

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: 39/FPT-FMC

No.: .../FPT-FMC

Hà Nội, ngày 09 tháng 03 năm 2023
Hanoi, March 09th 2023

CÔNG BỐ THÔNG TIN ĐỊNH KỲ
PERIODIC INFORMATION DISCLOSURE

Kính gửi: Ủy ban Chứng khoán Nhà nước
Sở Giao dịch Chứng khoán thành phố Hồ Chí Minh
To: The State Securities Commission
Hochiminh Stock Exchange

1. Tên tổ chức/*Name of organization*: Công ty Cổ phần FPT/ *FPT Corporation*

- Mã chứng khoán/Mã thành viên/ *Stock code/ Broker code*: FPT/ *FPT*

- Địa chỉ/*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 liên hệ/*Tel.*: 024. 7300 7300

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- E-mail: ir@fpt.com.vn

website: <https://fpt.com.vn>

2. Nội dung thông tin công bố / *Contents of disclosure*:

Báo cáo tài chính công ty mẹ năm 2022 đã được kiểm toán và Báo cáo tài chính hợp nhất năm 2022 đã được kiểm toán / *Audited Separate Financial Statements of 2022 and Audited Consolidated Financial Statements of 2022*

3. Thông tin này đã được công bố trên trang thông tin điện tử của công ty vào ngày 09/03/2023 tại đường dẫn <https://fpt.com.vn/vi/nha-dau-tu/thong-tin-cong-bo/> / *This information was published on the company's website on 09/03/2023, as in the link <https://fpt.com.vn/en/ir/information-disclosures>*



Chúng tôi xin 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 hereby certify that the information provided is true and correct and we bear the full responsibility to the law.*

Tài liệu đính kèm/Attached documents: Báo cáo tài chính công ty mẹ năm 2022 đã được kiểm toán và Báo cáo tài chính hợp nhất năm 2022 đã được kiểm toán / *Audited Separate Financial Statements of 2022 and Audited Consolidated Financial Statements of 2022*

Đại diện tổ chức
Organization representative

Người được UQ CBTT
Person authorized to disclose information



Mai Thị Lan Anh



FPT CORPORATION

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

FPT CORPORATION

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

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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 Department of Planning and Investment of Hanoi City on 13 May 2002. The latest amendment (53rd) to the Enterprise Registration Certificate was issued on 11 July 2022.

Board of Directors

Mr. Truong Gia Binh	Chairman
Mr. Bui Quang Ngoc	Vice Chairman
Mr. Do Cao Bao	Member
Mr. Jean Charles Belliol	Member
Ms. Tran Thi Hong Linh	Member (appointed on 7 April 2022)
Mr. Hiroshi Yokotsaka	Member (appointed on 7 April 2022)
Mr. Hampapur Rangadore Binod	Member (appointed on 7 April 2022)
Mr. Le Song Lai	Member (resigned on 7 April 2022)
Mr. Tomokazu Hamaguchi	Member (resigned on 7 April 2022)
Mr. Dan E Khoo	Member (resigned on 7 April 2022)

Board of Management

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

Board of Supervision

Mr. Nguyen Viet Thang	Chief Supervisor
Mr. Nguyen Khai Hoan	Member
Ms. Duong Thuy Duong	Member (appointed on 7 April 2022)
Ms. Nguyen Thi Kim Anh	Member (resigned on 7 April 2022)

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

RESPONSIBILITY OF 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 2022, 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 authorised the Deputy General Director of the Company to approve and sign the consolidated financial statements of the Group for the year ended 31 December 2022 pursuant to the Authorisation Letter No. 49/2022/QĐ-FPT-TGD dated 29 March 2022.

APPROVAL OF THE CONSOLIDATED FINANCIAL STATEMENTS

I hereby, approve the accompanying consolidated financial statements as set out on pages 5 to 66 which give a true and fair view of the consolidated financial position of the Group as at 31 December 2022, 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
8 March 2023



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 2022 and approved by the Deputy General Director of the Company (as authorised by the Legal Representatives of the Company) on 8 March 2023. The consolidated financial statements comprise the consolidated balance sheet as at 31 December 2022, 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 66.

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.



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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 2022, 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 Matter

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. 0048-2023-006-1
Authorised signatory

Tran Khắc Thế
Audit Practising Licence
No. 2043-2023-006-1

Report reference number: HAN3254
Hanoi, 8 March 2023

CONSOLIDATED BALANCE SHEET

Code	ASSETS	Note	As at 31 December	
			2022 VND	2021 VND
100	CURRENT ASSETS		30,937,711,076,141	35,118,372,900,846
110	Cash and cash equivalents	3	6,440,177,174,322	5,417,845,293,242
111	Cash		3,880,860,111,180	3,447,377,491,137
112	Cash equivalents		2,559,317,063,142	1,970,467,802,105
120	Short-term financial investment		13,047,234,131,950	20,730,720,735,456
123	Investments held to maturity	4(a)	13,047,234,131,950	20,730,720,735,456
130	Short-term receivables		8,502,895,161,839	6,882,182,894,987
131	Short-term trade accounts receivable	5	7,990,076,948,983	6,211,956,510,246
132	Short-term prepayments to suppliers	6	292,916,357,080	400,707,131,836
134	Contract-in-progress receivables	7	199,252,243,559	168,939,964,952
135	Short-term lendings		882,560,901	34,762,220,000
136	Other short-term receivables	8(a)	719,203,074,569	595,813,030,192
137	Provision for doubtful debts – short-term	9	(699,436,023,253)	(529,995,962,239)
140	Inventories	10	1,965,787,736,563	1,507,342,901,619
141	Inventories		2,121,118,039,562	1,623,315,328,554
149	Provision for decline in value of inventories		(155,330,302,999)	(115,972,426,935)
150	Other current assets		981,616,871,467	580,281,075,542
151	Short-term prepaid expenses	11(a)	409,346,699,247	290,950,472,969
152	Value Added Tax ("VAT") to be reclaimed		392,864,305,787	256,817,647,142
153	Tax and other receivables from the State	12(a)	179,405,866,433	32,512,955,431

The notes on pages 12 to 66 are an integral part of these consolidated financial statements.

CONSOLIDATED BALANCE SHEET
(continued)

Code	ASSETS	Note	As at 31 December	
			2022 VND	2021 VND
200	LONG-TERM ASSETS		20,712,692,658,989	18,579,567,995,029
210	Long-term receivables		225,090,876,189	167,244,119,883
215	Long-term lendings		1,189,922,137	2,268,758,773
216	Other long-term receivables	8(b)	276,273,436,689	219,704,534,928
219	Provision for doubtful debts – long-term	9	(52,372,482,637)	(54,729,173,818)
220	Fixed assets		12,032,914,964,907	10,398,837,546,784
221	Tangible fixed assets	13(a)	10,714,231,138,520	9,260,934,699,063
222	Historical cost		19,007,982,397,113	16,080,827,716,168
223	Accumulated depreciation		(8,293,751,258,593)	(6,819,893,017,105)
224	Finance lease fixed assets		31,623,636,433	4,842,789,874
225	Historical cost		54,439,419,528	8,002,891,607
226	Accumulated depreciation		(22,815,783,095)	(3,160,101,733)
227	Intangible fixed assets	13(b)	1,287,060,189,954	1,133,060,057,847
228	Historical cost		2,547,883,324,785	2,249,106,647,011
229	Accumulated amortisation		(1,260,823,134,831)	(1,116,046,589,164)
240	Long-term asset in progress		1,062,184,742,251	1,290,598,745,684
242	Construction in progress	14	1,062,184,742,251	1,290,598,745,684
250	Long-term investments		3,238,299,217,787	3,101,993,693,319
252	Investments in joint ventures, associates	4(b)	2,205,736,337,693	2,018,005,439,382
253	Investments in other entities	4(b)	2,399,073,118,584	1,931,006,629,408
254	Provision for long-term investments	4(b)	(1,376,710,238,490)	(847,218,375,471)
255	Investments held to maturity	4(a)	10,200,000,000	200,000,000
260	Other long-term assets		4,154,202,857,855	3,620,893,889,359
261	Long-term prepaid expenses	11(b)	3,488,252,134,893	2,972,696,947,589
262	Deferred income tax assets		258,005,875,001	182,211,531,443
269	Goodwill	15	407,944,847,961	465,985,410,327
270	TOTAL ASSETS		51,650,403,735,130	53,697,940,895,875

The notes on pages 12 to 66 are an integral part of these consolidated financial statements,

CONSOLIDATED BALANCE SHEET
 (continued)

Code	RESOURCES	Note	As at 31 December	
			2022 VND	2021 VND
300	LIABILITIES		26,294,279,047,318	32,279,955,665,838
310	Short-term liabilities		24,521,161,696,202	29,761,106,035,257
311	Short-term trade accounts payable	16	3,209,205,494,368	2,865,815,039,581
312	Short-term advances from customers	17	491,097,603,761	710,658,541,296
313	Tax and other payables to the State	12(b)	670,648,917,592	517,652,708,809
314	Payables to employees		3,276,698,433,947	2,926,228,655,285
315	Short-term accrued expenses	18	807,640,094,658	829,126,223,397
317	Contract-in-progress payables	7	78,663,541,041	89,224,688,468
318	Short-term unearned revenue	19(a)	3,200,401,361,855	2,530,369,295,558
319	Other short-term payables	20(a)	568,807,386,283	555,467,321,694
320	Short-term borrowings and finance lease liabilities	21	10,904,344,845,014	17,799,441,187,777
321	Provision for short-term liabilities		251,132,995,783	112,413,880,560
322	Bonus and welfare fund		1,062,521,021,900	824,708,492,832
330	Long-term liabilities		1,773,117,351,116	2,518,849,630,581
336	Long-term unearned revenue	19(b)	114,879,436,367	94,843,849,565
337	Other long-term payables	20(b)	28,146,819,108	34,908,209,574
338	Long-term borrowings and finance lease liabilities	21	1,477,830,333,990	2,296,308,493,046
341	Deferred income tax liabilities		149,305,200,735	87,366,215,294
342	Provision for long-term liabilities		2,763,464,633	5,230,766,819
343	Fund for scientific and technological development		192,096,283	192,096,283

The notes on pages 12 to 66 are an integral part of these consolidated financial statements,

CONSOLIDATED BALANCE SHEET
(continued)


Code	RESOURCES	Note	As at 31 December	
			2022 VND	2021 VND
400	OWNERS' EQUITY		25,356,124,687,812	21,417,985,230,037
410	Capital and reserves		25,353,374,687,812	21,415,235,230,037
411	Owners' capital	22, 23	10,970,265,720,000	9,075,516,490,000
411a	- Ordinary shares with voting rights		10,970,265,720,000	9,075,516,490,000
412	Share premium	23	49,713,213,411	49,713,213,411
414	Owners' other capital	23	1,179,064,868,147	1,178,174,776,366
415	Treasury shares	23	-	(823,760,000)
417	Foreign exchange differences	23	(40,480,690,557)	(22,561,932,248)
418	Investment and development fund	23	1,086,270,726,048	570,491,625,643
420	Other reserves	23	87,203,093,024	87,203,093,024
421	Undistributed earnings	23	7,711,681,484,541	7,000,480,585,004
421a	- Undistributed post-tax profits of previous years		4,103,787,447,601	3,967,085,558,748
421b	- Undistributed post-tax profit of current year		3,607,894,036,940	3,033,395,026,256
429	Non-controlling interests	23	4,309,656,273,198	3,477,041,138,837
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		51,650,403,735,130	53,697,940,895,875



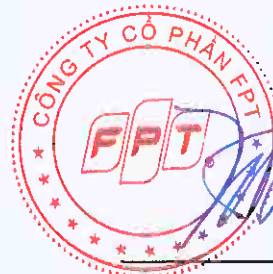
Hoang Ngoc Bich
Preparer



Hoang Huu Chien
Chief Accountant



Nguyen The Phuong
Deputy General Director
Authorised signatory
8 March 2023



CONSOLIDATED INCOME STATEMENT

Code	Note	Year ended 31 December	
		2022 VND	2021 VND
01	Revenue from sales of goods and rendering of services	44,023,010,881,275	35,671,052,233,610
02	Less deductions	13,483,200,364	13,789,688,583
10	Net revenue from sales of goods and rendering of services (10 = 01 - 02)	25 44,009,527,680,911	35,657,262,545,027
11	Cost of goods sold and services rendered	26 26,842,249,039,713	22,025,298,308,249
20	Gross profit from sales of goods and rendering of services (20 = 10 - 11)	17,167,278,641,198	13,631,964,236,778
21	Financial income	27 1,998,503,979,865	1,270,789,386,267
22	Financial expenses	28 1,687,369,701,824	1,144,187,446,845
23	- Including: Interest expense	645,725,556,308	483,995,846,804
24	Profit sharing from joint ventures and associates	4(b) 483,598,048,401	686,864,681,119
25	Selling expenses	29 4,526,440,691,815	3,604,610,784,981
26	General and administration expenses	30 5,846,280,653,514	4,612,325,935,574
30	Net operating profit (30 = 20 + 21 - 22 + 24 - 25 - 26)	7,589,289,622,311	6,228,494,136,764
31	Other income	184,323,926,142	133,219,177,622
32	Other expenses	111,330,588,573	24,506,873,428
40	Net other income (40 = 31 - 32)	72,993,337,569	108,712,304,194
50	Net accounting profit before tax (50 = 30 + 40)	7,662,282,959,880	6,337,206,440,958
51	Corporate income tax ("CIT") - current	31 1,193,613,667,231	954,883,280,274
52	CIT - deferred	31 (22,674,161,820)	33,022,061,188
60	Net profit after tax (60 = 50 - 51 - 52)	6,491,343,454,469	5,349,301,099,496
	Attributable to:		
61	Shareholders of parent company	5,310,108,591,408	4,337,411,879,802
62	Non-controlling interests	1,181,234,863,061	1,011,889,219,694
70	Basic earnings per share	24(a) 4,429	3,618
71	Diluted earnings per share	24(b) 4,429	3,618

Hoang Ngoc Bich
Preparer

Hoang Huu Chien
Chief Accountant

Nguyen The Phuong
Deputy General Director
Authorised signatory
8 March 2023

The notes on pages 12 to 66 are an integral part of these consolidated financial statements.

CONSOLIDATED CASH FLOW STATEMENT
(Indirect method)

Code	Note	Year ended 31 December	
		2022 VND	2021 VND
CASH FLOWS FROM OPERATING ACTIVITIES			
01	Net accounting profit before tax	7,662,282,959,880	6,337,206,440,958
	Adjustments for:		
02	Depreciation and amortization of fixed assets and allocation of goodwill	1,833,064,499,128	1,643,915,685,332
03	Provisions	880,253,740,252	352,207,924,154
04	Foreign exchange losses/(gains) arising from translating monetary items denominated in foreign currencies	7,652,847,077	(63,913,432,668)
05	Profits from investing activities	(1,986,715,685,147)	(1,700,489,438,802)
06	Interest expense	645,725,556,308	483,995,846,804
08	Operating profit before changes in working capital	9,042,263,917,498	7,052,923,025,778
09	Increase in receivables	(1,949,023,327,296)	(693,503,200,106)
10	Increase in inventories	(497,802,711,008)	(218,231,826,239)
11	Increase in payables	1,299,834,862,339	1,910,090,001,449
12	Increase in prepaid expenses	(633,951,413,583)	(375,543,134,134)
14	Interest paid	(635,688,969,538)	(451,555,665,838)
15	CIT paid	(1,221,846,691,729)	(1,045,034,654,569)
17	Other payments on operating activities	(349,953,909,983)	(339,450,991,614)
20	Net cash inflows from operating activities	5,053,831,756,700	5,839,693,554,727
CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchases of fixed assets and other long-term assets	(3,215,243,200,871)	(2,911,001,172,725)
22	Proceeds from disposals of fixed assets and other long-term assets	5,662,030,028	2,866,890,285
23	Loans granted, and purchases of debt instruments of other entities	(32,995,035,947,486)	(35,827,118,645,179)
24	Collection of loans, proceeds from sales of debt instruments of other entities	40,669,116,046,728	27,590,009,509,475
25	Investments in other entities	(557,291,900,594)	(450,878,532,336)
26	Proceeds from divestment of investment in other entities	56,400,094,000	420,000,000
27	Dividends and interest received	1,793,624,815,520	1,182,811,834,149
30	Net cash inflows/(outflows) from investing activities	5,757,231,937,325	(10,412,890,116,331)

The notes on pages 12 to 66 are an integral part of these consolidated financial statements.

CONSOLIDATED CASH FLOW STATEMENT (continued)
(Indirect method)

Code	Note	Year ended 31 December	
		2022 VND	2021 VND
CASH FLOWS FROM FINANCING ACTIVITIES			
31	Proceeds from shares issuance	77,028,689,275	87,611,404,675
33	Proceeds from borrowings	28,120,228,984,733	34,463,706,577,011
34	Repayments of borrowings	(35,740,054,948,912)	(26,931,165,232,996)
35	Finance lease principal repayments	(8,376,145,424)	(1,306,368,312)
36	Dividends paid, profits distributed to owners	(2,222,134,795,995)	(2,254,183,945,975)
40	Net cash (outflows)/inflows from financing activities	(9,773,308,216,323)	5,364,662,434,403
50	Net increase in cash and cash equivalents	1,037,755,477,702	791,465,872,799
60	Cash and cash equivalents at beginning of year	5,417,845,293,242	4,686,191,374,038
61	Effect of foreign exchange differences	(15,423,596,622)	(59,811,953,595)
70	Cash and cash equivalents at end of year	6,440,177,174,322	5,417,845,293,242

Hoang Ngoc Bich
Preparer

Hoang Huu Chien
Chief Accountant

Nguyen The Phuong
Deputy General Director
Authorised signatory
8 March 2023

The notes on pages 12 to 66 are an integral part of these consolidated financial statements.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022****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 issued by the Prime Minister on 28 February 2002. The Company operates under the Enterprise Registration Certificate No. 0103001041 issued by the Department of Planning and Investment of Hanoi City on 13 May 2002. The latest amendment (53rd) to the Enterprise Registration Certificate was issued on 11 July 2022.

Since 13 December 2006, the Company's shares have been listed on Ho Chi Minh City Stock Exchange with ticker symbol of "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) Education services at primary, high school, college, university and postgraduate levels.

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 2022, the Group had 42,408 employees (as at 31 December 2021: 37,180 employees).

As at 31 December 2022, the Group had 8 direct subsidiaries and 3 main associates. Details of these entities 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 2022**
1 GENERAL INFORMATION (CONTINUED)
(i) Direct subsidiaries:

Subsidiaries	Principal activities	Place of incorporation and operation	As at 31/12/2022		As at 31/12/2021	
			% 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	45.66%	45.66%	45.65%	45.65%
FPT Education Company Limited	Training and technology services	Hoa Lac High Tech Park, Km 29, Thang Long Boulevard, Thach That 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	49.52%	80.15%	49.52%	80.15%
FPT Investment Company Limited	Financial investment services	No.10, Pham Van Bach Street, Dich Vong Ward, Cau Giay District, Hanoi	100%	100%	100%	100%
FPT Smart Cloud Company Limited	Information technology services	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%	100%	100%

(*) As at 31 December 2022, the Company owns 45.66% of share capital and 45.66% of voting rights at FPT Telecom Joint Stock Company ("FTEL") (as at 31 December 2021: 45.65% of share capital and 45.65% of voting rights). 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 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.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

1 GENERAL INFORMATION (CONTINUED)

(ii) Main associates:

Associates	Principal activities	Place of incorporation and operation	As at 31/12/2022 and 31/12/2021	
			% of ownership	% of voting rights
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 Gay District, Hanoi	48%	48%
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	46.53%	46.53%
FPT Capital Management Joint Stock Company	Portfolio and fund management and other services	Floor 9, TTC Building, Lot B1A, Dich Vong Hau Ward, Cau Gay District, Hanoi	25%	25%

Disclosure of information comparability in the consolidated financial statements:

The comparative figures presented on the consolidated financial statements and the related disclosures are the figures of the audited consolidated financial statements for the year ended 31 December 2021.

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 2022****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 Company translates those financial statements into the currency used by the Group following the principles:

- Assets, liabilities and goodwill incurred on acquisition of overseas subsidiaries are translated at the actual exchange rates 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 transfer rate at the consolidated balance sheet date of the commercial banks with which the Group regularly has transactions.

Borrowings denominated in foreign currencies which the Group hedges the exchange rate risk by using currency swap and forward transactions are translated at exchange rates nominated in the contracts between the Group and the commercial banks.

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. 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.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.5 Basis of consolidation (continued)****Subsidiary (continued)**

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

Assets, liabilities and contingent liabilities of the subsidiary are measured at the fair values at the acquisition date of the subsidiary. The excess of the cost of acquisition over the Group'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 Group'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 are 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 2022****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 associates. 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 2022****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.7 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, cash in 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 as uncollectible.

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 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 2022****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 year 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 interest earning under agreements among parties but not 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 of the lendings as the consolidated balance sheet date.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.12 Contracts on software development and system integration

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

When the outcome of a contract on software development and system integration can be estimated reliably and the contract payment is made to the Group following the work progress, the percentage of completion method is used by the Group to determine the appropriate amount of revenue and costs to be recognised in the year.

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. 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 – 25 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 2022****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 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) 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.

(iii) 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.

(iv) Customer relationships and brand name

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022****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. 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 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 are depreciated on a straight-line basis 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 2022****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, 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.

Expenses for deploying services for 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 prevailing 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 2022****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 but the related services have not been 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 2022****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 in the consolidated financial statements.

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 the Company converts the financial statements of the subsidiaries prepared and presented in foreign currency to VND for the consolidation purpose.

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

2.22 Appropriation of 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 CIT 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 appropriated as below:

(a) Investment and development fund

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

In education sector, investment and development fund is appropriated from profit before CIT 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 CIT. 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.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.22 Appropriation of 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 staff appraisal 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 2022****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 reporting year.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022****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 year, 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 2022****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 of the Company 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.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

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 9);
- Provision for decline in value of inventories (Note 10);
- Estimated useful lives of fixed assets (Note 2.13 and 2.14);
- Classification and provision for investments (Note 4);
- Estimation of revenue's percentage of completion (Note 2.23); and
- Estimation of CIT (Note 31).

Such estimates and assumptions are continually evaluated 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 CASH AND CASH EQUIVALENTS

	31/12/2022 VND	31/12/2021 VND
Cash on hand	2,317,183,765	2,025,384,010
Cash in banks	3,872,389,005,218	3,444,095,452,027
Cash in transit	6,153,922,197	1,256,655,100
Cash equivalents (*)	2,559,317,063,142	1,970,467,802,105
	<u>6,440,177,174,322</u>	<u>5,417,845,293,242</u>

(*) Mainly included bank deposits with original maturity of less than 3 months. Interest rate is specified in each deposit.

FPT CORPORATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

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4 INVESTMENTS

(a) Investments held to maturity

	31/12/2022		31/12/2021	
	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 (*)	13,034,710,317,658	13,034,710,317,658	20,718,196,921,164	20,718,196,921,164
Others	35,275,051,776	12,523,814,292	35,275,051,776	12,523,814,292
	<u>13,069,985,369,434</u>	<u>13,047,234,131,950</u>	<u>20,753,471,972,940</u>	<u>20,730,720,735,456</u>
ii. Long-term				
Bank term deposits with remaining term of more than 12 months (*)	<u>10,200,000,000</u>	<u>10,200,000,000</u>	<u>200,000,000</u>	<u>200,000,000</u>

(*) Interest rate is specified in each deposit.

FPT CORPORATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

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4 INVESTMENTS (CONTINUED)

(b) Investments in other entities

i. Investments in joint ventures, associates

	31/12/2022		31/12/2021	
	Book value VND	Fair value VND	Book value VND	Fair value VND
Synnex FPT Joint Stock Company	1,048,698,128,658	(**)	1,116,446,918,469	(**)
FPT Digital Retail Joint Stock Company (*)	934,526,989,057	3,804,039,000,000	773,504,916,829	3,682,750,800,000
Others	222,511,219,978	(**)	128,053,604,084	(**)
	<u>2,205,736,337,693</u>		<u>2,018,005,439,382</u>	

ii. Investments in other entities

	31/12/2022			31/12/2021		
	Book value VND	Fair value VND	Provision VND	Book value VND	Fair value VND	Provision VND
Tien Phong Commercial Joint Stock Bank (*)	494,371,420,000	2,254,864,654,050	-	494,371,420,000	4,397,253,874,050	-
FPT Securities Joint Stock Company (*)	451,052,683,613	715,007,525,400	-	421,951,853,613	1,740,229,992,800	-
Others	1,453,649,014,971	(**)	(1,376,710,238,490)	1,014,683,355,795	(**)	(847,218,375,471)
	<u>2,399,073,118,584</u>		<u>(1,376,710,238,490)</u>	<u>1,931,006,629,408</u>		<u>(847,218,375,471)</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

4 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:

	2022 VND	2021 VND
Beginning of the year	2,018,005,439,382	1,980,817,143,237
Capital increase in associates	120,361,750,000	-
The Group's share of profits in results of joint ventures, associates	483,598,048,401	686,864,681,119
Dividends received	(419,457,561,507)	(247,110,500,700)
Change from investments in associates to investment in other entities	-	(421,951,853,613)
Others	3,228,661,417	19,385,969,339
End of the year	<u>2,205,736,337,693</u>	<u>2,018,005,439,382</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

7 RECEIVABLES/PAYABLES RELATING TO CONTRACT-IN-PROGRESS

	31/12/2022 VND	31/12/2021 VND
In progress contracts at the year-end		
- Contract-in-progress receivables	199,252,243,559	168,939,964,952
- Contract-in-progress payables	(78,663,541,041)	(89,224,688,468)
	<u>120,588,702,518</u>	<u>79,715,276,484</u>
Contract costs incurred plus recognised profits less recognised losses to date	2,130,218,132,905	1,547,051,226,419
Less: Progress billings	(2,009,629,430,387)	(1,467,335,949,935)
	<u>120,588,702,518</u>	<u>79,715,276,484</u>

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

8 OTHER RECEIVABLES

	31/12/2022 VND	31/12/2021 VND
(a) Short-term		
Interest from bank deposits and lendings	261,014,589,466	268,747,933,397
Receivables related to maintenance service contracts	133,829,197,269	131,225,408,551
Deposits	71,194,106,987	69,044,553,739
Others	253,165,180,847	126,795,134,505
	<u>719,203,074,569</u>	<u>595,813,030,192</u>
(b) Long-term		
Deposits	223,229,064,452	164,662,588,694
Others	53,044,372,237	55,041,946,234
	<u>276,273,436,689</u>	<u>219,704,534,928</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

9 DOUBTFUL DEBTS

	31/12/2022		
	Cost VND	Recoverable amount VND	Provision VND
Total receivables and lendings overdue or not yet overdue but irrecoverable	900,467,307,685	148,658,801,795	751,808,505,890
In which:			
Provision for doubtful debts – short-term			699,436,023,253
Provision for doubtful debts – long-term			52,372,482,637
	31/12/2021		
	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

10 INVENTORIES

	31/12/2022		31/12/2021	
	Cost VND	Provision VND	Cost VND	Provision VND
Goods in transit	96,686,117,873	-	109,421,041,951	-
Raw materials	836,100,716,877	(35,332,591,215)	518,505,745,054	(54,607,140,942)
Tools and supplies	77,631,412,378	-	40,883,616,224	-
Work in progress	636,025,299,553	(62,230,314,918)	644,828,418,459	(32,143,439,918)
Goods on consignment	528,067,569	-	541,845,964	-
Merchandise	474,146,425,312	(57,767,396,866)	309,134,660,902	(29,221,846,075)
	<u>2,121,118,039,562</u>	<u>(155,330,302,999)</u>	<u>1,623,315,328,554</u>	<u>(115,972,426,935)</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

11 PREPAID EXPENSES

	31/12/2022 VND	31/12/2021 VND
(a) Short-term		
Rental (copyrights, office, channels, transmission lines, cable)	183,337,807,822	124,447,167,865
Others	226,008,891,425	166,503,305,104
	<u>409,346,699,247</u>	<u>290,950,472,969</u>
(b) Long-term		
Service deployment costs for new subscribers	1,702,047,122,673	1,398,739,456,211
Land, office rental and furniture	1,059,215,406,379	999,477,950,123
Others	726,989,605,841	574,479,541,255
	<u>3,488,252,134,893</u>	<u>2,972,696,947,589</u>

12 TAXES AND RECEIVABLES FROM/PAYABLES TO THE STATE

	31/12/2022 VND	31/12/2021 VND
(a) Receivables		
Value added tax	47,871,478,197	5,429,151,094
CIT	85,048,938,191	22,034,484,010
Personal income tax	37,955,581,006	117,040,768
Others	8,529,869,039	4,932,279,559
	<u>179,405,866,433</u>	<u>32,512,955,431</u>
(b) Payables		
Value added tax	303,079,676,119	217,158,272,160
CIT	228,046,206,079	193,264,776,396
Personal income tax	122,566,794,126	95,191,488,869
Others	16,956,241,268	12,038,171,384
	<u>670,648,917,592</u>	<u>517,652,708,809</u>

FPT CORPORATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

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12 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 1/1/2022 VND	Incurred during the year VND	Paid during the year VND	As at 31/12/2022 VND
Value added tax	211,729,121,066	4,345,486,952,619	4,302,007,875,763	255,208,197,922
CIT	171,230,292,386	1,193,613,667,231	1,221,846,691,729	142,997,267,888
Personal income tax	95,074,448,101	1,257,296,063,462	1,267,759,298,443	84,611,213,120
Others	7,105,891,825	315,250,936,957	313,930,456,553	8,426,372,229
	<u>485,139,753,378</u>	<u>7,111,647,620,269</u>	<u>7,105,544,322,488</u>	<u>491,243,051,159</u>

11/11/2022

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

13 FIXED ASSETS

(a) Tangible fixed assets

	Buildings and structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Others VND	Total VND
Historical cost						
As at 1 January 2022	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
New purchases	41,422,563,248	923,960,885,459	10,369,376,195	66,536,969,204	3,766,755,529	1,046,056,549,635
Transfers from construction in progress	724,559,589,155	1,272,849,236,601	-	58,756,100,000	14,752,283,954	2,070,917,209,710
Disposal, write-off	(13,299,389,367)	(140,830,876,747)	(1,700,690,363)	(6,841,750,620)	(1,170,711,000)	(163,843,418,097)
Others	(5,752,256,671)	(12,132,406,349)	(209,483,802)	(8,036,562,674)	155,049,193	(25,975,660,303)
As at 31 December 2022	<u>5,803,697,547,598</u>	<u>12,320,683,591,437</u>	<u>95,630,050,089</u>	<u>680,242,880,760</u>	<u>107,728,327,229</u>	<u>19,007,982,397,113</u>
Accumulated depreciation						
As at 1 January 2022	(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)
Charge for the year	(254,512,408,244)	(1,266,269,833,551)	(10,071,905,470)	(54,315,919,390)	(8,719,119,087)	(1,593,889,185,742)
Disposal, write-off	5,404,082,926	94,825,322,365	1,700,690,363	6,737,225,408	491,388,660	109,158,709,722
Others	(1,918,496,413)	8,509,699,657	179,157,538	4,100,910,380	963,370	10,872,234,532
As at 31 December 2022	<u>(971,466,792,307)</u>	<u>(6,741,456,611,899)</u>	<u>(62,000,083,955)</u>	<u>(489,316,172,743)</u>	<u>(29,511,597,689)</u>	<u>(8,293,751,258,593)</u>
Net book value						
As at 1 January 2022	<u>4,336,327,070,657</u>	<u>4,698,314,952,103</u>	<u>33,362,821,673</u>	<u>123,989,735,709</u>	<u>68,940,118,921</u>	<u>9,260,934,699,063</u>
As at 31 December 2022	<u>4,832,230,755,291</u>	<u>5,579,226,979,538</u>	<u>33,629,966,134</u>	<u>190,926,708,017</u>	<u>78,216,729,540</u>	<u>10,714,231,138,520</u>

The historical cost of the Group's tangible fixed assets that were fully depreciated but still in use as at 31 December 2022 was approximately VND 3,920,030 million (as at 31 December 2021: approximately VND 3,093,129 million).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

13 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 2022	224,241,039,098	505,468,243,345	1,213,164,052,667	306,233,311,901	2,249,106,647,011
New purchases	31,230,898,724	110,976,758,657	1,943,717,135	418,559,290	144,569,933,806
Transfers from construction in progress	-	114,101,818,427	114,671,592,898	-	228,773,411,325
Disposal, write-off	-	(48,361,512,489)	(13,514,756,095)	-	(61,876,268,584)
Others	(2,340,486,933)	883,729,028	(10,826,902,427)	(406,738,441)	(12,690,398,773)
As at 31 December 2022	<u>253,131,450,889</u>	<u>683,069,036,968</u>	<u>1,305,437,704,178</u>	<u>306,245,132,750</u>	<u>2,547,883,324,785</u>
Accumulated amortisation					
As at 1 January 2022	(12,044,918,407)	(405,544,361,997)	(644,382,459,695)	(54,074,849,065)	(1,116,046,589,164)
Charge for the year	(1,471,376,223)	(73,506,938,518)	(104,571,880,231)	(15,364,553,972)	(194,914,748,944)
Disposal, write-off	-	38,044,470,463	13,514,756,095	-	51,559,226,558
Others	-	(922,740,986)	(568,845,108)	70,562,813	(1,421,023,281)
As at 31 December 2022	<u>(13,516,294,630)</u>	<u>(441,929,571,038)</u>	<u>(736,008,428,939)</u>	<u>(69,368,840,224)</u>	<u>(1,260,823,134,831)</u>
Net book value					
As at 1 January 2022	<u>212,196,120,691</u>	<u>99,923,881,348</u>	<u>568,781,592,972</u>	<u>252,158,462,836</u>	<u>1,133,060,057,847</u>
As at 31 December 2022	<u>239,615,156,259</u>	<u>241,139,465,930</u>	<u>569,429,275,239</u>	<u>236,876,292,526</u>	<u>1,287,060,189,954</u>

The historical cost of the Group's intangible fixed assets that were fully amortised but still in use as at 31 December 2022 was approximately VND 594,015 million (as at 31 December 2021: approximately VND 604,152 million).

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

14 CONSTRUCTION IN PROGRESS

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

	31/12/2022 VND	31/12/2021 VND
FPT University Da Nang	192,406,270,030	73,936,507,593
Hoa Lac 3 project	184,520,996,061	133,012,849,866
District 9 Data Center	177,411,715,340	155,530,187,879
FPT University Can Tho	105,774,733,437	39,136,595,453
Others	402,071,027,383	888,982,604,893
	<u>1,062,184,742,251</u>	<u>1,290,598,745,684</u>

15 GOODWILL

Movements in goodwill during the year are as follows:

	2022 VND	2021 VND
Beginning of year	465,985,410,327	200,034,225,027
Increase	-	341,250,935,695
Allocation	(58,040,562,366)	(75,299,750,395)
End of year	<u>407,944,847,961</u>	<u>465,985,410,327</u>

16 SHORT-TERM TRADE ACCOUNTS PAYABLE

	31/12/2022 VND	31/12/2021 VND
Third parties	2,967,363,745,673	2,738,061,525,818
Related parties (Note 34(b))	241,841,748,695	127,753,513,763
	<u>3,209,205,494,368</u>	<u>2,865,815,039,581</u>

Details of suppliers balances accounting for more than 2% of total balance of short-term trade accounts payable are as follows:

	31/12/2022 VND	31/12/2021 VND
Uromax (Singapore) Pte Ltd	132,242,370,240	14,561,602,350
Sun Viet Informatics Technology Development Joint Stock Company	118,611,457,800	189,518,040,480
SACOM Wire and Cable Joint Stock Company	112,236,110,195	67,628,421,300
Northern Telecom Infrastructure Co., Ltd.	65,423,497,680	65,822,423,493
Fiserv in Asia Pacific Company	75,166,360,930	73,578,471,600
Phuong Nam Telecommunication Service One Member Co., Ltd.	44,472,675,358	81,886,053,070
Cambridge Industries USA, Inc.	41,084,300,000	74,284,866,000
Cisco International Limited	<u>34,303,501,876</u>	<u>64,756,114,826</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

17 SHORT-TERM ADVANCES FROM CUSTOMERS

	31/12/2022 VND	31/12/2021 VND
Third parties (*)	<u>491,097,603,761</u>	<u>710,658,541,296</u>

(*) As at 31 December 2022 and 31 December 2021, there were no items accounting for more than 10% of total balance of short-term advances from customers.

18 SHORT-TERM ACCRUED EXPENSES

	31/12/2022 VND	31/12/2021 VND
Costs related to system integration projects	344,059,961,840	373,922,432,375
Interest expense	146,256,187,840	136,502,079,832
Others	317,323,944,978	318,701,711,190
	<u>807,640,094,658</u>	<u>829,126,223,397</u>

19 UNEARNED REVENUE

	31/12/2022 VND	31/12/2021 VND
(a) Short-term		
Telecommunication services	1,548,863,526,027	1,377,808,677,041
Education services	1,431,663,399,394	974,465,066,009
Others	219,874,436,434	178,095,552,508
	<u>3,200,401,361,855</u>	<u>2,530,369,295,558</u>
(b) Long-term		
Telecommunication services	5,513,554,636	7,633,889,103
Education services	-	9,388,326,084
Others	109,365,881,731	77,821,634,378
	<u>114,879,436,367</u>	<u>94,843,849,565</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

20 OTHER PAYABLES

	31/12/2022 VND	31/12/2021 VND
(a) Short-term		
Short-term deposits received	127,765,532,086	112,170,802,413
Social, health and unemployment insurance	96,393,870,781	85,026,865,617
Trade union fees	92,007,765,491	82,995,929,719
Dividend payables	14,449,102,056	12,806,984,031
Others	238,191,115,869	262,466,739,914
	<u>568,807,386,283</u>	<u>555,467,321,694</u>
(b) Long-term		
Long-term deposits received	22,522,569,407	26,811,367,303
Others	5,624,249,701	8,096,842,271
	<u>28,146,819,108</u>	<u>34,908,209,574</u>

21 BORROWINGS AND FINANCE LEASE LIABILITIES

	As at 1/1/2022		During the year			As at 31/12/2022	
	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)	15,861,426,776,367	15,861,426,776,367	23,881,477,406,332	(29,698,949,307,622)	(49,254,266,109)	9,994,700,608,968	9,994,700,608,968
Borrowings from related parties (Note 34(a) and (b)) (i)	1,520,000,000,000	1,520,000,000,000	4,120,000,000,000	(5,600,000,000,000)	-	40,000,000,000	40,000,000,000
Current portion of long-term borrowings and finance lease liabilities							
Borrowings from banks (ii)	416,624,371,951	416,624,371,951	898,523,491,223	(441,105,641,290)	(17,677,612,159)	856,364,609,725	856,364,609,725
Finance lease liabilities	1,390,039,459	1,390,039,459	20,246,649,124	(8,376,145,424)	19,083,162	13,279,626,321	13,279,626,321
	<u>17,799,441,187,777</u>	<u>17,799,441,187,777</u>	<u>28,920,247,546,679</u>	<u>(35,748,431,094,336)</u>	<u>(66,912,795,106)</u>	<u>10,904,344,845,014</u>	<u>10,904,344,845,014</u>
(b) Long-term							
Borrowings from banks (ii)	2,292,293,834,547	2,292,293,834,547	82,164,186,447	(898,523,491,223)	(18,334,324,862)	1,457,600,204,909	1,457,600,204,909
Finance lease liabilities	4,014,658,499	4,014,658,499	36,587,391,954	(20,246,649,124)	(125,272,248)	20,230,129,081	20,230,129,081
	<u>2,296,308,493,046</u>	<u>2,296,308,493,046</u>	<u>118,751,578,401</u>	<u>(918,770,140,347)</u>	<u>(18,459,597,110)</u>	<u>1,477,830,333,990</u>	<u>1,477,830,333,990</u>

(i) Short-term unsecured borrowings are to supplement the Group's working capital. Interest rate is specified in each withdrawal and ranges from 0.45%/p.a to 8.8%/p.a (2021: from 0.46%/p.a to 4.6%/p.a).

(ii) Long-term unsecured borrowings from banks are to supplement the Group's purchase and construction of fixed assets. Interest rate is specified in each withdrawal and ranges from 0%/p.a to 7.2%/p.a (2021: 0%/p.a to 7.2%/p.a).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

21 BORROWINGS AND FINANCE LEASE LIABILITIES (CONTINUED)

Details of long-term borrowing and finance lease liabilities balances by original terms are as follows:

	31/12/2022 VND	31/12/2021 VND
Long-term borrowings	2,313,964,814,634	2,708,918,206,498
- Within 3-year term	1,829,680,417,553	2,085,802,767,478
- 5-year term	418,822,793,181	548,834,107,360
- Over 5-year term	65,461,603,900	74,281,331,660
Long-term finance lease liabilities	33,509,755,402	5,404,697,958
	<u>2,347,474,570,036</u>	<u>2,714,322,904,456</u>

Long-term borrowings are repayable as follows:

	31/12/2022 VND	31/12/2021 VND
Within 1 year	856,364,609,725	416,624,371,951
Between 1 year and 2 years	1,276,573,372,159	867,271,872,209
Between 2 years and 5 years	176,367,074,850	1,403,692,439,998
Over 5 years	4,659,757,900	21,329,522,340
	<u>2,313,964,814,634</u>	<u>2,708,918,206,498</u>
Less: payables within 12 months	(856,364,609,725)	(416,624,371,951)
	<u>1,457,600,204,909</u>	<u>2,292,293,834,547</u>

Details of borrowings in original currencies are as follows:

	31/12/2022		31/12/2021	
	Original amount	VND equivalent	Original amount	VND equivalent
US Dollars ("USD")	81,305,026.21	1,892,973,593,416	303,962,500.00	6,974,395,019,400
Japanese Yen ("JPY")	17,163,468,078.00	3,247,814,465,750	20,884,075,209.00	4,230,233,154,020
Vietnamese Dong ("VND")	7,241,387,119,838	7,241,387,119,838	8,891,121,507,403	8,891,121,507,403
		<u>12,382,175,179,004</u>		<u>20,095,749,680,823</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

21 BORROWINGS AND FINANCE LEASE LIABILITIES (CONTINUED)

Details of borrowings in foreign currencies which are hedged by foreign currency swap and forward contracts are as follows:

Foreign currencies	31/12/2022		31/12/2021	
	Amount in foreign currencies	Hedged amount in foreign currencies	Amount in foreign currencies	Hedged amount in foreign currencies
USD	81,305,026.21	78,400,000.00	303,962,500.00	288,400,000.00
JPY	17,163,468,078.00	5,150,000,000.00	20,884,075,209.00	10,770,000,000.00

In addition, the Group also has foreign currencies obtained from the performance of service contracts in USD and JPY to repay the Group's borrowings. Specifically, the Group's revenue originated in USD and JPY is as follows:

	2022	2021
Foreign currencies:		
USD	351,914,166.50	262,681,538.54
JPY	33,222,373,423.00	25,521,284,562.00

22 OWNERS' CAPITAL

(a) Number of shares

	31/12/2022 Ordinary shares	31/12/2021 Ordinary shares
Number of shares registered	1,097,026,572	907,551,649
Number of shares issued	1,097,026,572	907,551,649
Ordinary shares	1,097,026,572	907,551,649
- <i>In which: shares subject to restriction in ownership transfer</i>	15,836,905	12,990,216
Number of shares repurchased	-	(82,376)
Number of existing shares in circulation	1,097,026,572	907,469,273
Ordinary shares	1,097,026,572	907,469,273
- <i>In which: shares subject to restriction in ownership transfer</i>	15,836,905	12,990,216

Each ordinary share presents one vote at shareholders' meetings of the Company. The shareholders are entitled to receive dividends as declared from time to time. All ordinary shares are equal 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 performance and executive management, are subject to restrictions that the share owners are not allowed to resell their shares within a specified timeline from the date of issuance.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

22 OWNERS' CAPITAL (CONTINUED)

(b) Movement of share capital

	Number of shares	Ordinary shares VND	Treasury shares VND	Total VND
As at 1 January 2021	783,905,110	7,839,874,860,000	(823,760,000)	7,839,051,100,000
Shares issued	5,209,768	52,097,680,000	-	52,097,680,000
Share dividends declared	118,354,395	1,183,543,950,000	-	1,183,543,950,000
As at 31 December 2021	907,469,273	9,075,516,490,000	(823,760,000)	9,074,692,730,000
Shares issued	6,726,641	66,442,650,000	823,760,000	67,266,410,000
Share dividends declared	182,830,658	1,828,306,580,000	-	1,828,306,580,000
As at 31 December 2022	1,097,026,572	10,970,265,720,000	-	10,970,265,720,000

Par value per share: VND 10,000

23 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 1/1/2021	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	4,338,147,368,639
Appropriation to bonus and welfare fund	-	-	-	-	-	-	-	(397,214,792,234)	(397,214,792,234)
Appropriation to and use of investment and development fund	-	-	-	-	-	-	-	-	-
Share dividends declared	1,183,543,950,000	-	249,845,760,000	-	-	128,120,045,702	-	-	128,120,045,702
Cash dividends declared	-	-	-	-	-	-	-	(1,433,389,710,000)	-
Others	-	-	8,247,606,167	-	(36,058,683,525)	-	-	(1,696,584,151,000) (201,384,258,853)	(1,696,584,151,000) (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
Shares issued (i)	66,442,650,000	-	-	823,760,000	-	-	-	-	67,266,410,000
Net profit for the year	-	-	-	-	-	-	-	5,309,846,037,552	5,309,846,037,552
Appropriation to bonus and welfare fund	-	-	-	-	-	-	-	(461,504,437,652)	(461,504,437,652)
Appropriation to and use of investment and development fund	-	-	-	-	-	-	-	-	-
Share dividends declared (ii)	1,828,306,580,000	-	-	-	-	515,779,100,405	-	(273,810,529,251)	241,968,571,154
Cash dividends declared (ii)	-	-	-	-	-	-	-	(1,828,306,580,000)	-
Others	-	-	890,091,781	-	(17,918,758,309)	-	-	(2,011,222,486,000) (23,801,105,112)	(2,011,222,486,000) (40,829,771,640)
As at 31/12/2022	10,970,265,720,000	49,713,213,411	1,179,064,868,147	-	(40,480,690,557)	1,086,270,726,048	87,203,093,024	7,711,681,484,541	21,043,718,414,614

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

23 MOVEMENTS IN OWNERS' EQUITY (CONTINUED)

Non-controlling interest (presented by component of owners' capital 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 31/12/2021	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
As at 31/12/2022	1,905,627,821,702	66,375,744,992	30,102,969,515	-	(148,660,546)	774,124,775,437	-	1,533,573,622,098	4,309,656,273,198

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

23 MOVEMENTS IN OWNERS' EQUITY (CONTINUED)

Details of movements of non-controlling interest during the year are as follows:

	2022
Beginning of year	3,477,041,138,837
Share issued during the year	9,677,769,876
Net profit for the year	1,181,497,416,917
Appropriation to bonus and welfare fund	(126,262,001,399)
Cash dividends declared	(212,554,428,020)
Others	(19,743,623,013)
	<hr/>
End of year	<u>4,309,656,273,198</u>

(i) Share issued during the year:

Pursuant to the Resolution No. 01.11-2021/NQ-HĐQTFPT dated 9 November 2021 and the Resolution No. 02.03-2022/NQ-HĐQTFPT dated 15 March 2022, the Company issued shares under the "Share issuance program for employees under employee stock ownership plan from treasury shares", "Share issuance program for employees with outstanding performance in 2021" and "Share issuance program for executive management in 2022". Accordingly, the Company issued a total of 82,376 shares from treasury shares and 6,644,265 new shares at par value of 10,000 VND per share.

(ii) Dividends declared during the year:

Dividends declared by the parent company

Pursuant to the Resolution of the 2022 Annual General Meeting of Shareholders dated 7 April 2022, the Company issued 182,830,658 shares as share dividends of 2021 at the rate of 20% and declared cash dividends of VND 914,195,914,000 as the second payment of cash dividend of 2021 at the rate of 10% of par value.

Pursuant to the Resolution of the 2022 Annual General Meeting of Shareholders dated 7 April 2022 and the Resolution of No 02.07-2022/NQ-HĐQTFPT dated 21 July 2022, the Company advanced the first cash dividends of 2022 at the rate of 10% of par value. Accordingly, the Company advanced cash dividends of VND 1,097,026,572,000.

Dividends and profit distribution 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 and the Decisions of the General Director of the Company on profit collection from subsidiaries.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

24 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:

	2022	2021 (As represented (*))
Net profit attributable to shareholders (VND)	5,310,108,591,408	4,337,411,879,802
Appropriation to bonus and welfare fund (VND)	(461,504,437,652)	(397,214,792,234)
	<u>4,848,604,153,756</u>	<u>3,940,197,087,568</u>
Weighted average number of ordinary shares in circulation (shares)	<u>1,094,675,391</u>	<u>1,088,929,691</u>
Basic earnings per share (VND)	<u>4,429</u>	<u>3,618</u>

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

	For the year ended 31 December 2021		
	As previously reported	Adjustment	As restated
Net profit attributable to shareholders (VND)	4,337,411,879,802	-	4,337,411,879,802
Appropriation to bonus and welfare fund (VND)	(397,214,792,234)	-	(397,214,792,234)
	<u>3,940,197,087,568</u>	<u>-</u>	<u>3,940,197,087,568</u>
Weighted average number of ordinary shares in circulation (shares)	<u>906,099,033</u>	<u>182,830,658</u>	<u>1,088,929,691</u>
Basic earnings per share (VND)	<u>4,349</u>	<u>(731)</u>	<u>3,618</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.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

25 NET REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	2022 VND	2021 VND
Revenue		
Revenue from sales of merchandise	4,638,266,711,059	4,331,599,350,448
Revenue from rendering of services	39,384,744,170,216	31,339,452,883,162
	<u>44,023,010,881,275</u>	<u>35,671,052,233,610</u>
Sales deductions		
Revenue from sales of merchandise	(1,208,714,000)	(1,658,179,000)
Revenue from rendering of services	(12,274,486,364)	(12,131,509,583)
	<u>(13,483,200,364)</u>	<u>(13,789,688,583)</u>
Net revenue		
Net revenue from sales of merchandise	4,637,057,997,059	4,329,941,171,448
Net revenue from rendering of services	39,372,469,683,852	31,327,321,373,579
	<u>44,009,527,680,911</u>	<u>35,657,262,545,027</u>

26 COST OF GOODS SOLD AND SERVICES RENDERED

	2022 VND	2021 VND
Cost of merchandise sold	3,881,168,875,957	3,601,863,007,408
Cost of services rendered	22,921,722,287,692	18,422,454,851,869
Provision for decline in value of inventories	39,357,876,064	980,448,972
	<u>26,842,249,039,713</u>	<u>22,025,298,308,249</u>

27 FINANCIAL INCOME

	2022 VND	2021 VND
Interest income from deposits and lendings	1,349,526,681,129	1,005,087,621,030
Foreign exchange gains	466,402,048,429	256,376,220,663
Dividends, profits distributed	14,550,418,000	5,000,000,000
Others	168,024,832,307	4,325,544,574
	<u>1,998,503,979,865</u>	<u>1,270,789,386,267</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

28 FINANCIAL EXPENSES

	2022 VND	2021 VND
Provision for diminution in value of investments	529,337,412,598	396,078,950,000
Interest expense	645,725,556,308	483,995,846,804
Foreign exchange losses	504,431,726,336	251,192,937,226
Others	7,875,006,582	12,919,712,815
	<u>1,687,369,701,824</u>	<u>1,144,187,446,845</u>

29 SELLING EXPENSES

	2022 VND	2021 VND
Staff costs	2,875,497,131,852	2,577,961,710,351
Others (*)	1,650,943,559,963	1,026,649,074,630
	<u>4,526,440,691,815</u>	<u>3,604,610,784,981</u>

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

30 GENERAL AND ADMINISTRATION EXPENSES

	2022 VND	2021 VND
Staff costs	3,464,838,262,560	2,942,319,367,307
Others (*)	2,381,442,390,954	1,670,006,568,267
	<u>5,846,280,653,514</u>	<u>4,612,325,935,574</u>

(*) Mainly included 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 2022**

31 CORPORATE INCOME TAX

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

	2022	2021
	VND	VND
(a) Corporate income tax – current (*)		
- CIT expense calculated on taxable income of the current year	1,195,919,254,768	980,272,140,717
- Under/(Over) provision of previous years to current year	(2,305,587,537)	(25,388,860,443)
Total CIT- current	<u>1,193,613,667,231</u>	<u>954,883,280,274</u>
(b) Corporate income tax – deferred		
- Deferred income tax (income)/charge arising from (deductible)/taxable temporary differences	<u>(22,674,161,820)</u>	<u>33,022,061,188</u>

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

32 COSTS OF OPERATION BY FACTOR

	2022	2021
	VND	VND
Staff costs	18,798,002,717,634	15,080,424,059,517
Outside services	9,678,384,018,697	7,102,020,863,724
Raw materials	5,295,422,434,060	5,172,548,536,235
Depreciation, amortisation and allocation of goodwill	1,833,064,499,128	1,643,915,685,332
Others	1,601,293,596,617	1,327,073,156,500
	<u>37,206,167,266,136</u>	<u>30,325,982,301,308</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

33 SEGMENT REPORTING

(a) Segment information by the business activity of the Group:

For the year ended 31 December 2022 (Currency: million VND)

	Information technology and telecommunication						Consolidation elimination	Total
	Telecommunication	Digital contents	Global IT services	Information technology services, software and software solutions, system integration	Investment, education and others			
Segment revenue	13,954,220	775,429	18,915,494	6,847,408	5,066,948	(1,549,971)	44,009,528	
Segment expenses (*)	(11,688,219)	(500,359)	(16,195,185)	(6,535,943)	(4,164,764)	1,869,501	(37,214,970)	
<i>In which:</i>								
- Total depreciation of fixed assets and allocation of goodwill	(1,169,182)	(4,469)	(354,672)	(63,454)	(276,386)	35,099	(1,833,064)	
- Total allocation of long-term prepaid expenses	(1,551,365)	(5,259)	(264,674)	(28,037)	(173,343)	6,356	(2,016,321)	
(Loss)/profit sharing from joint ventures and associates	-	-	(10,632)	-	494,230	-	483,598	
Segment operating results	2,266,001	275,070	2,709,676	311,465	1,396,413	319,530	7,278,155	
Segment profit before tax	2,508,337	309,260	2,976,729	389,468	4,247,473	(2,768,983)	7,662,283	
Total expenses incurred for purchasing fixed assets and other long-term assets	3,742,789	19,209	1,205,731	330,757	975,436	-	6,273,922	
Segment assets as at 31/12/2022	18,034,495	994,252	14,829,721	6,171,830	19,456,803	(7,836,697)	51,650,404	
Segment liabilities as at 31/12/2022	10,656,818	262,570	9,045,462	4,408,145	9,191,880	(7,270,595)	26,294,279	

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

33 SEGMENT REPORTING (CONTINUED)

(a) Segment information by the business activity of the Group (continued):

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

	Information technology and telecommunication						Consolidation elimination	Total
	Telecommunication	Digital contents	Global IT services	Information technology services, software and system integration	Investment, education and others			
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 and allocation of goodwill	(1,127,780)	(2,616)	(345,574)	(34,172)	(143,217)	9,443	(1,643,916)	
- Total allocation of long-term prepaid expenses	(1,284,966)	(3,271)	(158,548)	(24,722)	(120,554)	5,531	(1,586,530)	
(Loss)/profit sharing from joint ventures and associates	-	-	(109)	-	686,974	-	686,865	
Segment operating 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	

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

FPT CORPORATION

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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33 SEGMENT REPORTING (CONTINUED)

(b) Segment information by the geographical location of the Group:

For the year ended 31 December 2022 (Currency: million VND)

	Vietnam	Foreign countries	Total
Revenue	25,876,947	18,132,581	44,009,528

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

	Vietnam	Foreign countries	Total
Revenue	21,468,852	14,188,411	35,657,263

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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34 RELATED PARTY DISCLOSURES

Key related parties and relationship are given as below:

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
Board of Directors, Board of Supervision, Board of Management, and other key management	Key management

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

(a) Related party transactions

The primary transactions with related parties incurred in the year are:

	2022 VND	2021 VND
i) Sales of goods and rendering of services		
Synnex FPT Joint Stock Company	53,768,003,244	23,973,340,084
FPT Digital Retail Joint Stock Company	135,013,153,702	68,365,252,478
	<u>188,781,156,946</u>	<u>92,338,592,562</u>
ii) Purchases of goods and services		
Synnex FPT Joint Stock Company	1,552,555,234,114	1,386,478,746,207
FPT Digital Retail Joint Stock Company	123,630,502,030	130,040,334,188
	<u>1,676,185,736,144</u>	<u>1,516,519,080,395</u>
iii) Dividends received in cash		
Synnex FPT Joint Stock Company	401,080,561,507	233,882,847,700
FPT Digital Retail Joint Stock Company	18,377,000,000	-
FPT Securities Joint Stock Company	-	13,227,653,000
	<u>419,457,561,507</u>	<u>247,110,500,700</u>
iii) Lendings (Note 21)		
FPT Digital Retail Joint Stock Company	<u>4,120,000,000,000</u>	<u>8,050,000,000,000</u>
iv) Repayment of borrowings (Note 21)		
FPT Digital Retail Joint Stock Company	<u>5,600,000,000,000</u>	<u>7,375,000,000,000</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

34 RELATED PARTY DISCLOSURES (CONTINUED)

(a) Related party transactions (continued)

vi) *Remuneration of the Board of Directors, the Board of Supervision and salary of the General Director and other key management*

No	Name	Title	2022 VND	2021 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	66,000,000	264,000,000
5	Ms. Tran Thi Hong Linh	Member	270,000,000	-
6	Mr. Jean Charles Belliol	Member	870,000,000	600,000,000
7	Mr. Hampapur Rangadore Binod	Member	1,758,750,000	(*)
8	Mr. Hiroshi Yokotsuka		1,758,750,000	(*)
9	Mr. Tomokazu Hamaguchi	Member	574,375,000	2,292,000,000
10	Mr. Dan E Khoo	Member	574,375,000	2,292,000,000
			<u>5,872,250,000</u>	<u>5,448,000,000</u>
Remuneration of the Board of Supervision				
1	Mr. Nguyen Viet Thang	Chief Supervisor	614,400,000	614,400,000
2	Mr. Nguyen Khai Hoan	Member	316,800,000	316,800,000
3	Ms. Duong Thuy Duong	Member	237,600,000	
4	Ms. Nguyen Thi Kim Anh	Member	79,200,000	316,800,000
			<u>1,248,000,000</u>	<u>1,248,000,000</u>
Salary of the General Director and other key management				
1	Mr. Nguyen Van Khoa	General Director	4,160,000,000	3,776,000,000
2	Mr. Nguyen The Phuong	Deputy General Director	3,250,000,000	3,000,000,000
3	Mr. Hoang Viet Anh	Deputy General Director	2,600,000,000	2,400,000,000
4	Mr. Hoang Huu Chien	Chief Accountant	1,820,000,000	1,680,000,000
5	Ms. Mai Thi Lan Anh	In charge of External Communication	572,000,000	(*)
6	Mr. Duong Hoang Phu	In charge of External Communication	124,059,524	330,000,000
7	Ms. Bui Nguyen Phuong Chau	In charge of Administration & External Communication	-	500,000,000
			<u>12,526,059,524</u>	<u>11,686,000,000</u>

(*) In the year ended 31 December 2021, these people had not been appointed to the Board of Directors, Board of Supervision, Board of Management and other key management role.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

34 RELATED PARTY DISCLOSURES (CONTINUED)

(b) Year end balances with related parties

	31/12/2022 VND	31/12/2021 VND
i) Short-term trade accounts receivable (Note 5)		
Synnex FPT Joint Stock Company	4,930,376,723	8,249,240,502
FPT Digital Retail Joint Stock Company	28,976,052,486	12,758,880,547
	<u>33,906,429,209</u>	<u>21,008,121,049</u>
ii) Short-term trade accounts payable (Note 16)		
Synnex FPT Joint Stock Company	236,365,854,400	122,863,851,131
FPT Digital Retail Joint Stock Company	5,475,894,295	4,889,662,632
	<u>241,841,748,695</u>	<u>127,753,513,763</u>
iii) Other short-term payables		
FPT Digital Retail Joint Stock Company	1,143,136,900	270,752,646
	<u>1,143,136,900</u>	<u>270,752,646</u>
iv) Short-term borrowings (Note 21)		
FPT Digital Retail Joint Stock Company	40,000,000,000	1,520,000,000,000
	<u>40,000,000,000</u>	<u>1,520,000,000,000</u>
v) Other receivables		
FPT Capital Management Joint Stock Company	41,366,081,776	41,366,081,776
	<u>41,366,081,776</u>	<u>41,366,081,776</u>

35 COMMITMENTS

(a) Commitments under operating leases

The Group signed operating leases contracts (including: offices, teaching locations, housing and others). Future payment commitments under the signed contracts are as follows:

	31/12/2022 VND	31/12/2021 VND
Within one year	556,241,970,309	349,777,584,609
Between one and five years	979,550,036,663	649,261,198,412
Over five years	210,861,595,768	35,036,272,303
	<u>1,746,653,602,740</u>	<u>1,034,075,055,324</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022****35 COMMITMENTS (CONTINUED)****(b) Other commitments**

On 25 February 2015, the Group entered into a comprehensive cooperation agreement with Tien Phong Commercial Joint Stock Bank for supporting students who join the training courses under the 10,000-bridge engineer program. This program aims to train Japanese (in courses from 6 to 12 months) for 10,000 students in Japan in the next few years. The students who participate in this training course in Japan will be rewarded the financial guarantee by the Group, equivalent to 90% of their total credit obligations arising at the bank, with a maximum credit limit of VND 500 million per person. As at 31 December 2022, the number of students participating in the program in Japan are 44, and the estimated guarantee amount was correspondingly VND 3,070,789,125.

36 CONTINGENT LIABILITY**Restoration obligations for leased lands:**

The Group signed contracts for land leases and carried out construction of buildings and infrastructure on these leased lands. The land lease contracts do not explicitly state the Group's restoration obligation for the leased lands. Therefore, the Board of Management assessed that the Group may have future obligations for dismantling and removing the Group's assets on these lands and restoring the lands to their original conditions at the end of the lease terms, and these obligations can only be ascertained when there are further events in the future, such as additional discussion with lessors or when the governmental authority promulgates additional legal documents for clarifying the lessees' obligations when a land lease contract does not contain a clause for land restoration obligation. Accordingly, the Group has not recognised a provision for land restoration costs in the Group's consolidated financial statements for the year ended 31 December 2022.

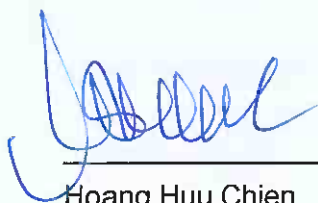
37 EVENTS AFTER THE BALANCE SHEET DATE

Pursuant to the Resolution No. 01.01-2023/NQ-HĐQT FPT dated 17 January 2023 issued by the Board of Directors, the Board of Directors approved the increases in charter capitals of the subsidiaries including FPT Software Company Limited from VND 4,000 billion to VND 5,000 billion, FPT Education Company Limited from VND 2,000 billion to VND 3,000 billion, and FPT Smart Cloud Company Limited from VND 100 billion to VND 200 billion.

The Group's consolidated financial statements for the year ended 31 December 2022 were approved by the Deputy General Director of the Company on 8 March 2023.



Hoang Ngoc Bich
Preparer



Hoang Huu Chien
Chief Accountant



Nguyen The Phuong
Deputy General Director
Authorized signatory
8 March 2023

APPENDIX 1 – LIST OF OTHER SUBSIDIARIES, JOINT VENTURES, AND ASSOCIATES OF THE COMPANY'S DIRECT SUBSIDIARIES AS AT 31 DECEMBER 2022

A. OTHER SUBSIDIARIES

No.	Company	Principal activities	Place of incorporation and operation	As at 31/12/2022		As at 31/12/2021	
				% of ownership	% of voting rights	% of ownership	% of voting rights
1	FPT Japan Co., Ltd.	Software development	Japan	100%	100%	100%	100%
2	FPT Okinawa R&D Co., Ltd.	Software development	Japan	100%	100%	100%	100%
3	FPT Software Shanghai Co., Ltd.	Software development	Japan	100%	100%	100%	100%
4	FPT Techno Japan Co., Ltd.	Software development	Japan	100%	100%	100%	100%
5	FPT Indonesia Co., Ltd.	Software development	Japan	99.79%	99.79%	99.79%	99.79%
6	FPT Software Japan Co., Ltd.	Software development	Japan	100%	100%	100%	100%
7	FPT Taiwan Co., Ltd.	Software development	Taiwan	100%	100%	100%	100%
8	FPT Japan Consulting Co., Ltd.	Technology consulting	Japan	80%	80%	80%	80%
9	FPT Korea 2 Co., Ltd.	Software development	Korea	100%	100%	100%	100%
10	FPT USA Corporation	Software development	USA	100%	100%	100%	100%
11	FPT Canada Co., Ltd.	Software development	Canada	100%	100%	100%	100%
12	Intellinet Consulting Co., Ltd.	Technology consulting	USA	95%	95%	95%	95%
13	FPT India., Ltd.	Software development	India	100%	100%	100%	100%
14	FPT Germany Co., Ltd.	Software development	Germany	100%	100%	100%	100%
15	FPT United Kingdom., Ltd.	Software development	United Kingdom	100%	100%	100%	100%
16	FPT Software Malaysia Co., Ltd.	Software development	Malaysia	100%	100%	100%	100%
17	FPT Software Solutions Asia Pacific Pte., Ltd.	Software development	Singapore	100%	100%	100%	100%
18	FPT Australasia Pty., Ltd.	Software development	Australia	100%	100%	100%	100%
19	FPT Software Europe Co., Ltd.	Software development	France	100%	100%	100%	100%
20	FPT Software Philippines Co., Ltd.	Software development	Philippines	100%	100%	100%	100%
21	FPT Slovakia Co., Ltd.	Software development	Slovakia	100%	100%	100%	100%
22	FPT Czech Co., Ltd.	Software development	Czech	100%	100%	100%	100%
23	FPT Asia Pacific Solutions Co., Ltd.	Software development	Singapore	100%	100%	100%	100%
24	FPT Siam Limited	Software development	Thailand	99.97%	99.97%	99.97%	99.97%
25	FPT Dubai Limited	Software development	UAE	100%	100%	100%	100%

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

No.	Company	Principal activities	Place of incorporation and operation	As at 31/12/2022		As at 31/12/2021	
				% of ownership	% of voting rights	% of ownership	% of voting rights
26	FPT Hongkong Limited	Software development	HongKong	100%	100%	100%	100%
27	Singapore Information and System Co., Ltd.	Software development	Singapore	100%	100%	100%	100%
28	FPT Myanmar Co., Ltd.	Software development	Myanmar	100%	100%	100%	100%
29	FPT Software Ho Chi Minh Co., Ltd.	Software development	Vietnam	100%	100%	100%	100%
30	FPT Software Hanoi Co., Ltd.	Software development	Vietnam	100%	100%	100%	100%
31	FPT Software Central Region Co., Ltd.	Software development	Vietnam	100%	100%	100%	100%
32	FPT Software Thang Long Co., Ltd.	Software development	Vietnam	100%	100%	100%	100%
33	FPT Digital Processing Services Co., Ltd.	Software development	Vietnam	100%	100%	100%	100%
34	TRANDATA Technology Engineering Joint Stock Company	Computer programming	Vietnam	77.26%	77.26%	77.26%	77.26%
35	HOMA Technology Joint Stock Company	Manufacturing and repairing electronic components, communication equipment, electrical equipment	Vietnam	75%	75%	75%	75%
36	FPT Quy Nhon Software Co., Ltd.	Software development	Vietnam	100%	100%	100%	100%
37	Suzhou FPT Software Co., Ltd	Software development	China	100%	100%	Not established yet	Not established yet
38	Akavault Pte. Ltd.	Technology consulting	Singapore	100%	100%	Not established yet	Not established yet
39	Netherlands FPT Software Co., Ltd.	Software development	Holland	100%	100%	Not established yet	Not established yet
40	FPT Semiconductor Joint Stock Company	Manufacturing and repairing electronic components	Vietnam	94.99%	94.99%	94.99%	94.99%
41	Base Platform Pte., Ltd.	Software development	Singapore	80%	80%	80%	80%
42	Base Enterprise Joint Stock Company	Software development	Vietnam	79.99%	99.98%	79.99%	99.98%
43	FUNIX Online Education Joint Stock Company	Education & training	Vietnam	0%	0%	70%	70%
44	FPT Land	Consulting, brokerage, real estate auction, land lease auction	Vietnam	100%	100%	100%	100%
45	Cyradar Joint Stock Company	IT and other computer-relating services	Vietnam	77.78%	77.78%	77.78%	77.78%

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

No.	Company	Principal activities	Place of incorporation and operation	As at 31/12/2022		As at 31/12/2021	
				% of ownership	% of voting rights	% of ownership	% of voting rights
46	UTOP Technology Joint Stock Company	Computer programming	Vietnam	54.67%	54.67%	54.67%	54.67%
47	FPT High School	Education & training	Vietnam	100%	100%	100%	100%
48	FPT Global Technology Innovation Co., Ltd.	Education & training	Vietnam	100%	100%	100%	100%
49	FPT Primary and Secondary School	Education & training	Vietnam	100%	100%	100%	100%
50	FPT High School (Da Nang)	Education & training	Vietnam	100%	100%	100%	100%
51	FPT High School	Education & training	Vietnam	100%	100%	100%	100%
52	FPT University	Education & training	Vietnam	100%	100%	100%	100%
53	Thanh Sang Investment Co., Ltd.	Education & training	Vietnam	100%	100%	100%	100%
54	FPT Polytechnic College	Education & training	Vietnam	100%	100%	100%	100%
55	FPT Cau Giay Primary and Secondary School	Education & training	Vietnam	100%	100%	100%	100%
56	Central Loi Trading and Services Co., Ltd.	Education & training	Vietnam	100%	100%	100%	100%
57	FPT High School in Binh Dinh	Education & training	Vietnam	100%	100%	100%	100%
58	FPT Primary, Secondary, and High School in Bac Ninh	Education & training	Vietnam	100%	100%	Not established yet	
59	FPT Secondary and High School in Hai Phong	Education & training	Vietnam	100%	100%	Not established yet	
60	Telehouse Vietnam International Joint Stock Company	Provide data center services	Vietnam	51%	51%	51%	51%
61	FPT Information System Cambodia Co., Ltd.	Provide system integration, software, solutions and services	Cambodia	100%	100%	100%	100%
62	Investment and Development of National E-procurement System Co., Ltd.	Provide e-commerce application solutions in governmental procurement	Vietnam	100%	100%	100%	100%
63	FPT Technology Solutions Co., Ltd.	Provide system integration, software, solutions and services	Vietnam	100%	100%	100%	100%

No.	Company	Principal activities	Place of incorporation and operation	As at 31/12/2022		As at 31/12/2021	
				% of ownership	% of voting rights	% of ownership	% of voting rights
64	FPT Telecom Tan Thuan Co., Ltd.	Provide high speed internet and other telecommunication services	Vietnam	45.66%	100%	45.66%	100%
65	FPT International Telecom Co., Ltd.	Provide internet services, agent for providing telecommunication services and other services	Vietnam	45.66%	100%	45.66%	100%
66	FPT Telecom Technology Joint Stock Company	Provide high speed internet and other telecommunication services	Vietnam	45.66%	99.999%	45.66%	99.999%
67	FPT Television Co., Ltd.	Film production and distribution, wireless telecommunications operations, computer programming	Vietnam	45.66%	100%	45.66%	100%
68	Gate Services Joint Stock Company	Distribute prepaid cards: game card, telecommunication card	Vietnam	29.71%	60%	29.71%	60%

B. OTHER JOINT VENTURES AND ASSOCIATES

No.	Company	Principal activities	Place of incorporation and operation	As at 31/12/2022		As at 31/12/2021	
				% of ownership	% of voting rights	% of ownership	% of voting rights
1	SBI FPT Co., Ltd.	Software development	Vietnam	30%	30%	30%	30%
2	MJS FPT Co., Ltd.	Software development	Vietnam	50%	50%	50%	50%
3	FPT Smart Technologies Co., Ltd.	Software development	Vietnam	50%	50%	50%	50%
4	Artificial Intelligence Quy Nhon Co., Ltd.	Real estate	Vietnam	49%	49%	49%	49%
5	Namitech Joint Stock Company	Software development	Vietnam	49.15%	49.15%	Not established yet	Not established yet
6	Next Robotics Joint Stock Company	Producing self-propelled equipment, automation	Vietnam	49.10%	49.10%	Not established yet	Not established yet

