

Interfood Shareholding Company

Interim Financial Statements
for the six-month period ended
30 June 2024

**Interfood Shareholding Company
Corporate Information**

Investment Licence No. 270/GP 16 November 1991

Investment Certificates No.	472033000328 (1st amendment)	28 November 2007
	472033000328 (2nd amendment)	20 May 2010
	472033000328 (3rd amendment)	22 April 2011
	472033000328 (4th amendment)	18 October 2011
	472033000328 (5th amendment)	14 May 2014
	472033000328 (6th amendment)	30 December 2015
	6525867086 (7th amendment)	5 February 2016
	6525867086 (8th amendment)	28 December 2016
	6525867086 (9th amendment)	25 January 2017
	6525867086 (10th amendment)	8 April 2018
	6525867086 (11th amendment)	1 October 2019
	6525867086 (12th amendment)	21 September 2020
	6525867086 (13th amendment)	18 May 2021
	6525867086 (14th amendment)	20 April 2023

The Investment Licence has been amended several times, the most recent of which is by the Investment Licence No. 270/CPH/GCNDDC3-BHK dated 23 August 2006. The Investment Licence and its amendments were issued by the Ministry of Planning and Investment and are valid for 50 years from the date of the initial Investment Licence.

The Investment Certificates were issued by the Dong Nai Industrial Zone Authority and are valid for 50 years from the date of the initial Investment Licence.

**Enterprise Registration
Certificate No.**

3600245631	21 January 2016
3600245631	19 March 2018
3600245631	5 July 2019
3600245631	30 June 2020
3600245631	1 April 2021
3600245631	18 January 2022
3600245631	5 April 2023

The Enterprise Registration Certificate and its amendments were issued by the Department of Planning and Investment of Dong Nai Province.

**Interfood Shareholding Company
Corporate Information (continued)**

Board of Management	Mr. Shogo Okamoto Mr. Daisuke Hattori Mr. Hiroaki Takaoka	Chairman Member Member
Board of Directors	Mr. Daisuke Hattori Mr. Shogo Okamoto Mr. Koichi Noda Mr. Kenichiro Wada	General Director/General Manager of Internal Control (from 8 April 2024) Director/General Manager of Planning/General Manager of Internal Control (until 8 April 2024) Director/General Manager of Factory Director/General Manager of Marketing/General Manager of Sales
Supervisory Board	Mr. Nguyen Thanh Bach Ms. Thai Thu Thao Mr. Akihiro Kurosawa Mr. Takashi Kobayashi	Head of Supervisory Board Member Member (from 19 April 2024) Member (until 19 April 2024)
Registered Office	Lot 13, Tam Phuoc Industrial Zone Tam Phuoc Ward, Bien Hoa City Dong Nai Province Vietnam	
Auditor	KPMG Limited Vietnam	

Interfood Shareholding Company Statement of the Board of Directors

The Board of Directors of Interfood Shareholding Company (“the Company”) presents this statement and the accompanying interim financial statements of the Company for the six-month period ended 30 June 2024.

The Company’s Board of Directors is responsible for the preparation and fair presentation of the interim financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to interim financial reporting. In the opinion of the Company’s Board of Directors:

- (a) the interim financial statements set out on pages 6 to 33 give a true and fair view of the financial position of the Company as at 30 June 2024, and of its results of operations and its cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to interim financial reporting; and
- (b) at the date of this statement, there are no reasons to believe that the Company will not be able to pay its debts as and when they fall due.

The Company’s Board of Directors has, on the date of this statement, authorised the accompanying interim financial statements for issue.

On behalf of the Board of Directors

(Signed and sealed)

Daisuke Hattori
General Director

Dong Nai Province, 12 August 2024

Interfood Shareholding Company
Balance sheet as at 30 June 2024

Form B 01a – DN
(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)

	Code	Note	30/6/2024 VND'000	1/1/2024 VND'000
ASSETS				
Current assets (100 = 110 + 130 + 140 + 150)	100		1,450,188,724	1,344,642,347
Cash and cash equivalents	110	8	1,152,792,888	964,683,100
Cash	111		452,792,888	264,683,100
Cash equivalents	112		700,000,000	700,000,000
Accounts receivable – short-term	130		41,927,223	45,886,629
Accounts receivable from customers	131	9	31,370,010	35,605,873
Prepayments to suppliers	132		5,311,216	5,127,091
Other short-term receivables	136	10	5,272,714	5,180,382
Allowance for doubtful debts	137		(26,717)	(26,717)
Inventories	140	11	250,526,516	330,388,757
Inventories	141		251,155,293	330,956,492
Allowance for inventories	149		(628,777)	(567,735)
Other current assets	150		4,942,097	3,683,861
Short-term prepaid expenses	151		4,936,037	3,683,861
Taxes and others receivable from State Treasury	153		6,060	-
Long-term assets (200 = 210 + 220 + 240 + 260)	200		139,345,516	120,942,511
Accounts receivable – long-term	210		929,020	929,020
Other long-term receivables	216		929,020	929,020
Fixed assets	220		85,119,538	69,224,421
Tangible fixed assets	221	12	84,788,835	68,856,280
Cost	222		451,052,386	433,594,540
Accumulated depreciation	223		(366,263,551)	(364,738,260)
Intangible fixed assets	227	13	330,703	368,141
Cost	228		14,082,575	14,082,575
Accumulated amortisation	229		(13,751,872)	(13,714,434)
Long-term work in progress	240		10,967,781	10,064,137
Construction in progress	242	14	10,967,781	10,064,137
Other long-term assets	260		42,329,177	40,724,933
Long-term prepaid expenses	261	15	32,977,594	28,617,910
Deferred tax assets	262	16	9,351,583	12,107,023
TOTAL ASSETS (270 = 100 + 200)	270		1,589,534,240	1,465,584,858

The accompanying notes are an integral part of these interim financial statements

Interfood Shareholding Company
Balance sheet as at 30 June 2024 (continued)

Form B 01a – DN
*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

	Code	Note	30/6/2024 VND'000	1/1/2024 VND'000
RESOURCES				
LIABILITIES (300 = 310 + 330)	300		228,894,435	209,936,248
Current liabilities	310		225,583,412	207,612,972
Accounts payable to suppliers	311	17	143,824,275	110,503,871
Advances from customers	312		7,539,471	5,103,947
Taxes and others payable to State Treasury	313	18	19,280,911	21,518,742
Payables to employees	314		9,872,050	9,431,751
Accrued expenses	315	19	42,791,407	59,492,352
Other short-term payables	319	20	2,275,298	1,562,309
Long-term liabilities	330		3,311,023	2,323,276
Long-term provisions	342	21	3,311,023	2,323,276
EQUITY (400 = 410)	400		1,360,639,805	1,255,648,610
Owners' equity	410	22	1,360,639,805	1,255,648,610
Share capital	411	23	871,409,840	871,409,840
- <i>Ordinary shares with voting rights</i>	<i>411a</i>		<i>871,409,840</i>	<i>871,409,840</i>
Share premium	412		85,035,704	85,035,704
Other equity funds	420	24	90,034,048	90,034,048
Retained profits	421		314,160,213	209,169,018
- <i>Retained profits brought forward</i>	<i>421a</i>		<i>209,169,018</i>	<i>574,249</i>
- <i>Net profit for the current period/ prior year</i>	<i>421b</i>		<i>104,991,195</i>	<i>208,594,769</i>
TOTAL RESOURCES (440 = 300 + 400)	440		1,589,534,240	1,465,584,858

12 August 2024

Prepared by:

Approved by:

(Signed)

(Signed and sealed)

Nguyen Hong Phong
Chief Accountant

Daisuke Hattori
General Director

The accompanying notes are an integral part of these interim financial statements

Interfood Shareholding Company**Statement of income for the six-month period ended 30 June 2024**

Form B 02a – DN

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

	Code	Note	Six-month period ended	
			30/6/2024	30/6/2023
			VND'000	VND'000
Revenue from sale of goods	01	26	1,037,534,427	928,416,287
Revenue deductions	02	26	65,708,129	56,316,902
Net revenue (10 = 01 - 02)	10	26	971,826,298	872,099,385
Cost of sales	11	27	624,456,173	567,052,294
Gross profit (20 = 10 - 11)	20		347,370,125	305,047,091
Financial income	21	28	8,886,987	20,349,089
Financial expenses	22		227,185	73,082
Selling expenses	25	29	194,967,064	177,805,066
General and administration expenses	26	30	24,142,740	19,616,113
Net operating profit {30 = 20 + (21 - 22) - (25 + 26)}	30		136,920,123	127,901,919
Other income	31		960,766	1,171,764
Other expenses	32	31	3,409,007	1,562,057
Results of other activities (40 = 31 - 32)	40		(2,448,241)	(390,293)
Accounting profit before tax (50 = 30 + 40)	50		134,471,882	127,511,626
Income tax expense – current	51	33	26,725,247	21,160,901
Income tax expense – deferred	52	33	2,755,440	4,671,831
Net profit after tax (60 = 50 - 51 - 52) (carried forward to next page)	60		104,991,195	101,678,894

The accompanying notes are an integral part of these interim financial statements

Interfood Shareholding Company**Statement of income for the six-month period ended 30 June 2024 (continued)****Form B 02a – DN***(Issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance)*

	Code	Note	Six-month period ended 30/6/2024 VND'000	30/6/2023 VND'000
Net profit after tax (brought forward from previous page)	60		104,991,195	101,678,894
Earnings per share				
Basic earnings per share (in VND)	70	34	1,205	1,167

12 August 2024

Prepared by:

Approved by:

*(Signed)**(Signed and sealed)*Nguyen Hong Phong
*Chief Accountant*Daisuke Hattori
*General Director**The accompanying notes are an integral part of these interim financial statements*

Interfood Shareholding Company**Statement of cash flows for the six-month period ended 30 June 2024 (Indirect method)**

Form B 03a – DN

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

	Code	Six-month period ended	
		30/6/2024 VND'000	30/6/2023 VND'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Accounting profit before tax	01	134,471,882	127,511,626
Adjustments for			
Depreciation and amortisation	02	4,740,665	6,460,101
Allowances and provisions	03	1,625,968	(626,562)
Exchange losses arising from revaluation of monetary items denominated in foreign currencies	04	93,575	203,459
Profits from investing activities	05	(8,773,922)	(20,072,547)
Operating profit before changes in working capital	08	132,158,168	113,476,077
Change in receivables and other assets	09	3,185,376	6,803,255
Change in inventories	10	79,435,447	(16,310,942)
Change in payables and other liabilities	11	14,392,080	(37,060,957)
Change in prepaid expenses	12	(3,011,859)	(172,118)
		226,159,212	66,735,315
Corporate income tax paid	15	(23,575,145)	(17,866,242)
Net cash flows from operating activities	20	202,584,067	48,869,073
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for additions to fixed assets	21	(24,178,722)	(4,216,295)
Receipts of interest	27	9,704,443	19,458,848
Net cash flows from investing activities	30	(14,474,279)	15,242,553
Net cash flows during the period (50 = 20 + 30)	50	188,109,788	64,111,626
Cash and cash equivalents at the beginning of the period	60	964,683,100	1,009,072,464
Cash and cash equivalents at the end of the period (70 = 50 + 60)	70	1,152,792,888	1,073,184,090

12 August 2024

Prepared by:

*(Signed)*Nguyen Hong Phong
Chief Accountant

Approved by:

*(Signed and sealed)*Daisuke Hattori
General Director*The accompanying notes are an integral part of these interim financial statements*

Interfood Shareholding Company

Notes to the interim financial statements for the six-month period ended 30 June 2024

Form B 09a – DN

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

These notes form an integral part of and should be read in conjunction with the accompanying interim financial statements.

1. Reporting entity

(a) Ownership structure

Interfood Shareholding Company (“the Company”) is incorporated as a joint stock company in Vietnam.

The Company’s shares were traded on the Unlisted Public Company Market in accordance with the Decision No. 717/QD-SGDHN issued by the Ha Noi Stock Exchange on 7 November 2016.

(b) Principal activities

The principal activities of the Company are to process agricultural and aquatic products into canned, dried, frozen, salted, and pickled products; the production of biscuits and snack food; carbonated and non-carbonated fruit juice, non-carbonated and carbonated beverages, with or without low level of alcohol (less than 10%); bottled filtered water; packaging for foods and beverages; to process milk and milk related products; and to export, import products in accordance with business operation.

(c) Normal operating cycle

The normal operating cycle of the Company is generally within 12 months.

(d) The Company’s headcount

As at 30 June 2024, the Company had 896 employees (1/1/2024: 897 employees).

2. Basis of preparation

(a) Statement of compliance

These interim financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to interim financial reporting.

(b) Basis of measurement

The interim financial statements, except for the statement of cash flows, are prepared on the accrual basis using the historical cost concept. The statement of cash flows is prepared using the indirect method.

Interfood Shareholding Company

Notes to the interim financial statements for the six-month period ended 30 June 2024 (continued)

Form B 09a – DN

*(Issued under Circular No. 200/2014/TT-BTC
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(c) Accounting period

The annual accounting period of the Company is from 1 January to 31 December. The interim financial statements are prepared for the six-month period ended 30 June 2024.

(d) Accounting and presentation currency

The Company's accounting currency is Vietnam Dong ("VND"). The interim financial statements are prepared and presented in Vietnam Dong rounded to the nearest thousand ("VND'000").

3. Significant accounting policies

The following significant accounting policies that have been adopted by the Company in the preparation of these accompanying interim financial statements are consistent with those adopted in the preparation of the latest annual financial statements.

(a) Foreign currency transactions

Transactions in currencies other than VND during the period have been translated into VND at rates approximating actual rates of exchange ruling at the transaction dates.

Monetary assets and liabilities denominated in currencies other than VND are translated into VND at the account transfer buying rate and the account transfer selling rate at the end of the accounting period, respectively, quoted by the commercial bank where the Company most frequently conducts transactions.

All foreign exchange differences are recorded in the statement of income.

(b) Cash and cash equivalents

Cash comprises cash balances and call deposits. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

(c) Accounts receivable

Accounts receivable from customers and other receivables are stated at cost less allowance for doubtful debts.

Interfood Shareholding Company

Notes to the interim financial statements for the six-month period ended 30 June 2024 (continued)

Form B 09a – DN

*(Issued under Circular No. 200/2014/TT-BTC
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(d) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined on a weighted average basis and includes all costs incurred in bringing the inventories to their present location and condition. Cost in the case of finished goods and work in progress includes raw materials, direct labour and attributable manufacturing overheads. Net realisable value is the estimated selling price of inventory items, less the estimated costs of completion and estimated costs to sell.

The Company applies the perpetual method of accounting for inventories.

(e) Tangible fixed assets

(i) Cost

Tangible fixed assets are stated at cost less accumulated depreciation. The initial cost of a tangible fixed asset comprises its purchase price, including import duties, non-refundable purchase taxes and any directly attributable costs of bringing the asset to its working condition for its intended use. Expenditure incurred after tangible fixed assets have been put into operation, such as repair, maintenance and overhaul cost, is charged to the statement of income in the period in which the cost is incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefits expected to be obtained from the use of tangible fixed assets beyond their originally assessed standard of performance, the expenditure is capitalised as an additional cost of tangible fixed assets.

(ii) Depreciation

Depreciation is computed on a straight-line basis over the estimated useful lives of tangible fixed assets. The estimated useful lives are as follows:

▪ buildings	30 years
▪ machinery and equipment	4 – 15 years
▪ motor vehicles	6 – 10 years
▪ office equipment	3 – 10 years

(f) Intangible fixed assets

Software

Cost of acquiring a new software, which is not an integral part of the related hardware, is capitalised and treated as an intangible fixed asset. Software cost is amortised on a straight-line basis over 10 years.

Interfood Shareholding Company

Notes to the interim financial statements for the six-month period ended 30 June 2024 (continued)

Form B 09a – DN

*(Issued under Circular No. 200/2014/TT-BTC
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(g) Construction in progress

Construction in progress represents the costs of tangible and intangible fixed assets which have not been fully completed and installed. No depreciation is provided for construction in progress during the period of construction and installation.

(h) Long-term prepaid expenses

(i) *Prepaid land costs*

Prepaid land costs comprise prepaid land lease rentals, including those for which the Company obtained land use rights certificate but are not qualified as intangible fixed assets under prevailing laws and regulations, and other costs incurred in conjunction with securing the use of leased land. These costs are recognised in the statement of income on a straight-line basis over the term of the lease of 40 years.

(ii) *Other long-term prepaid expenses*

Other long-term prepaid expenses mainly include renovation, repair and maintenance expenses which are initially stated at cost and amortised on a straight-line basis over a period ranging from 2 to 3 years.

(i) Accounts payable

Accounts payable to suppliers and other payables are stated at their costs.

(j) Provisions

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Severance allowance

Under the Vietnamese Labour Code, when an employee who has worked for 12 months or more (“the eligible employees”) voluntarily terminates his/her labour contract, the employer is required to pay the eligible employee severance allowance calculated based on years of service and employee’s compensation at termination. Provision for severance allowance has been provided based on employees’ years of service and their average salary for the six-month period prior to the end of the accounting period. For the purpose of determining the number of years of service by an employee, the period for which the employee participated in and contributed to unemployment insurance in accordance with prevailing laws and regulations and the period for which severance allowance has been paid by the Company are excluded.

Interfood Shareholding Company

Notes to the interim financial statements for the six-month period ended 30 June 2024 (continued)

Form B 09a – DN

*(Issued under Circular No. 200/2014/TT-BTC
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(k) Share capital

(i) Ordinary shares

Ordinary shares are recognised at issuance price less incremental costs directly attributable to the issuance of shares, net of tax effects. Such costs are recognised as a deduction from share premium. The difference between proceeds from the issuance of shares over the par value is recorded in share premium.

(ii) Repurchase and reissue of ordinary shares (treasury shares)

Treasury shares are recognised only in respect of repurchased shares which are aggregated fractions of share arising when the Company issues shares to pay dividends or issues shares from equity reserves in accordance with an approved issuance plan, or repurchased odd-lots of shares as requested by the shareholders. In all other cases, when shares recognised as equity are repurchased, their par value amount is recognised as a reduction to share capital. The difference between the par value and the amount of the consideration paid, which includes directly attributable costs, net of tax effects, is included in share premium.

(l) Taxation

Income tax on the profit or loss for the period comprises current and deferred tax. Income tax is recognised in the statement of income except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted at the end of the accounting period, and any adjustment to tax payable in respect of previous periods.

Deferred tax is provided using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amounts of assets and liabilities using the tax rates enacted or substantively enacted at the end of the accounting period.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(m) Revenue and other income

(i) Goods sold

Revenue from sale of goods is recognised in the statement of income when significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods. Revenue from sale of goods is recognised at the net amount after deducting sale discounts stated on the invoice.

Interfood Shareholding Company

Notes to the interim financial statements for the six-month period ended 30 June 2024 (continued)

Form B 09a – DN

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

(ii) Interest income

Interest income is recognised in the statement of income on a time proportion basis with reference to the principal outstanding and the applicable interest rate.

(n) Leases

(i) Leased assets

Assets held under leases in terms of which the Company, as lessee, does not assume substantially all the risks and rewards of ownership are classified as operating leases and are not recognised in the balance sheet.

(ii) Lease payments

Payments made under operating leases are recognised in the statement of income on a straight-line basis over the term of the lease. Lease incentives received are recognised as an integral part of the total lease expense, over the term of the lease.

(o) Earnings per share

The Company presents basic earnings per share (“EPS”) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. During the period, the Company had no potential ordinary shares and therefore does not present diluted EPS.

(p) Segment reporting

A segment is a distinguishable component of the Company that is engaged either in providing related products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments. The Company’s primary format and secondary format for segment reporting are based on business segments and geographical segments, respectively.

(q) Related parties

Parties are considered to be related to the Company if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions, or where the Company and the other party are subject to common control or significant influence. Related parties may be individuals or corporate entities and include close family members of any individual considered to be a related party.

Interfood Shareholding Company
Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)

Form B 09a – DN

*(Issued under Circular No. 200/2014/TT-BTC
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(r) Comparative information

Comparative information in these interim financial statements is presented as corresponding figures. Under this method, comparative information for the prior period is included as an integral part of the current period interim financial statements and is intended to be read only in relation to the amounts and other disclosures relating to the current period. Accordingly, the comparative information included in these interim financial statements is not intended to present the Company's financial position, results of operations or cash flows for the prior period.

Comparative information as at 1 January 2024 was derived from balances and amounts reported in the Company's financial statements as at and for the year ended 31 December 2023. Comparative information for the six-month period ended 30 June 2023 was derived from balances and amounts reported in the Company's interim financial statements as at and for the six-month period ended 30 June 2023.

4. Seasonality of operations

Total revenue of the Company typically increases in the fourth quarter of each year as distributors prepare for an anticipated increase in consumer demand in the months leading up to the Tet (Lunar New Year) holidays, which occur in the first quarter of each year. Accordingly, the Company typically increases the production and also increases advertising and promotional efforts to boost revenue in the fourth quarter of each year during the period leading to the festive season.

5. Changes in accounting estimates

In preparing these interim financial statements, the Company's Board of Directors made several accounting estimates. Actual results may differ from these estimates. There were no significant changes in basis of accounting estimates compared to those made in the most recent annual financial statements or those made in the same interim period of the prior year.

6. Changes in the composition of the Company

There were no significant changes in the composition of the Company since the end of the last annual accounting period which affect the Company's interim financial statements for the six-month period ended 30 June 2024.

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***7. Segment reporting****(a) Business segments**

The Company operates in the following main business segments:

- Drinks; and
- Others include other products and scraps.

Six-month period ended 30 June 2024	Drinks VND'000	Others VND'000	Total VND'000
Total segment revenue – net	795,190,445	176,635,853	971,826,298
Segment cost of sales	(517,640,851)	(106,815,322)	(624,456,173)
Segment gross profit	277,549,594	69,820,531	347,370,125
Unallocated selling expenses			(194,967,064)
Unallocated general and administration expenses			(24,142,740)
Financial income			8,886,987
Financial expenses			(227,185)
Net operating profit			136,920,123
Results of other activities			(2,448,241)
Income tax expense			(29,480,687)
Net profit after tax			104,991,195

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

Six-month period ended 30 June 2023	Drinks VND'000	Others VND'000	Total VND'000
Total segment revenue – net	716,401,743	155,697,642	872,099,385
Segment cost of sales	(496,609,635)	(70,442,659)	(567,052,294)
Segment gross profit	219,792,108	85,254,983	305,047,091
Unallocated selling expenses			(177,805,066)
Unallocated general and administration expenses			(19,616,113)
Financial income			20,349,089
Financial expenses			(73,082)
Net operating profit			127,901,919
Results of other activities			(390,293)
Income tax expense			(25,832,732)
Net profit after tax			101,678,894

Assets and liabilities cannot be segregated to different segments on a reasonable basis.

(b) Geographical segments

The Company mainly operates in one geographical segment which is in Vietnam.

8. Cash and cash equivalents

	30/6/2024 VND'000	1/1/2024 VND'000
Cash on hand	182,081	115,015
Cash at banks	452,610,807	264,568,085
Cash equivalents	700,000,000	700,000,000
	1,152,792,888	964,683,100

Cash equivalents represented term deposits at banks with original terms to maturity of three months or less from their transaction dates.

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***9. Accounts receivable from customers****(a) Accounts receivable from customers detailed by significant customers**

	30/6/2024	1/1/2024
	VND'000	VND'000
WinCommerce General Commercial Services Joint Stock Company	8,009,629	6,792,060
MM Mega Market Vietnam Company Limited	3,935,706	6,092,794
EB Services Company Limited	3,797,533	5,450,771
Saigon Union of Trading Co-operation	2,120,781	3,786,015
Others	13,506,361	13,484,233
	<hr/>	<hr/>
	31,370,010	35,605,873
	<hr/>	<hr/>

(b) Accounts receivable from customers classified by payment term

	30/6/2024	1/1/2024
	VND'000	VND'000
Short-term	31,370,010	35,605,873
	<hr/>	<hr/>

(c) Accounts receivable from customers who is a related party

	30/6/2024	1/1/2024
	VND'000	VND'000
Vietnam Kirin Beverage Company Limited, a related party	-	28,639
	<hr/>	<hr/>

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***10. Other short-term receivables**

	30/6/2024	1/1/2024
	VND'000	VND'000
Interest receivable from deposits at banks	3,931,123	4,861,644
Others	1,341,591	318,738
	<hr/>	<hr/>
	5,272,714	5,180,382
	<hr/>	<hr/>

11. Inventories

	30/6/2024		1/1/2024	
	Cost	Allowance	Cost	Allowance
	VND'000	VND'000	VND'000	VND'000
Goods in transit	2,802,767	-	10,190,048	-
Raw materials	62,486,134	-	51,786,471	-
Tools and supplies	5,180,838	(296,819)	3,964,005	(296,819)
Work in progress	7,482,672	-	9,476,023	-
Finished goods	173,202,882	(331,958)	255,539,945	(270,916)
	<hr/>	<hr/>	<hr/>	<hr/>
	251,155,293	(628,777)	330,956,492	(567,735)
	<hr/>	<hr/>	<hr/>	<hr/>

Movements of the allowance for inventories during the period were as follows:

	Six-month period ended	
	30/6/2024	30/6/2023
	VND'000	VND'000
Opening balance	567,735	5,763,831
Allowance made during the period	426,794	355,849
Allowance utilised during the period	(365,752)	(5,854,559)
	<hr/>	<hr/>
Closing balance	628,777	265,121
	<hr/>	<hr/>

Included in inventories as at 30 June 2024 was VND629 million (1/1/2024: VND568 million) of obsolete and slow-moving inventories.

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***12. Tangible fixed assets**

	Buildings VND'000	Machinery and equipment VND'000	Motor vehicles VND'000	Office equipment VND'000	Total VND'000
Cost					
Opening balance	117,748,737	296,899,117	3,883,853	15,062,833	433,594,540
Additions	72,569	12,116,605	108,000	31,000	12,328,174
Transfers from construction in progress	4,665,135	3,642,473	-	-	8,307,608
Written off	-	(3,177,936)	-	-	(3,177,936)
Closing balance	122,486,441	309,480,259	3,991,853	15,093,833	451,052,386
Accumulated depreciation					
Opening balance	63,791,828	283,055,226	3,725,412	14,165,794	364,738,260
Charge for the period	2,165,936	2,141,931	15,781	379,579	4,703,227
Written off	-	(3,177,936)	-	-	(3,177,936)
Closing balance	65,957,764	282,019,221	3,741,193	14,545,373	366,263,551
Net book value					
Opening balance	53,956,909	13,843,891	158,441	897,039	68,856,280
Closing balance	56,528,677	27,461,038	250,660	548,460	84,788,835

Included in tangible fixed assets were assets costing VND190,751 million which were fully depreciated as of 30 June 2024 (1/1/2024: VND175,762 million), but are still in active use.

Net book value of temporarily idle tangible fixed assets amounted to VND593 million as of 30 June 2024 (1/1/2024: VND615 million).

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***13. Intangible fixed assets**

	Software VND'000
Cost	
Opening and closing balance	14,082,575
Accumulated amortisation	
Opening balance	13,714,434
Charge for the period	37,438
Closing balance	13,751,872
Net book value	
Opening balance	368,141
Closing balance	330,703

Included in intangible fixed assets were assets costing VND13,334 million which were fully amortised as of 30 June 2024 (1/1/2024: VND13,334 million), but are still in active use.

14. Construction in progress

	VND'000
Opening balance	10,064,137
Additions during the period	11,811,252
Transfers to tangible fixed assets	(8,307,608)
Transfers to long-term prepaid expenses	(2,600,000)
Closing balance	10,967,781

Major construction in progress as at the end of the accounting period was as follows:

	30/6/2024 VND'000	1/1/2024 VND'000
Buildings	-	4,786,429
Machinery and equipment	9,608,406	5,277,708
Software	1,359,375	-
	10,967,781	10,064,137

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***15. Long-term prepaid expenses**

	Prepaid land costs VND'000	Others VND'000	Total VND'000
Opening balance	20,705,569	7,912,341	28,617,910
Additions	-	5,644,544	5,644,544
Transfers from construction in progress	-	2,600,000	2,600,000
Amortisation for the period	(347,993)	(3,536,867)	(3,884,860)
Closing balance	20,357,576	12,620,018	32,977,594

16. Deferred tax assets

	Tax rate	30/6/2024 VND'000	1/1/2024 VND'000
Deferred tax assets recognised on:			
Accrued expenses	20%	8,558,281	11,523,479
Allowances and provisions	20%	793,302	583,544
		9,351,583	12,107,023

17. Accounts payable to suppliers**(a) Accounts payable to suppliers detailed by significant suppliers**

	30/6/2024		1/1/2024	
	Cost VND'000	Amount within payment capacity VND'000	Cost VND'000	Amount within payment capacity VND'000
Vietnam Kirin Beverage Company Limited	42,071,278	42,071,278	31,770,779	31,770,779
Crown Beverage Can (Dong Nai) Company Limited	25,420,669	25,420,669	1,054,869	1,054,869
Vietnam Chuan Li Can Company Limited	16,403,670	16,403,670	22,221,339	22,221,339
Others	59,928,658	59,928,658	55,456,884	55,456,884
	143,824,275	143,824,275	110,503,871	110,503,871

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***(b) Accounts payable to suppliers classified by payment term**

	30/6/2024		1/1/2024	
	Cost VND'000	Amount within payment capacity VND'000	Cost VND'000	Amount within payment capacity VND'000
Short-term	143,824,275	143,824,275	110,503,871	110,503,871

(c) Accounts payable to suppliers who are related parties

	30/6/2024		1/1/2024	
	Cost VND'000	Amount within payment capacity VND'000	Cost VND'000	Amount within payment capacity VND'000
Vietnam Kirin Beverage Company Limited (*)	42,071,278	42,071,278	31,770,779	31,770,779
Kirin Engineering Company, Limited – Taipei Branch (**)	721,319	721,319	6,758,224	6,758,224
	42,792,597	42,792,597	38,529,003	38,529,003

(*) These trade related amounts were unsecured, interest free and are payable within 30 days from invoice date.

(**) These trade related amounts were unsecured, interest free and are payable within 10 days from the hand over minute date.

18. Taxes and others payable to State Treasury

	1/1/2024 VND'000	Incurred VND'000	Paid VND'000	Net-off VND'000	30/6/2024 VND'000
Value added tax	7,599,344	76,601,481	(29,798,649)	(51,288,280)	3,113,896
Corporate income tax	12,827,499	26,725,247	(23,575,145)	-	15,977,601
Personal income tax	864,852	4,645,733	(5,321,171)	-	189,414
Others	227,047	2,927,143	(3,154,190)	-	-
	21,518,742	110,899,604	(61,849,155)	(51,288,280)	19,280,911

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***19. Accrued expenses**

	30/6/2024	1/1/2024
	VND'000	VND'000
Sale discounts and commission	10,050,269	12,786,174
Promotion expenses	6,119,943	9,217,533
Incentives for salesman	4,796,429	6,119,096
Secondment fee (*)	4,149,658	3,965,729
Transportation expense	3,908,233	3,137,037
Others	13,766,875	24,266,783
	<hr/>	<hr/>
	42,791,407	59,492,352
	<hr/>	<hr/>

(*) According to the Secondment Agreement dated 1 July 2011, the Company agreed to pay a secondment fee to Kirin Holdings Company, Limited, the ultimate parent company, who provides strategic and management advice and assistance to the Company at fixed amounts stipulated in the agreement with each seconded employee.

20. Other short-term payables

	30/6/2024	1/1/2024
	VND'000	VND'000
Non-trade amounts due to a related party	662,785	410,346
Dividends payable	528,149	528,149
Others	1,084,364	623,814
	<hr/>	<hr/>
	2,275,298	1,562,309
	<hr/>	<hr/>

The non-trade amounts due to a related party were unsecured, interest free and are payable at call.

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***21. Long-term provisions**

Movements of provision during the period were as follows:

	Six-month period ended	
	30/6/2024	30/6/2023
	VND'000	VND'000
Opening balance	2,323,276	3,584,147
Provision made during the period	1,199,174	44,020
Provision utilised during the period	(211,427)	(278,460)
Provision reverted during the period	-	(1,026,431)
	<hr/>	<hr/>
Closing balance	3,311,023	2,323,276

Interfood Shareholding Company

Notes to the interim financial statements for the six-month period ended 30 June 2024 (continued)

Form B 09a – DN*(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***22. Changes in owners' equity**

	Share capital VND'000	Share premium VND'000	Other equity funds VND'000	Retained profits VND'000	Total VND'000
Balance as at 1 January 2023	871,409,840	85,035,704	90,034,048	155,685,201	1,202,164,793
Net profit for the period	-	-	-	101,678,894	101,678,894
Balance as at 30 June 2023	871,409,840	85,035,704	90,034,048	257,364,095	1,303,843,687
Net profit for the period	-	-	-	106,915,875	106,915,875
Dividends	-	-	-	(155,110,952)	(155,110,952)
Balance as at 1 January 2024	871,409,840	85,035,704	90,034,048	209,169,018	1,255,648,610
Net profit for the period	-	-	-	104,991,195	104,991,195
Balance as at 30 June 2024	871,409,840	85,035,704	90,034,048	314,160,213	1,360,639,805

Interfood Shareholding Company

Notes to the interim financial statements for the six-month period ended 30 June 2024 (continued)

Form B 09a – DN

(Issued under Circular No. 200/2014/TT-BTC
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23. Share capital

The Company's authorised and issued share capital were as follows:

	30/6/2024 and 1/1/2024	
	Number of shares	VND'000
Authorised and issued share capital		
Ordinary shares	87,140,992	871,409,920
Shares in circulation		
Ordinary shares	87,140,984	871,409,840

All ordinary shares have a par value of VND10,000. Each share is entitled to one vote at meetings of the Company. Shareholders are entitled to receive dividends as declared from time to time. All ordinary shares are ranked equally with regard to the Company's residual assets. In respect of shares bought back by the Company, all rights are suspended until those shares are reissued.

There were no movements of share capital during the period.

24. Other equity funds

On 1 January 2013, the Company changed its accounting currency from United States Dollars ("USD") to Vietnam Dong ("VND") in accordance with the requirements of Circular No. 244/2010/TT/BTC dated 31 December 2009 of the Ministry of Finance. Accordingly, all balances in USD as at 31 December 2012 have been translated to VND at the exchange rate of VND20,828 to USD1. The difference between the converted value and par value of ordinary shares of VND90,034,048,000 is reflected as other equity funds.

25. Off balance sheet items

(a) Lease commitments

The future minimum lease payments under non-cancellable operating leases were as follows:

	30/6/2024 VND'000	1/1/2024 VND'000
Within 1 year	4,105,089	4,105,089
Within 2 to 5 years	3,556,616	5,609,160
	7,661,705	9,714,249

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***(b) Foreign currency**

	30/6/2024		1/1/2024	
	Original currency	VND'000 equivalent	Original currency	VND'000 equivalent
USD	109,068	2,623,501	108,217	2,642,670

26. Revenue from sale of goods

Total revenue represented the gross value of goods sold exclusive of value added tax.

Net revenue comprised of:

	Six-month period ended	
	30/6/2024 VND'000	30/6/2023 VND'000
Total revenue		
▪ Sale of drinks	856,080,288	765,923,080
▪ Sale of other products	178,232,025	160,019,996
▪ Sale of scraps	3,222,114	2,473,211
	<hr/>	<hr/>
	1,037,534,427	928,416,287
Less revenue deductions		
▪ Sale discounts	65,708,129	56,316,902
	<hr/>	<hr/>
Net revenue	971,826,298	872,099,385

27. Cost of sales

	Six-month period ended	
	30/6/2024 VND'000	30/6/2023 VND'000
Total cost of sales		
▪ Cost of drinks	517,640,851	496,609,635
▪ Cost of other products	106,815,322	70,442,659
	<hr/>	<hr/>
	624,456,173	567,052,294

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***28. Financial income**

	Six-month period ended	
	30/6/2024	30/6/2023
	VND'000	VND'000
Interest income from deposits at banks	8,773,922	20,072,547
Foreign exchange gains	113,065	276,542
	<hr/>	<hr/>
	8,886,987	20,349,089
	<hr/> <hr/>	<hr/> <hr/>

29. Selling expenses

	Six-month period ended	
	30/6/2024	30/6/2023
	VND'000	VND'000
Staff costs and support expense	88,718,999	90,035,687
Transportation expense	48,251,186	44,921,542
Advertisement and promotion expenses	46,147,723	30,760,732
Rental expense	5,340,722	5,293,617
Others	6,508,434	6,793,488
	<hr/>	<hr/>
	194,967,064	177,805,066
	<hr/> <hr/>	<hr/> <hr/>

30. General and administration expenses

	Six-month period ended	
	30/6/2024	30/6/2023
	VND'000	VND'000
Staff costs	6,782,430	9,007,580
Rental expense	959,374	646,207
Consultant fee	2,458,344	1,471,950
Depreciation and amortisation	709,807	1,141,896
Others	13,232,785	7,348,480
	<hr/>	<hr/>
	24,142,740	19,616,113
	<hr/> <hr/>	<hr/> <hr/>

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***31. Other expenses**

	Six-month period ended	
	30/6/2024	30/6/2023
	VND'000	VND'000
Depreciation of idle tangible fixed assets	21,836	21,836
Others	3,387,171	1,540,221
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	3,409,007	1,562,057
	<hr/> <hr/>	<hr/> <hr/>

32. Production and business costs by elements

	Six-month period ended	
	30/6/2024	30/6/2023
	VND'000	VND'000
Raw material costs included in production costs	340,007,929	403,058,568
Labour and staff costs and support expense	117,315,266	122,898,640
Depreciation and amortisation	4,740,665	6,460,101
Outside services	287,488,497	253,596,030
Others	18,313,938	11,406,506
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33. Income tax**(a) Recognised in the statement of income**

	Six-month period ended	
	30/6/2024	30/6/2023
	VND'000	VND'000
Current tax expense		
Current period	24,842,049	21,160,901
Under provision in prior periods	1,883,198	-
	<hr/>	<hr/>
	26,725,247	21,160,901
Deferred tax expense		
Origination and reversal of temporary differences	2,755,440	4,671,831
	<hr/>	<hr/>
Income tax expense	29,480,687	25,832,732
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Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***(b) Reconciliation of effective tax rate**

	Six-month period ended	
	30/6/2024	30/6/2023
	VND'000	VND'000
Accounting profit before tax	134,471,882	127,511,626
Tax at the Company's tax rate	26,894,376	25,502,325
Non-deductible expenses	703,113	330,407
Under provision in prior periods	1,883,198	-
	29,480,687	25,832,732

(c) Applicable tax rates

Under the terms of prevailing income tax regulations, the Company has an obligation to pay the government income tax at the rate of 20% of taxable profits.

34. Basic earnings per share**(a) Net profit attributable to ordinary shareholders**

	Six-month period ended	
	30/6/2024	30/6/2023
	VND'000	VND'000
Net profit attributable to ordinary shareholders	104,991,195	101,678,894

(b) Weighted average number of ordinary shares

	Six-month period ended	
	30/6/2024	30/6/2023
	Shares	Shares
Weighted average number of ordinary shares during the period	87,140,984	87,140,984

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)***(c) Basic earnings per share**

	Six-month period ended	
	30/6/2024	30/6/2023
	VND	VND
Basic earnings per share	1,205	1,167

35. Significant transactions with related parties

In addition to related party balances disclosed in other notes to the interim financial statements, the Company had the following significant transactions with related parties during the period:

	Transaction value	
	Six-month period ended	Six-month period ended
	30/6/2024	30/6/2023
	VND'000	VND'000
<i>Ultimate parent company</i>		
Kirin Holdings Company, Limited		
Secondment fee	4,237,200	3,901,719
Purchase of services	6,717	63,488
<i>Other related parties</i>		
Vietnam Kirin Beverage Company Limited		
Processing fee	159,804,215	140,448,464
Purchase of goods	174,630	35,421
Purchase of services	2,337,070	1,697,480
Sale of goods	30,433	22,477
Kyowa Hakko Bio Singapore Pte. Ltd.		
Purchase of goods	5,549,730	2,367,100
Kirin Engineering Company, Limited – Taipei Branch		
Purchase of goods	11,254,266	-
Kirin Engineering Company, Limited – Vietnam Branch		
Purchase of goods	14,333,338	-
Board of Management's members		
<i>Fees</i>	-	-
Board of Directors		
<i>Salary</i>		
Daisuke Hattori – General Director	-	-

Interfood Shareholding Company**Notes to the interim financial statements for the six-month period ended 30 June 2024
(continued)****Form B 09a – DN***(Issued under Circular No. 200/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance)*

	Transaction value	
	Six-month period ended	
	30/6/2024	30/6/2023
	VND'000	VND'000
Supervisory Board		
<i>Salary</i>		
Nguyen Thanh Bach – Head of Supervisory Board	331,218	323,928
Thai Thu Thao – Member	27,000	27,000
Akihiro Kurosawa – Member (from 19 April 2024)	-	-
Takashi Kobayashi – Member (until 19 April 2024)	-	-
Key management personnel (excluding all items disclosed above)		
Fees, bonus and other benefits	-	2,211,317
Secondment fee	2,412,640	2,280,000

36. Post balance sheet event

Subsequent to the end of the accounting period, a dividend of VND209,138 million has been declared. The amount payable has not been recorded in these interim financial statements.

12 August 2024

Prepared by:

Approved by:

*(Signed)**(Signed and sealed)*Nguyen Hong Phong
*Chief Accountant*Daisuke Hattori
General Director