUIVALENTS

	2021 VND	2020 VND
Cash on hand	2,025,384,010	3,411,896,435
Cash in banks	3,444,095,452,027	2,211,008,894,322
Cash in transit	1,256,655,100	2,322,000,000
Cash equivalents (*)	1,970,467,802,105	2,469,448,583,281
	<u>5,417,845,293,242</u>	<u>4,686,191,374,038</u>

(*) Cash equivalents mainly represent bank deposits with original maturity of less than 3 months.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

5 INVESTMENTS

(a) Investments held to maturity

	2021		2020	
	Cost VND	Book value VND	Cost VND	Book value VND
i. Short-term				
Bank term deposits with original maturity of more than 3 months and remaining term of less than 12 months	20,718,196,921,164	20,718,196,921,164	12,423,394,309,977	12,423,394,309,977
Others	35,275,051,776	12,523,814,292	35,275,051,776	12,523,814,292
	<u>20,753,471,972,940</u>	<u>20,730,720,735,456</u>	<u>12,458,669,361,753</u>	<u>12,435,918,124,269</u>
ii. Long-term				
Bank term deposits with remaining term of more than 12 months	<u>200,000,000</u>	<u>200,000,000</u>	<u>200,000,000</u>	<u>200,000,000</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

5 INVESTMENTS (CONTINUED)

(b) Investments in other entities

i. Investments in joint ventures, associates

	2021		2020	
	Book value VND	Fair value VND	Book value VND	Fair value VND
Synnex FPT Joint Stock Company	1,116,446,918,469	(**)	951,343,020,609	(**)
FPT Digital Retail Joint Stock Company (*)	773,504,916,829	3,682,750,800,000	565,752,405,732	1,176,128,000,000
FPT Securities Joint Stock Company (*)	-	-	391,632,881,296	429,898,722,500
Others	128,053,604,084	(**)	72,088,835,600	(**)
	<u>2,018,005,439,382</u>		<u>1,980,817,143,237</u>	

ii. Investments in other entities

	2021		2020	
	Book value VND	Fair value VND	Book value VND	Fair value VND
Tien Phong Commercial Joint Stock Bank (*)	494,371,420,000	4,397,253,874,050	494,371,420,000	2,126,519,673,200
FPT Securities Joint Stock Company (*)	421,951,853,613	1,740,229,992,800	-	-
Others	1,014,683,355,795	(**)	409,085,816,286	(**)
	<u>1,931,006,629,408</u>		<u>903,457,236,286</u>	<u>(303,299,425,471)</u>
			<u>(847,218,375,471)</u>	<u>(303,299,425,471)</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

5 INVESTMENTS (CONTINUED)

- (*) The fair value of these investments is determined on the basis of the closing price on the stock exchange and the number of shares held by the Group at the end of the financial year.
- (**) Because the Vietnamese Accounting Standards, the Vietnamese Accounting System currently do not provide detailed guidance on how to determine fair values using valuation techniques for investments without market prices, the Group has not determined the fair value of these investments to disclose in the consolidated financial statements. The fair value of these investments might differ from their book value.

Movements of investments in joint ventures, associates during the year are as follows:

	2021 VND	2020 VND
Beginning of the year	1,980,817,143,237	1,912,712,694,571
The Group's share of profits in results of joint ventures, associates	686,864,681,119	246,291,818,222
Dividends received	(247,110,500,700)	(219,912,930,500)
Change from investments in associates to investment in other entities (i)	(421,951,853,613)	-
Change from investments in other entities to investments in associates	-	47,000,000,000
Others	19,385,969,339	(5,274,439,056)
End of the year	<u>2,018,005,439,382</u>	<u>1,980,817,143,237</u>

- (i) During the year, the Group's shares held in FPT Securities Joint Stock Company decreased to below 20%, so this investment was reclassified from investments in associates to investments in other entities.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

6 SHORT-TERM TRADE ACCOUNTS RECEIVABLE

	2021 VND	2020 VND
Third parties	6,190,948,389,197	5,550,326,591,270
Related parties (Note 35(b))	21,008,121,049	14,065,600,221
	<u>6,211,956,510,246</u>	<u>5,564,392,191,491</u>

Details of customers balances that account for more than 2% of short-term trade accounts receivable:

	2021 VND	2020 VND
Joint Stock Commercial Bank for Foreign Trade of Vietnam	255,012,550,151	405,759,831,761
Cox Automotive Corporate Services, LLC	199,310,869,852	140,681,584,406
General Department of Taxation	72,611,120,339	138,505,957,836
Petronas ICT Sdn Bhd	57,811,913,087	134,184,342,066
	<u>578,745,463,429</u>	<u>819,131,716,070</u>

7 SHORT-TERM PREPAYMENTS TO SUPPLIERS

	2021 VND	2020 VND
Third parties	400,707,131,836	459,336,196,478
	<u>400,707,131,836</u>	<u>459,336,196,478</u>

Details of suppliers balances that account for more than 10% of total short-term prepayments to suppliers:

	2021 VND	2020 VND
Network and Communication Technology Joint Stock Company	72,812,592,596	-
	<u>72,812,592,596</u>	<u>-</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

8 RECEIVABLES/PAYABLES RELATING TO CONTRACT-IN-PROGRESS

	2021 VND	2020 VND
In progress contracts as at the year end		
- Contract-in-progress receivables	168,939,964,952	197,972,680,487
- Contract-in-progress payables	(89,224,688,468)	(64,245,054,184)
	<u>79,715,276,484</u>	<u>133,727,626,303</u>
Contract costs incurred plus recognised profits less recognised losses to date	1,547,051,226,419	2,521,907,054,965
Less: Progress billings	(1,467,335,949,935)	(2,388,179,428,662)
	<u>79,715,276,484</u>	<u>133,727,626,303</u>

Accounting policies applied for contracts on software development and system integration are presented in Note 2.12.

9 OTHER RECEIVABLES

	2021 VND	2020 VND
(a) Short-term		
Interest from bank deposits and lendings	268,747,933,397	203,359,797,247
Receivables related to maintenance service contracts	131,225,408,551	134,891,879,306
Deposits	69,044,553,739	29,452,090,857
Others	126,795,134,505	113,129,585,005
	<u>595,813,030,192</u>	<u>480,833,352,415</u>
(b) Long-term		
Deposits	164,662,588,694	148,140,902,681
Others	55,041,946,234	55,088,908,889
	<u>219,704,534,928</u>	<u>203,229,811,570</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

10 DOUBTFUL DEBTS

	2021		
	Cost VND	Recoverable amount VND	Provision VND
Total receivables and lendings overdue or not yet overdue but irrecoverable	717,217,683,631	132,492,547,574	584,725,136,057
In which:			
Provision for doubtful debts – short-term			529,995,962,239
Provision for doubtful debts – long-term			54,729,173,818
			<u>584,725,136,057</u>
	2020		
	Cost VND	Recoverable amount VND	Provision VND
Total receivables and lendings overdue or not yet overdue but irrecoverable	842,024,001,428	164,640,041,427	677,383,960,001
In which:			
Provision for doubtful debts – short-term			622,654,786,183
Provision for doubtful debts – long-term			54,729,173,818
			<u>677,383,960,001</u>

11 INVENTORIES

	2021		2020	
	Cost VND	Provision VND	Cost VND	Provision VND
Goods in transit	109,421,041,951	-	60,938,696,425	-
Raw materials	518,505,745,054	(54,607,140,942)	531,744,426,534	(69,717,642,107)
Tools and supplies	40,883,616,224	-	33,092,458,200	-
Work in progress	644,828,418,459	(32,143,439,918)	561,081,145,955	(32,143,439,918)
Goods on consignment	541,845,964	-	604,272,041	-
Merchandise	309,134,660,902	(29,221,846,075)	217,622,503,160	(13,130,895,938)
	<u>1,623,315,328,554</u>	<u>(115,972,426,935)</u>	<u>1,405,083,502,315</u>	<u>(114,991,977,963)</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

12 PREPAID EXPENSES

	2021 VND	2020 VND
(a) Short-term		
Rental fees (copyrights, office, channels, transmission lines, cable)	124,447,167,865	109,438,158,509
Others	166,503,305,104	165,043,580,186
	<u>290,950,472,969</u>	<u>274,481,738,695</u>
(b) Long-term		
Service deployment costs for new subscribers	1,398,739,456,211	1,298,458,977,223
Land, office rental and office furniture	999,477,950,123	880,322,192,615
Others	574,479,541,255	434,841,377,891
	<u>2,972,696,947,589</u>	<u>2,613,622,547,729</u>

13 TAXES AND RECEIVABLES FROM/PAYABLES TO THE STATE

	2021 VND	2020 VND
(a) Receivables		
Value added tax	5,429,151,094	2,719,554,078
BIT	22,034,484,010	37,690,945,630
Personal income tax	117,040,768	1,355,302,264
Others	4,932,279,559	3,758,139,499
	<u>32,512,955,431</u>	<u>45,523,941,471</u>
(b) Payables		
Value added tax	217,158,272,160	268,126,442,362
BIT	193,264,776,396	299,072,612,311
Personal income tax	95,191,488,869	69,975,457,505
Others	12,038,171,384	8,797,697,818
	<u>517,652,708,809</u>	<u>645,972,209,996</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

13 TAXES AND RECEIVABLES FROM/PAYABLES TO THE STATE (CONTINUED)

Movements in taxes and (receivables from)/payables to the State on a net basis are as follows:

	As at 1.1.2021 VND	Incurred during the year VND	Paid during the year VND	As at 31.12.2021 VND
Value added tax	265,406,888,284	3,720,669,100,477	(3,774,346,867,695)	211,729,121,066
BIT	261,381,666,681	954,883,280,274	(1,045,034,654,569)	171,230,292,386
Personal income tax	68,620,155,241	892,302,602,560	(865,848,309,700)	95,074,448,101
Others	5,039,558,319	181,704,065,265	(179,637,731,759)	7,105,891,825
	<u>600,448,268,525</u>	<u>5,749,559,048,576</u>	<u>(5,864,867,563,723)</u>	<u>485,139,753,378</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

14	FIXED ASSETS												
(a)	Tangible fixed assets		Buildings and structures	Machinery and equipment	Motor vehicles	Office equipment	Others	Total					
		VND	VND	VND	VND	VND	VND	VND					VND
	Historical cost												
	As at 1 January 2021	3,160,000,058,025	8,946,345,707,791	89,014,958,416	669,091,345,219	81,118,267,824	12,945,570,337,275						
	New purchases	40,734,695,287	1,225,875,270,957	7,249,566,309	98,809,586,334	3,391,408,596	1,376,060,527,483						
	Transfers from construction in progress	1,820,422,901,037	408,624,852,440	-	12,549,529,831	11,804,169,000	2,253,401,452,308						
	Disposal, write-off	(34,485,440)	(10,862,161,262)	(7,624,511,814)	(7,487,580,425)	(5,077,624,891)	(31,086,363,832)						
	Reclassifications	(12,936,279,580)	142,848,600,788	(3,394,772,780)	(133,308,090,388)	6,790,541,960	-						
	Others (*)	48,580,151,904	(435,995,518,241)	1,925,607,928	(69,826,665,721)	(7,801,812,936)	(463,118,237,066)						
	As at 31 December 2021	5,056,767,041,233	10,276,836,752,473	87,170,848,059	569,828,124,850	90,224,949,553	16,080,827,716,168						
	Accumulated depreciation												
	As at 1 January 2021	(547,988,237,414)	(4,567,913,738,408)	(47,194,283,281)	(545,061,491,345)	(17,860,961,062)	(5,726,018,711,510)						
	Charge for the year	(174,138,506,514)	(1,167,014,434,281)	(10,480,830,565)	(38,280,319,063)	(8,071,734,931)	(1,397,985,825,354)						
	Disposal, write-off	34,485,440	10,439,034,752	6,901,340,322	7,084,715,260	5,067,395,459	29,526,971,233						
	Reclassifications	10,738,756,912	(97,980,977,241)	(699,160,238)	91,846,149,968	(3,904,769,401)	-						
	Others (*)	(9,086,469,000)	243,948,314,808	(2,335,092,624)	38,572,556,039	3,485,239,303	274,584,548,526						
	As at 31 December 2021	(720,439,970,576)	(5,578,521,800,370)	(53,808,026,386)	(445,838,389,141)	(21,284,830,632)	(6,819,893,017,105)						
	Net book value												
	As at 1 January 2021	2,612,011,820,611	4,378,431,969,383	41,820,675,135	124,029,853,874	63,257,306,762	7,219,551,625,765						
	As at 31 December 2021	4,336,327,070,657	4,698,314,952,103	33,362,821,673	123,989,735,709	68,940,118,921	9,260,934,699,063						

(*) Other decreases in fixed assets during the year were mainly equipment removed from telecommunication infrastructure for liquidation or recycled use.

The historical cost of tangible fixed assets that were fully depreciated but still in use as at 31 December 2021 was approximately VND 3,093,129 million (as at 31 December 2020: approximately VND 2,201,466 million).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

14 FIXED ASSETS (CONTINUED)

(b) Intangible fixed assets

	Land use rights VND	Computer software VND	Licenses, operation rights, copyrights and patents VND	Others VND	Total VND
Historical cost					
As at 1 January 2021	184,265,905,099	425,285,680,351	1,121,338,361,482	306,077,684,563	2,036,967,631,495
New purchases	43,797,791,000	48,855,011,204	17,593,296,571	129,256,923	110,375,355,698
Transfers from construction in progress	-	26,937,841,963	73,598,544,401	-	100,536,386,364
Disposal, write-off	-	(1,172,658,641)	(644,061,667)	-	(1,816,720,308)
Others	(3,822,657,001)	5,562,368,468	1,277,911,880	26,370,415	3,043,993,762
As at 31 December 2021	224,241,039,098	505,468,243,345	1,213,164,052,667	306,233,311,901	2,249,106,647,011
Accumulated amortisation					
As at 1 January 2021	(11,487,700,456)	(350,766,617,763)	(540,510,443,547)	(38,833,865,497)	(941,598,627,263)
Charge for the year	(1,471,376,225)	(51,515,298,408)	(104,273,429,650)	(15,304,923,768)	(172,565,028,051)
Disposal, write-off	-	1,172,658,641	644,061,667	-	1,816,720,308
Others	914,158,274	(4,435,104,467)	(242,648,165)	63,940,200	(3,699,654,158)
As at 31 December 2021	(12,044,918,407)	(405,544,361,997)	(644,382,459,695)	(54,074,849,065)	(1,116,046,589,164)
Net book value					
As at 1 January 2021	172,778,204,643	74,519,062,588	580,827,917,935	267,243,819,066	1,095,369,004,232
As at 31 December 2021	212,196,120,691	99,923,881,348	568,781,592,972	252,158,462,836	1,133,060,057,847

The historical cost of intangible fixed assets that were fully amortised but still in use as at 31 December 2021 was approximately VND 604,152 million (as at 31 December 2020: approximately VND 387,954 million).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

15 CONSTRUCTION IN PROGRESS

Details of the construction in progress balance as at year end are as follows:

	2021 VND	2020 VND
FPT Tower	1,105,000,000	1,333,086,970,636
FPT Complex phase 2	258,412,259,377	221,681,856,096
District 9 Data Center	155,530,187,879	116,111,432,548
Hoa Lac 3 project	133,012,849,866	80,045,887,980
FPT University in Da Nang City	73,936,507,593	249,816,768,557
Others	668,601,940,969	372,650,380,748
	<u>1,290,598,745,684</u>	<u>2,373,393,296,565</u>

16 GOODWILL

Movements in goodwill during the year are as follows:

	2021 VND	2020 VND
Beginning of year	200,034,225,027	225,929,415,272
Increase (Note 3)	341,250,935,695	704,200,000
Allocation	(75,299,750,395)	(26,599,390,245)
	<u>465,985,410,327</u>	<u>200,034,225,027</u>

17 SHORT-TERM TRADE ACCOUNTS PAYABLE

	2021 VND	2020 VND
Third parties	2,738,061,525,818	2,683,096,353,039
Related parties (Note 35(b))	127,753,513,763	141,409,199,320
	<u>2,865,815,039,581</u>	<u>2,824,505,552,359</u>

Details of suppliers accounting for more than 2% of the total short-term trade accounts payable:

	2021 VND	2020 VND
Sun Viet Informatics Technology Development Joint Stock Company	189,518,040,480	185,731,729,160
Phuong Nam Telecommunication Service One Member Co., Ltd.	81,886,053,070	59,743,054,921
Cambridge Industries USA, Inc.	74,284,866,000	98,955,098,250
SACOM Wire and Cable Joint Stock Company	67,628,421,300	32,571,199,650
Northern Telecom Infrastructure Co., Ltd.	65,822,423,493	52,082,406,888
Fiserv in Asia Pacific Company	73,578,471,600	63,190,654,268
Cisco International Limited	64,756,114,826	21,144,295,359

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

18 SHORT-TERM ADVANCES FROM CUSTOMERS

	2021 VND	2020 VND
Third parties	710,658,541,296	465,157,577,125

Details of customers accounting for more than 10% of the total short-term advances from customers:

	2021 VND	2020 VND
Joint Stock Commercial Bank for Foreign Trade of Vietnam	33,876,102,400	97,956,901,700

19 SHORT-TERM ACCRUED EXPENSES

	2021 VND	2020 VND
Costs related to system integration projects	373,922,432,375	310,458,800,267
Interest expense	136,502,079,832	116,284,054,146
Others	318,701,711,190	335,622,628,848
	<u>829,126,223,397</u>	<u>762,365,483,261</u>

20 UNEARNED REVENUE

	2021 VND	2020 VND
(a) Short-term		
Telecommunication services	1,377,808,677,041	1,212,664,763,295
Education services	974,465,066,009	639,598,614,005
Others	178,095,552,508	110,615,197,230
	<u>2,530,369,295,558</u>	<u>1,962,878,574,530</u>
(b) Long-term		
Telecommunication services	7,633,889,103	6,064,949,466
Education services	9,388,326,084	-
Others	77,821,634,378	35,059,606,064
	<u>94,843,849,565</u>	<u>41,124,555,530</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

21 OTHER PAYABLES

	2021 VND	2020 VND
(a) Short-term		
Short-term deposits received	112,170,802,413	118,693,347,207
Social, health and unemployment insurance	85,026,865,617	90,077,629,985
Trade union fees	82,995,929,719	78,135,212,986
Dividend payables	12,806,984,031	308,649,574,006
Others	262,466,739,914	149,261,128,050
	<u>555,467,321,694</u>	<u>744,816,892,234</u>
(b) Long-term		
Long-term deposits received	26,811,367,303	29,878,624,140
Others	8,096,842,271	8,614,259,892
	<u>34,908,209,574</u>	<u>38,492,884,032</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

22 BORROWINGS AND FINANCE LEASE LIABILITIES

	As at 1.1.2021		During the year			As at 31.12.2021	
	Value VND	Able-to-pay amount VND	Increase VND	Decrease VND	Unrealised foreign exchange gains VND	Value VND	Able-to-pay amount VND
(a) Short-term							
Short-term							
Borrowings from banks (i)	10,720,885,168,015	10,720,885,168,015	24,266,975,324,237	(19,023,130,575,700)	103,303,140,185)	15,861,426,776,367	15,861,426,776,367
Borrowings from related parties (Note 35(a) and (b)) (ii)	845,000,000,000	845,000,000,000	8,050,000,000,000	(7,375,000,000,000)	-	1,520,000,000,000	1,520,000,000,000
Current portion of long-term borrowings and finance lease liabilities	495,589,576,655	495,589,576,655	476,650,180,718	(533,034,657,296)	(22,580,728,126)	416,624,371,951	416,624,371,951
Borrowings from banks (iii)	935,448,070	935,448,070	1,848,124,858	(1,306,368,312)	(87,165,157)	1,390,039,459	1,390,039,459
Finance lease liabilities							
	12,062,410,192,740	12,062,410,192,740	32,795,473,629,813	(26,932,471,601,308)	125,971,033,468)	17,799,441,187,777	17,799,441,187,777
(b) Long-term							
Borrowings from banks (iii)	675,785,261,200	675,785,261,200	2,137,242,726,299	(476,650,180,718)	(44,083,972,234)	2,292,293,834,547	2,292,293,834,547
Finance lease liabilities	2,011,652,213	2,011,652,213	9,488,526,475	(1,848,124,858)	(5,637,395,331)	4,014,658,499	4,014,658,499
	677,796,913,413	677,796,913,413	2,146,731,252,774	(478,498,305,576)	(49,721,367,565)	2,296,308,493,046	2,296,308,493,046

(i) Short-term unsecured borrowings from banks are to supplement the Group's working capital. Interest rate is specified in each withdrawal.

(ii) Short-term unsecured borrowings from a related party are to supplement the Group's working capital with terms within 6 months. Interest rate is specified in each withdrawal.

(iii) Long-term unsecured borrowings from banks are to supplement the Group's working capital and the purchase and construction of fixed assets. Interest rate is specified in each withdrawal.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

22 BORROWINGS AND FINANCE LEASE LIABILITIES (CONTINUED)

Details of long-term borrowing balances by original terms are as follows:

	2021 VND	2020 VND
Long-term borrowings	2,708,918,206,498	1,171,374,837,855
- <i>Within 3-year term</i>	2,085,802,767,478	566,380,130,608
- <i>5-year term</i>	548,834,107,360	538,064,707,247
- <i>Over 5-year term</i>	74,281,331,660	66,930,000,000
Long-term finance lease liabilities	5,404,697,958	2,947,100,283
	<u>2,714,322,904,456</u>	<u>1,174,321,938,138</u>

Long-term borrowings are repayable as follows:

	2021 VND	2020 VND
Within 1 year	416,624,371,951	495,589,576,655
Between 1 year and 2 years	867,271,872,209	321,853,860,942
Between 2 years and 5 years	1,403,692,439,998	323,714,066,958
Over 5 years	21,329,522,340	30,217,333,300
	<u>2,708,918,206,498</u>	<u>1,171,374,837,855</u>
Less: Payables within 12 months	(416,624,371,951)	(495,589,576,655)
	<u>2,292,293,834,547</u>	<u>675,785,261,200</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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23 OWNERS' CAPITAL

(a) Number of shares

	2021	2020
	Ordinary shares	Ordinary shares
Number of shares registered	907,551,649	783,987,486
Number of shares issued	907,551,649	783,987,486
Ordinary shares	907,551,649	783,987,486
- <i>In which: Shares subject to restriction in ownership transfer</i>	12,990,216	11,642,061
Number of shares repurchased	(82,376)	(82,376)
Number of existing shares in circulation	907,469,273	783,905,110
Ordinary shares	907,469,273	783,905,110
- <i>In which: Shares subject to restriction in ownership transfer</i>	12,990,216	11,642,061

Each share is entitled to one vote at shareholders' meetings of the Company. The shareholders are entitled to dividends. All ordinary shares are ranked equally with regard to the Company's residual assets. In respect of shares bought back by the Company, all rights and benefits associated with the shares are suspended until those shares are re-issued.

Shares subject to restriction in ownership transfer, which are mainly shares issued for employees with outstanding achievements and executive management, are subject to restrictions that the share owners are not allowed to resell their shares within a specified period from the date of issuance.

(b) Movement of share capital

	Number of shares	Ordinary shares VND	Treasury shares VND	Total VND
As at 1 January 2020	678,276,312	6,783,586,880,000	(823,760,000)	6,782,763,120,000
Shares issued	105,628,798	1,056,287,980,000	-	1,056,287,980,000
As at 31 December 2020	783,905,110	7,839,874,860,000	(823,760,000)	7,839,051,100,000
Shares issued	123,564,163	1,235,641,630,000	-	1,235,641,630,000
As at 31 December 2021	907,469,273	9,075,516,490,000	(823,760,000)	9,074,692,730,000

Par value per share: VND 10,000.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

24 MOVEMENTS IN OWNERS' EQUITY

	Owners' capital VND	Share premium VND	Owners' other capital VND	Treasury shares VND	Foreign exchange differences VND	Investment and development fund VND	Other reserves VND	Undistributed earnings VND	Total VND
As at 1.1.2020	6,783,586,880,000	49,941,441,360	765,332,464,859	(823,760,000)	(7,773,137,062)	307,526,573,229	102,985,531,790	5,960,676,956,469	13,961,452,950,645
Shares issued	33,917,900,000	(228,227,949)	-	-	-	-	-	-	33,689,672,051
Net profit for the year	-	-	-	-	-	-	-	-	3,539,673,675,225
Appropriation to bonus and welfare fund	-	-	-	-	-	-	-	(311,913,047,596)	(311,913,047,596)
Appropriation to and use of investment and development fund	-	-	-	-	-	134,811,709,648	-	(102,804,743,727)	32,006,965,921
Share dividends declared	1,022,370,080,000	-	131,859,930,515	-	-	-	-	(1,154,230,010,515)	-
Cash dividends declared	-	-	-	-	-	-	-	(1,465,573,212,000)	(1,465,573,212,000)
Others	-	-	22,889,014,825	-	21,269,888,339	33,297,064	(15,782,438,766)	(74,923,489,404)	(46,513,727,942)
As at 31.12.2020	7,839,874,860,000	49,713,213,411	920,081,410,199	(823,760,000)	13,496,751,277	442,371,579,941	87,203,093,024	6,390,906,128,452	15,742,823,276,304
Shares issued	52,097,680,000	-	-	-	-	-	-	-	52,097,680,000
Net profit for the year	-	-	-	-	-	-	-	-	4,338,147,368,639
Appropriation to bonus and welfare fund	-	-	-	-	-	-	-	(397,214,792,234)	(397,214,792,234)
Appropriation and use of investment and development fund	-	-	-	-	-	128,120,045,702	-	-	128,120,045,702
Share dividends declared (**)	1,183,543,950,000	-	249,845,760,000	-	-	-	-	(1,433,389,710,000)	-
Cash dividends declared (**)	-	-	-	-	(36,058,683,525)	-	-	(1,696,584,151,000)	(1,696,584,151,000)
Others	-	-	8,247,606,167	-	(22,561,932,248)	570,491,625,643	87,203,093,024	7,000,480,585,004	(229,195,336,211)
As at 31.12.2021	9,075,516,490,000	49,713,213,411	1,178,174,776,366	(823,760,000)	(22,561,932,248)	570,491,625,643	87,203,093,024	7,000,480,585,004	17,938,194,091,200

Non-controlling interest (presented by component of ownership in subsidiaries):

	Owners' capital VND	Share premium VND	Owners' other capital VND	Treasury shares VND	Foreign exchange differences VND	Investment and development fund VND	Other reserves VND	Undistributed earnings VND	Total VND
As at 31.12.2020	1,609,937,256,478	45,177,850,175	30,103,744,793	-	96,837,829	448,213,156,949	-	726,565,278,200	2,860,094,124,424
As at 31.12.2021	1,905,617,932,428	75,648,419,200	30,103,729,672	-	(658,356,225)	448,213,156,949	-	1,018,116,256,813	3,477,041,138,837

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

24 MOVEMENTS IN OWNERS' EQUITY (CONTINUED)

(*) Pursuant to the Resolution No. 01.01-2021/NQ-HĐQTFPT of the Board of Directors dated 26 January 2021, the Company issued shares under the "Share issuance program for employees with outstanding achievements in 2020" and "Share issuance program for executive management in 2021". Accordingly, the Company issued a total of 5,209,768 shares at par value of 10,000 VND per share.

(**) Dividends during the year:

Dividends of parent company

Pursuant to the Resolution of the 2021 Annual General Meeting of Shareholders dated 8 April 2021, the Company paid share dividends of 2020 at the rate of 15% and the second cash dividends of 2020 at the rate of 10% of par value. Pursuant to the Resolution No. 01.07-2021/NQ-HĐQTFPT of the Board of Directors dated 30 July 2021, the Company shall advance the first cash dividend of 2021 at the rate of 10% of par value. Accordingly, the Company issued 118,354,395 shares as share dividends of 2020, paid cash dividends of VND 789,114,878,000 and advanced cash dividends of 2021 amounting to VND 907,469,273,000.

Dividends of subsidiaries

During the year, the subsidiaries paid dividends in cash and shares pursuant to the Resolution of the General Meeting of Shareholders/Board of Directors of each subsidiary.

25 EARNINGS PER SHARE

(a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to shareholders after deducting the bonus and welfare fund by the weighted average number of ordinary shares outstanding during the year, adjusted for bonus shares issued during the year and excluding treasury shares. Details are as follows:

	2021	2020
	(As represented (**))	
Net profit attributable to shareholders (VND)	4,337,411,879,802	3,538,007,738,822
Bonus and welfare fund (VND)	(397,214,792,234)	(311,913,047,596)
	<u>3,940,197,087,568</u>	<u>3,226,094,691,226</u>
Weighted average number of ordinary shares in circulation (shares)	<u>906,099,033</u>	<u>901,425,458</u>
Basic earnings per share (VND)	<u>4,349</u>	<u>3,579</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

25 EARNINGS PER SHARE (CONTINUED)

(a) Basic earnings per share (continued)

(*) During the year ended 31 December 2021, the Company paid share dividends leading to the retrospective adjustment to the weighted average number of ordinary shares in circulation of the year ended 31 December 2020, the details of which are as follows:

	For the year ended 31 December 2020		
	As previously reported	Retrospective adjustment	As represented
Net profit attributable to shareholders (VND)	3,538,007,738,822	-	3,538,007,738,822
Bonus and welfare fund (VND)	(311,913,047,596)	-	(311,913,047,596)
	<u>3,226,094,691,226</u>	<u>-</u>	<u>3,226,094,691,226</u>
Weighted average number of ordinary shares in circulation (shares)	<u>783,071,063</u>	<u>118,354,395</u>	<u>901,425,458</u>
Basic earnings per share (VND)	<u>4,120</u>	<u>(541)</u>	<u>3,579</u>

(b) Diluted earnings per share

Diluted earnings per share is equal to the basic earnings per share. The Company did not have any potential ordinary shares to be dilutive during the year and up to the date of these consolidated financial statements.

26 NET REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	2021 VND	2020 VND
Revenue		
Revenue from sales of merchandise	4,331,599,350,448	3,052,175,538,910
Revenue from rendering of services	31,339,452,883,162	26,805,130,907,300
	<u>35,671,052,233,610</u>	<u>29,857,306,446,210</u>
Sales deductions		
Revenue from sales of merchandise	(1,658,179,000)	(2,607,805,496)
Revenue from rendering of services	(12,131,509,583)	(24,298,113,890)
	<u>(13,789,688,583)</u>	<u>(26,905,919,386)</u>
Net revenue from sales of goods and rendering of services		
Net revenue from sales of merchandise	4,329,941,171,448	3,049,567,733,414
Net revenue from rendering of services	31,327,321,373,579	26,780,832,793,410
	<u>35,657,262,545,027</u>	<u>29,830,400,526,824</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

27 COST OF GOODS SOLD AND SERVICES RENDERED

	2021 VND	2020 VND
Cost of merchandise sold	3,601,863,007,408	2,526,561,598,424
Cost of services rendered	18,422,454,851,869	15,637,265,392,264
Provision for decline in value of inventories	980,448,972	49,233,810,513
	<u>22,025,298,308,249</u>	<u>18,213,060,801,201</u>

28 FINANCIAL INCOME

	2021 VND	2020 VND
Interest income from deposits and lendings	1,005,087,621,030	716,020,184,362
Foreign exchange gains	256,376,220,663	102,340,583,506
Dividends, profits distributed	5,000,000,000	-
Others	4,325,544,574	3,535,656,914
	<u>1,270,789,386,267</u>	<u>821,896,424,782</u>

29 FINANCIAL EXPENSES

	2021 VND	2020 VND
Provision/(reversal of provision) for diminution in value of investments	396,078,950,000	(36,488,608,842)
Interest expense	483,995,846,804	385,337,754,896
Foreign exchange losses	251,192,937,226	198,940,371,225
Others	12,919,712,815	375,694,338
	<u>1,144,187,446,845</u>	<u>548,165,211,617</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

30 SELLING EXPENSES

	2021 VND	2020 VND
Staff costs	2,577,961,710,351	2,110,182,537,729
Others (*)	1,026,649,074,630	820,075,714,852
	<u>3,604,610,784,981</u>	<u>2,930,258,252,581</u>

(*) Mainly include land and office rental, marketing, promotions and other selling expenses. There were no items accounting for more than 10% of total selling expenses.

31 GENERAL AND ADMINISTRATION EXPENSES

	2021 VND	2020 VND
Staff costs	2,942,319,367,307	2,387,857,113,762
Others (*)	1,670,006,568,267	1,694,494,680,692
	<u>4,612,325,935,574</u>	<u>4,082,351,794,454</u>

(*) Mainly include land and office rental, brand promotion, sponsorship and other general and administration expenses. There were no items accounting for more than 10% of total general and administration expenses.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

32 BUSINESS INCOME TAX

Under the Enterprise Registration Certificate of the Company and its subsidiaries and prevailing tax regulations, the Company is obliged to pay BIT at the rate of 10% of taxable profits from education services; preferential tax rates by location for production and business activities in the hi-tech zones; and 20% of taxable profit from the remaining business activities. In addition, the subsidiaries in the foreign countries pay BIT at the applicable tax rates regulated in those countries.

	2021 VND	2020 VND
(a) BIT – current		
- BIT expense calculated on taxable income of the current year	980,272,140,717	865,056,667,445
- (Over)/Under provision of previous years' BIT	(25,388,860,443)	77,757,451,186
Total BIT- current	<u>954,883,280,274</u>	<u>942,814,118,631</u>
(b) BIT – deferred		
- Deferred income tax expense/(income) arising from taxable/(deductible) temporary differences	<u>33,022,061,188</u>	<u>(103,102,706,262)</u>

(*) The BIT charge for the year is based on estimated taxable income and is subject to review and possible adjustments by the tax authorities.

33 COSTS OF OPERATION BY FACTOR

	2021 VND	2020 VND
Staff costs	15,080,424,059,517	12,390,313,936,118
Outside services	7,102,020,863,724	6,459,249,587,142
Raw materials	5,172,548,536,235	3,526,489,923,446
Depreciation, amortisation and allocation of goodwill	1,643,915,685,332	1,490,607,476,892
Others	1,327,073,156,500	1,381,733,859,793
	<u>30,325,982,301,308</u>	<u>25,248,394,783,391</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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34 SEGMENT REPORTING

Segment information based on the business activities of the Group is as follows:

For the year ended 31 December 2021 (Currency: million VND)

	Information technology and Telecommunication				Investment, education and others	Consolidation elimination	Total
	Telecommunication	Digital contents	Global IT services	Information technology services, software and software solutions, system integration			
Segment revenue	12,078,678	607,738	14,540,801	6,331,443	3,237,520	(1,138,917)	35,657,263
Segment expenses (*)	(10,145,117)	(347,405)	(12,283,565)	(6,092,446)	(2,639,822)	1,266,120	(30,242,235)
<i>In which:</i>							
- Total depreciation of fixed assets	(1,127,780)	(2,616)	(345,574)	(34,172)	(143,217)	9,443	(1,643,916)
- Total amortisation of long-term prepaid expenses	(1,284,966)	(3,271)	(158,548)	(24,722)	(120,554)	5,531	(1,586,530)
Share of profit from joint ventures, associates	-	-	(109)	-	686,974	-	686,865
Segment results	1,933,561	260,333	2,257,127	238,997	1,284,672	127,203	6,101,893
Segment profit before tax	2,118,745	276,184	2,423,872	326,651	4,225,935	(3,034,181)	6,337,206
Total expenses incurred for purchasing fixed assets and other long-term assets	3,508,932	12,846	633,509	171,452	2,710,124	-	7,036,863
Segment assets as at 31.12.2021	20,760,478	959,382	13,896,347	6,198,419	18,222,145	(6,338,830)	53,697,941
Segment liabilities as at 31.12.2021	15,189,709	318,000	9,407,767	4,798,383	8,301,503	(5,735,406)	32,279,956

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

34 SEGMENT REPORTING (CONTINUED)

Segment information based on the business activities of the Group is as follows (continued):

For the year ended 31 December 2020 (Currency: million VND)

	Information technology and Telecommunication					Total
	Telecommunication	Digital contents	Global IT services	Information technology services, software and system integration	Investment, education and others	
Segment revenue	10,867,003	599,151	12,000,260	4,804,672	2,187,175	29,830,401
Segment expenses (*)	(9,114,111)	(386,886)	(9,966,684)	(4,577,926)	(1,692,533)	(25,225,671)
<i>In which:</i>						
- Total depreciation of fixed assets	(1,078,906)	(2,531)	(278,321)	(29,048)	(106,126)	4,325
- Total amortisation of long-term prepaid expenses	(1,311,514)	(3,539)	(71,299)	(31,378)	(88,483)	-
Share of profit from joint ventures, associates	-	-	(706)	-	312,900	312,194
Segment results	1,752,892	212,265	2,032,870	226,746	807,542	(115,391)
Segment profit before tax	1,818,530	255,506	1,970,168	267,424	3,745,051	(2,793,222)
Total expenses incurred for purchasing fixed assets and other long-term assets	2,324,931	2,804	827,357	75,237	1,010,402	-
Segment assets as at 31.12.2020	15,588,376	1,176,326	11,619,696	5,016,824	14,507,550	(6,174,449)
Segment liabilities as at 31.12.2020	11,010,709	333,642	7,380,079	3,437,530	6,814,811	(5,848,115)

(*) Segment expenses arising from the business activities of the segment are charged directly to that segment and part of the Group's general expenses allocated to that segment. Accordingly, segment expenses include cost of goods sold and services rendered, selling expenses, and general and administration expenses.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

35 RELATED PARTY DISCLOSURES

During the year, the Group had transactions with the following major related parties:

Company (*)	Relationship
FPT Digital Retail Joint Stock Company	Associate
Synnex FPT Joint Stock Company	Associate
FPT Capital Management Joint Stock Company	Associate
FPT Securities Joint Stock Company	Associate until June 2021

(*) Figures of related parties presented in this note include the parent company and its subsidiaries (if any).

(a) Related party transactions

During the year, the following significant transactions were carried out with related parties:

	2021 VND	2020 VND
i) Sales of goods and rendering of services		
Synnex FPT Joint Stock Company	23,973,340,084	13,514,597,702
FPT Digital Retail Joint Stock Company	68,365,252,478	34,104,579,961
	<u>92,338,592,562</u>	<u>47,619,177,663</u>
ii) Purchases of goods and services		
Synnex FPT Joint Stock Company	1,386,478,746,207	917,375,331,498
FPT Digital Retail Joint Stock Company	130,040,334,188	86,499,125,208
	<u>1,516,519,080,395</u>	<u>1,003,874,456,706</u>
iii) Lendings		
FPT Digital Retail Joint Stock Company	-	625,000,000,000
	<u>-</u>	<u>625,000,000,000</u>
iv) Collection of lendings		
FPT Digital Retail Joint Stock Company	-	450,000,000,000
	<u>-</u>	<u>450,000,000,000</u>
v) Dividends received in cash		
Synnex FPT Joint Stock Company	233,882,847,700	171,133,791,000
FPT Digital Retail Joint Stock Company	-	36,754,000,000
FPT Securities Joint Stock Company	13,227,653,000	12,025,139,500
	<u>247,110,500,700</u>	<u>219,912,930,500</u>
vi) Drawdown of borrowings (Note 22(a))		
FPT Digital Retail Joint Stock Company	8,050,000,000,000	1,660,000,000,000
	<u>8,050,000,000,000</u>	<u>1,660,000,000,000</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

35 RELATED PARTY DISCLOSURES (CONTINUED)

(a) Related party transactions (continued)

	2021 VND	2020 VND
<i>vii) Repayment of borrowings (Note 22(a))</i>		
FPT Digital Retail Joint Stock Company	7,375,000,000,000	1,035,000,000,000

viii) Remuneration of the Board of Directors, the Board of Supervision and salary of the General Director and other management

No	Name	Title	2021 VND	2020 VND
Remuneration of the Board of Directors				
1	Mr. Truong Gia Binh	Chairman	-	-
2	Mr. Bui Quang Ngoc	Vice Chairman	-	-
3	Mr. Do Cao Bao	Member	-	-
4	Mr. Le Song Lai	Member	264,000,000	264,000,000
5	Mr. Jean Charles Belliol	Member	600,000,000	600,000,000
6	Mr. Tomokazu Hamaguchi	Member	2,292,000,000	2,326,425,000
7	Mr. Dan E Khoo	Member	2,292,000,000	2,326,425,000
			<u>5,448,000,000</u>	<u>5,516,850,000</u>
Remuneration of the Board of Supervision				
1	Mr. Nguyen Viet Thang	Chief Supervisor	614,400,000	588,000,000
2	Mr. Nguyen Khai Hoan	Member	316,800,000	303,600,000
3	Ms. Nguyen Thi Kim Anh	Member	316,800,000	303,600,000
			<u>1,248,000,000</u>	<u>1,195,200,000</u>
Salary of General Director and other management				
1	Mr. Nguyen Van Khoa	General Director	3,776,000,000	3,520,000,000
2	Mr. Nguyen The Phuong	Deputy General Director	3,000,000,000	2,750,000,000
3	Mr. Hoang Viet Anh	Deputy General Director	2,400,000,000	2,200,000,000
4	Mr. Hoang Huu Chien	Chief Accountant	1,680,000,000	1,540,000,000
5	Ms. Bui Nguyen Phuong Chau	In charge of Administration & Information Disclosure	500,000,000	1,100,000,000
6	Mr. Duong Hoang Phu	In charge of Information Disclosure	330,000,000	-
			<u>11,686,000,000</u>	<u>11,110,000,000</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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35 RELATED PARTY DISCLOSURES (CONTINUED)

(b) Year end balances with related parties

	2021 VND	2020 VND
<i>i) Entrusted investments</i>		
FPT Capital Management Joint Stock Company	41,366,081,776	41,366,081,776
<i>ii) Short-term trade accounts receivable (Note 6)</i>		
Synnex FPT Joint Stock Company	8,249,240,502	864,722,543
FPT Digital Retail Joint Stock Company	12,758,880,547	13,200,877,678
	<u>21,008,121,049</u>	<u>14,065,600,221</u>
<i>iii) Short-term trade accounts payable (Note 17)</i>		
Synnex FPT Joint Stock Company	122,863,851,131	136,459,087,719
FPT Digital Retail Joint Stock Company	4,889,662,632	4,950,111,601
	<u>127,753,513,763</u>	<u>141,409,199,320</u>
<i>iv) Other short-term payables</i>		
Payables via centrally managed account - FPT Digital Retail Joint Stock Company	270,752,646	1,526,452,162
<i>v) Short-term borrowings (Note 22(a))</i>		
FPT Digital Retail Joint Stock Company	1,520,000,000,000	845,000,000,000

36 CONTINGENT LIABILITY

Obligation for restoration costs for land leases:

The Group signed land lease contracts and carried out construction and infrastructure work on these leased lands. Majority of the land lease contracts do not explicitly state the Group's land restoration obligation after the lease term. So for these contracts, the Company's Board of Management is of the opinion that the Group may have future land restoration obligations related to the dismantling and removing the assets on lands and restoring the lands to their original conditions at the end of the lease term, and these obligations can only be ascertained when there are further events in the future, for example, additional discussion with the lessors or when the governmental authority promulgates additional legal documents for clarifying the lessees' obligations when the land lease contract does not contain provisions for land restoration obligations. Accordingly, the Group did not recognise a provision for land restoration costs in the Group's consolidated financial statements for the year ended 31 December 2021.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

37 COMPARATIVE FIGURES

Certain comparative items presented in the consolidated financial statements for the year ended 31 December 2021 have been reclassified to conform to the presentation of the financial statements for the current year as follows:

The consolidated balance sheet (extracted):

Code	As at 31 December 2020		
	As previously reported VND	Reclassification (*) VND	As reclassified VND
100 CURRENT ASSETS	25,612,489,544,931	(346,556,488,455)	25,265,933,056,476
151 Short-term prepaid expenses	621,038,227,150	(346,556,488,455)	274,481,738,695
200 LONG-TERM ASSETS	16,121,833,690,263	346,556,488,455	16,468,390,178,718
261 Long-term prepaid expenses	2,267,066,059,274	346,556,488,455	2,613,622,547,729

(*) A subsidiary in the Group reclassified prepaid expenses from short-term to long-term based on estimated allocation period.

The consolidated income statement (extracted):

Code	For the year ended 31 December 2020		
	As previously reported VND	Reclassification (*) VND	As reclassified VND
01 Revenue from sales of goods and rendering of services	29,921,698,144,296	(64,391,698,086)	29,857,306,446,210
02 Less deductions	91,297,617,472	(64,391,698,086)	26,905,919,386
11 Cost of goods sold and services rendered	18,016,743,052,097	196,317,749,104	18,213,060,801,201
20 Gross profit from sales of goods and rendering of services	11,813,657,474,727	(196,317,749,104)	11,617,339,725,623
25 Selling expenses	2,713,561,338,553	216,696,914,028	2,930,258,252,581
26 General and administration expenses	4,495,366,457,586	(413,014,663,132)	4,082,351,794,454

(*) A subsidiary in the Group reclassified salary expenses from general and administration expenses to selling expenses (with the amount of VND 216,696,914,028); pole rental, repair and maintenance costs directly related to rendering of services from general and administration expenses to cost of goods sold (with the amount of VND 196,317,749,104); and offset revenue against sales deductions (with the amount of VND 64,391,698,086) according to Circular No. 200/2014/TT-BTC of the Ministry of Finance.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

37 COMPARATIVE FIGURES (CONTINUED)

The consolidated cash flow statement (extracted):

Code	For the year ended 31 December 2020			
	As previously reported VND	Reclassification (*) VND	As reclassified VND	
23	Loans granted, purchases of debt instruments of other entities	(5,954,091,321,739)	(15,371,867,413,763)	(21,325,958,735,502)
24	Collection of loans, proceeds from sales of debt instruments of other entities	-	15,371,867,413,763	15,371,867,413,763

(*) The Group reclassified cash outflows for lendings, term deposits with original term of 3 months and cash inflows from lendings, term deposits with original term of more than 3 months.

38 EVENTS AFTER THE END OF THE ACCOUNTING PERIOD

Pursuant to the Board of Directors' Resolution No. 01.01-2022/NQ-HĐQT FPT dated 25 January 2022, the Board of Directors has approved increases in charter capitals for FPT Software Company Limited from VND 3,300 billion to VND 4,000 billion, for FPT Education Company Limited from VND 1,400 billion to VND 2,000 billion, and for FPT Information System Company Limited from VND 850 billion to VND 1,100 billion.

The consolidated financial statements for the year ended 31 December 2021 were approved by the Deputy General Director of the Company on 7 March 2022.




Hoang Ngoc Bich
Preparer



Hoang Huu Chien
Chief Accountant





Nguyen The Phuong
Deputy General Director
Authorized signatory
7 March 2022

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

APPENDIX 1 – LIST OF OTHER SUBSIDIARIES, JOINT VENTURES, AND ASSOCIATES OF
THE COMPANY'S DIRECT SUBSIDIARIES AS AT 31 DECEMBER 2021

A. OTHER SUBSIDIARIES

No.	Company	Principal activities	Place of incorporation and operation	% of ownership	% of voting rights
1	FPT Japan Co., Ltd.	Software development	Japan	100%	100%
2	FPT Okinawa R&D Co., Ltd.	Software development	Japan	100%	100%
3	FPT Software Shanghai Co., Ltd.	Software development	Japan	100%	100%
4	FPT Techno Japan Co., Ltd.	Software development	Japan	100%	100%
5	FPT Indonesia Co., Ltd.	Software development	Japan	99.79%	99.79%
6	FPT Software Japan Co., Ltd.	Software development	Japan	100%	100%
7	FPT Taiwan Co., Ltd.	Software development	Taiwan	100%	100%
8	FPT Japan Consulting Co., Ltd.	Technology consulting	Japan	80%	80%
9	FPT Korea 2 Co., Ltd.	Software development	Korea	100%	100%
10	FPT USA Corporation	Software development	USA	100%	100%
11	FPT Canada Co., Ltd.	Software development	Canada	100%	100%
12	Intellinet Consulting Co., Ltd.	Technology consulting	USA	90%	90%
13	FPT India., Ltd.	Software development	India	100%	100%
14	FPT Germany Co., Ltd.	Software development	Germany	100%	100%
15	FPT United Kingdom., Ltd.	Software development	United Kingdom	100%	100%
16	FPT Software Malaysia Co., Ltd.	Software development	Malaysia	100%	100%
17	FPT Software Solutions Asia Pacific Pte Ltd	Software development	Singapore	100%	100%
18	FPT Australasia Pty Ltd	Software development	Australia	100%	100%
19	FPT Software Europe Co., Ltd.	Software development	France	100%	100%
20	FPT Software Philippines Co., Ltd.	Software development	Philippines	100%	100%
21	FPT Slovakia Co., Ltd.	Software development	Slovakia	100%	100%
22	FPT Czech Co., Ltd.	Software development	Czech	100%	100%
23	FPT Asia Pacific Solutions Co., Ltd.	Software development	Singapore	100%	100%
24	FPT Siam Limited	Software development	Thailand	99.97%	99.97%
25	FPT Dubai Limited	Software development	UAE	100%	100%
26	FPT Hongkong Limited	Software development	Hong Kong	100%	100%
27	Singapore Information and System Co., Ltd.	Software development	Singapore	100%	100%
28	FPT Myanmar Co., Ltd.	Software development	Myanmar	100%	100%
29	FPT Software Ho Chi Minh Co., Ltd.	Software development	Vietnam	100%	100%
30	FPT Software Hanoi Co., Ltd.	Software development	Vietnam	100%	100%
31	FPT Software Central Region Co., Ltd.	Software development	Vietnam	100%	100%
32	FPT Software Thang Long Co., Ltd.	Software development	Vietnam	100%	100%
33	FPT Digital Processing Services Co., Ltd.	Software development	Vietnam	100%	100%
34	TRANDATA Technology Engineering Joint Stock Company	Computer programming	Vietnam	77.26%	77.26%
35	HOMA Technology Joint Stock Company	Manufacturing and repairing electronic components, communication equipment, electrical equipment	Vietnam	75%	75%
36	FPT Quy Nhon Software Co., Ltd	Software development	Vietnam	100%	100%
37	Gate Services Joint Stock Company	Distribute prepaid cards: game card, telecommunication card	Vietnam	29.71%	60%
38	FPT Land Co., Ltd.	Consult, brokerage, real estate auction, land use right auction	Vietnam	100%	100%
39	Cyradar Joint Stock Company	IT and other computer-relating services	Vietnam	77.78%	77.78%
40	UTOP Technology Joint Stock Company	Computer programming	Vietnam	54.67%	54.67%

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No.	Company	Principal activities	Place of incorporation and operation	% of ownership	% of voting rights
41	FPT High School	Education & Training	Vietnam	100%	100%
42	FPT Global Technology Innovation Co., Ltd.	Education & Training	Vietnam	100%	100%
43	FPT Primary and Secondary School	Education & Training	Vietnam	100%	100%
44	FPT High School (Da Nang)	Education & Training	Vietnam	100%	100%
45	FPT High School	Education & Training	Vietnam	100%	100%
46	FPT University	Education & Training	Vietnam	100%	100%
47	Thanh Sang Investment Co., Ltd.	Education & Training	Vietnam	100%	100%
48	FPT Polytechnic College	Education & Training	Vietnam	100%	100%
49	FPT Cau Giay Primary and Secondary School	Education & Training	Vietnam	100%	100%
50	Central Loi Trading and Services Co., Ltd.	Education & Training	Vietnam	100%	100%
51	FPT High School (Binh Dinh)	Education & Training	Vietnam	100%	100%
52	FUNIX Online Education Joint Stock Company	Education & Training	Vietnam	70%	70%
53	Base Platform Pte. Ltd.	Software development	Singapore	80%	80%
54	Base Enterprise Joint Stock Company	Software development	Vietnam	79.99%	99.98%
55	Telehouse Vietnam International Joint Stock Company	Provide data center services	Vietnam	51%	51%
56	FPT Information System Cambodia Co., Ltd.	Provide system integration, software, solutions and services	Cambodia	100%	100%
57	FPT Technology Solutions Co., Ltd.	Provide system integration, software, solutions and services	Vietnam	100%	100%
58	FPT Telecom Tan Thuan Co., Ltd.	Provide high speed internet and other telecommunication services	Vietnam	45.65%	100%
59	FPT International Telecom Co., Ltd.	Provide internet services, agent for providing telecommunication services and other services	Vietnam	45.65%	100%
60	FPT Telecom Technology Joint Stock Company	Provide high speed internet and other telecommunication services	Vietnam	45.65%	99.999%
61	FPT Television Co., Ltd.	Film production and distribution, wireless telecommunications operations, computer programming	Vietnam	45.65%	100%

B. OTHER JOINT VENTURES AND ASSOCIATES

No.	Company	Principal activities	Place of incorporation and operation	% of ownership	% of voting rights
1	SBI FPT Co., Ltd.	Software development	Vietnam	30%	30%
2	MJS FPT Co., Ltd.	Software development	Vietnam	50%	50%
3	FPT Smart Technologies Co., Ltd.	Software development	Vietnam	50%	50%
4	Artificial Intelligence Quy Nhon Co., Ltd.	Real estate	Vietnam	49%	49%