

Everpia Joint Stock Company

Separate financial statements

31 December 2016



Everpia Joint Stock Company

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Everpia Joint Stock Company

GENERAL INFORMATION

THE COMPANY

Everpia Joint Stock Company ("the Company") is a joint stock company incorporated under the Law on Enterprise of Vietnam following a change in legal form from a 100% foreign-owned company, Everpia Co., Ltd., in pursuant to the Investment Certificate No. 011033000055 issued by Hanoi Department of Planning and Investment on 27 April 2007, and the subsequent Amended Investment Certificates, with the latest, being the 17th Amended Investment Certificate, granted on 5 October 2016.

The shares of the Company have been officially listed on the Ho Chi Minh City Stock Exchange from 17 December 2010 under Decision No. 247/2010/QĐ-SGDHCM by the Director of the Ho Chi Minh City Stock Exchange dated 30 November 2010.

The principal activities of the Company are to produce non-knitting cloth, filter cloth, wool, blanket, mattress, bedding, padding, pillow, knapsacks, bags, mattresses, underclothes and other garment products; import, distribute (wholesale or retail) and export furniture goods, kitchen and office facilities.

The Company has its head office located at Duong Xa Commune, Gia Lam District, Hanoi and five branch offices located in Hung Yen, Ho Chi Minh City, Hoa Binh, Dong Nai and Da Nang.

BOARD OF DIRECTORS

Members of the Board of Directors during the year and at the date of this report are:

Mr Lee Jae Eun	Chairman	
Mr Cho Yong Hwan	Member	
Mr Lee Je Won	Member	
Mr Nguyen Van Dao	Member	
Ms Le Thi Thu Hien	Member	
Mr Jean - Charles Belliol	Member	resigned on 11 March 2016
Mr Ngo Phuong Chi	Member	

BOARD OF SUPERVISION

Members of the Board of Supervision during the year and at the date of this report are:

Mr Truong Tuan Nghia	Head of Board of Supervision	
Mr Yu Sung Dae	Member	appointed on 24 June 2016
Mr Suh Seung Chul	Member	resigned on 3 June 2016
Mr Hong Sun	Member	

MANAGEMENT

Members of the management during the year and at the date of this report are:

Mr Lee Jae Eun	General Director
Mr Cho Yong Hwan	Deputy General Director
Mr Kwon Sung Ha	Finance Director
Mr Nguyen Van Dao	Administration Director
Mr Lee Je Won	Ho Chi Minh City Branch Director
Mr Park Sung Jin	Dong Nai Branch Director

Everpia Joint Stock Company

GENERAL INFORMATION (continued)

LEGAL REPRESENTATIVE

The legal representative of the Company during the year and at the date of this report is Mr Lee Jae Eun.

AUDITOR

The auditor of the Company is Ernst & Young Vietnam Limited.

Everpia Joint Stock Company

REPORT OF MANAGEMENT

Management of Everpia Joint Stock Company ("the Company") is pleased to present its report and the separate financial statements of the Company for the year ended 31 December 2016.

MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE SEPARATE FINANCIAL STATEMENTS

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

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgments and estimates that are reasonable and prudent;
- ▶ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the separate financial statements; and
- ▶ prepare the separate financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue its business.

Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the separate financial position of the Company and to ensure that the accounting records comply with the applied accounting system. It is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Management confirmed that it has complied with the above requirements in preparing the accompanying separate financial statements.

STATEMENT BY MANAGEMENT

Management does hereby state that, in its opinion, the accompanying separate financial statements give a true and fair view of the separate financial position of the Company as at 31 December 2016 and of the separate results of its operations and its separate cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the separate financial statements.

For and on behalf of management:



Lee Jae Eun
General Director

29 March 2017

Reference: 61110609/18490998

INDEPENDENT AUDITORS' REPORT

To: The shareholders of Everpia Joint Stock Company

We have audited the accompanying separate financial statements of Everpia Joint Stock Company ("the Company") as prepared on 29 March 2016 and set out on pages 6 to 41, which comprise the separate balance sheet as at 31 December 2016, and the separate income statement and separate cash flow statement for the year then ended and the notes thereto.

Management's responsibility

Management is responsible for the preparation and fair presentation of these separate financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of separate financial statements, and for such internal control as management determines is necessary to enable the preparation and presentation of separate financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these separate financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the separate financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the separate financial statements give a true and fair view, in all material respects, of the separate financial position of the Company and its subsidiaries as at 31 December 2016, and of the separate results of its operations and its separate cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of separate financial statements.

Emphasis of matter

We draw attention to Note 2.1 to the separate financial statements. The Company has prepared the consolidated financial statements of the Company and its subsidiary for the year ended 31 December 2016 in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of consolidated financial statements. We have audited those consolidated financial statements and our auditors' report dated 29 March 2017 expressed an unmodified opinion.

Our opinion is not modified in respect of this matter.

Ernst & Young Vietnam Limited



Le Duc Truong
Deputy General Director
Audit Practising Registration
Certificate No. 0816-2013-004-1

Nguyen Manh Hung
Auditor
Audit Practising Registration
Certificate: No. 2401-2013-004-1

Hanoi, Vietnam

29 March 2017

SEPARATE BALANCE SHEET
as at 31 December 2016

Currency: VND

Code	ASSETS	Notes	Ending balance	Beginning balance
100	A. CURRENT ASSETS		806,166,992,285	809,975,064,838
110	I. Cash and cash equivalents	4	78,546,140,339	44,404,107,275
111	1. Cash		48,046,140,339	26,354,107,275
112	2. Cash equivalents		30,500,000,000	18,050,000,000
120	II. Short-term investments		73,140,000,000	160,692,000,000
123	1. Held-to-maturity investments	5	73,140,000,000	160,692,000,000
130	III. Current accounts receivable		247,889,820,510	228,826,973,858
131	1. Short-term trade receivables	6.1	194,872,629,827	173,704,711,686
132	2. Short-term advances to suppliers	6.2	6,071,660,749	10,130,609,792
135	3. Short-term loan receivables	7	60,773,000,000	48,373,000,000
136	4. Other short-term receivables	8	5,507,190,847	3,641,977,305
137	5. Provision for doubtful short-term receivables	6.1	(19,334,660,913)	(7,130,852,778)
139	6. Shortage of assets waiting for resolution		-	107,527,853
140	IV. Inventories	9	403,265,408,821	372,168,948,036
141	1. Inventories		407,498,534,820	373,872,814,884
149	2. Provision for obsolete inventories		(4,233,125,999)	(1,703,866,848)
150	V. Other current assets		3,325,622,615	3,883,035,669
151	1. Short-term prepaid expenses	15	3,175,622,615	1,425,645,853
152	2. Value-added tax deductible	17	-	2,307,389,816
153	3. Tax and other receivables from the State	17	150,000,000	150,000,000

SEPARATE BALANCE SHEET (continued)
as at 31 December 2016

Currency: VND

Code	ASSETS	Notes	Ending balance	Beginning balance
200	B. NON-CURRENT ASSETS		319,642,386,144	302,499,991,925
210	I. Long-term receivables		1,647,711,335	900,309,734
216	1. Other long-term receivables	8	2,923,038,131	2,175,636,530
219	2. Provision for doubtful long-term receivables	8	(1,275,326,796)	(1,275,326,796)
220	II. Fixed assets		284,499,556,656	254,201,679,060
221	1. Tangible fixed assets	10	273,544,002,316	240,690,319,131
222	Cost		503,145,837,568	452,226,909,871
223	Accumulated depreciation		(229,601,835,252)	(211,536,590,740)
224	2. Finance lease assets	11	83,274,958	94,630,633
225	Cost		113,556,756	113,556,756
226	Accumulated depreciation		(30,281,798)	(18,926,123)
227	3. Intangible fixed assets	12	10,872,279,382	13,416,729,296
228	Cost		39,451,177,876	39,451,177,876
229	Accumulated amortization		(28,578,898,494)	(26,034,448,580)
240	III. Long-term assets in progress		-	20,736,250,000
242	1. Construction in progress		-	20,736,250,000
250	IV. Long-term investments		14,228,590,000	14,228,590,000
251	1. Investments in subsidiary	13	10,444,000,000	10,444,000,000
252	2. Investments in associate	13	11,590,390,000	11,590,390,000
253	3. Investment in other entity	14	2,638,200,000	2,638,200,000
254	4. Provision for long-term investments	13	(10,444,000,000)	(10,444,000,000)
260	V. Other long-term assets		19,266,528,153	12,433,163,131
261	1. Long-term prepaid expenses	15	15,147,738,448	12,433,163,131
262	2. Deferred tax assets	29.3	4,118,789,705	-
270	TOTAL ASSETS		1,125,809,378,429	1,112,475,056,763

SEPARATE BALANCE SHEET (continued)
as at 31 December 2016

Currency: VND

Code	RESOURCES	Notes	Ending balance	Beginning balance
300	C. LIABILITIES		152,112,879,139	198,905,625,956
310	I. Current liabilities		105,326,422,293	157,860,427,920
311	1. Short-term trade payables	16	43,768,285,152	32,485,033,652
312	2. Short-term advances from customers		5,647,479,131	6,279,199,056
313	3. Statutory obligations	17	26,692,548,103	33,075,767,049
314	4. Payables to employees		11,285,501,070	11,382,384,644
315	5. Short-term accrued expenses		2,546,128,909	158,008,909
318	6. Short-term unearned revenue		-	463,840,906
319	7. Other short-term payables	18	986,317,392	5,488,110,683
320	8. Short-term borrowings and finance lease obligations	19	14,400,162,536	68,528,083,021
330	II. Non-current liabilities		46,786,456,846	41,045,198,036
337	1. Other long-term liabilities	18	3,849,537,782	3,742,142,814
338	2. Long-term borrowings and finance lease obligations	19	41,405,772,228	34,619,933,937
343	3. Scientific and technological development fund	20	1,531,146,836	2,683,121,285
400	D. OWNERS' EQUITY	21	973,696,499,290	913,569,430,807
410	I. Capital		973,696,499,290	913,569,430,807
411	1. Share capital	21.3	419,797,730,000	279,865,180,000
411a	- Shares with voting rights		419,797,730,000	279,865,180,000
412	2. Share premium	21.2	203,072,724,247	191,000,000,000
415	3. Treasury shares	21.2	-	(10,491,434,356)
420	4. Other funds belonging to owners' equity	21.5	12,055,386,440	9,949,623,119
421	5. Undistributed earnings		338,770,658,603	443,246,062,044
421a	- Undistributed earnings up to prior year end		241,739,314,617	325,107,765,842
421b	- Undistributed earnings of current year		97,031,343,986	118,138,296,202
440	TOTAL LIABILITIES AND OWNERS' EQUITY		1,125,809,378,429	1,112,475,056,763



Nguyen Bao Ngoc
Preparer



Cho Yong Hwan
Deputy General Director
In charge of Finance




Lee Jae Eun
General Director


29 March 2017

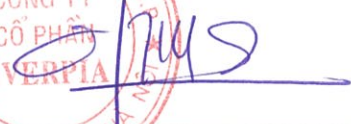
SEPARATE INCOME STATEMENT
for the year ended 31 December 2016

Currency: VND

Code	ITEMS	Notes	Current year	Previous year
01	1. Revenue from sale of goods	23.1	866,361,768,117	878,815,591,593
02	2. Deductions	23.1	(5,054,666,284)	(2,816,494,881)
10	3. Net revenue from sale of goods	23.1	861,307,101,833	875,999,096,712
11	4. Cost of goods sold	24	(569,082,025,170)	(561,557,327,455)
20	5. Gross profit from sale of goods		292,225,076,663	314,441,769,257
21	6. Finance income	23.2	14,439,195,812	15,403,104,116
22	7. Finance expenses	25	(5,880,198,974)	(10,939,818,744)
23	- In which: Interest expenses		(4,325,559,359)	(2,860,694,942)
25	8. Selling expenses	26	(82,114,536,494)	(74,570,883,134)
26	9. General and administrative expenses	26	(101,177,926,220)	(87,997,453,942)
30	10. Operating profit		117,491,610,787	156,336,717,553
31	11. Other income	27	4,323,488,385	644,243,607
32	12. Other expenses	27	(361,533,427)	(4,106,247,811)
40	13. Other profit/(loss)	27	3,961,954,958	(3,462,004,204)
50	14. Accounting profit before tax		121,453,565,745	152,874,713,349
51	15. Current corporate income tax expenses	29.2	(28,541,011,464)	(34,736,417,147)
52	16. Deferred tax income	29.3	4,118,789,705	-
60	17. Net profit after tax		97,031,343,986	118,138,296,202


Nguyen Bao Ngoc
Preparer


Cho Yong Hwan
Deputy General Director
In charge of Finance


Lee Jae Eun
General Director



29 March 2017

SEPARATE CASH FLOW STATEMENT
for the year ended 31 December 2016

Currency: VND

Code	ITEMS	Notes	Current year	Previous year
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	Profit before tax		121,453,565,745	152,874,713,349
	<i>Adjustments for:</i>			
02	Depreciation and amortization of fixed assets		32,961,044,534	32,327,150,578
03	Provisions/(reversal of provisions)		14,830,462,254	(1,030,729,982)
04	Foreign exchange (gains)/losses arisen from revaluation of monetary accounts denominated in foreign currency		(847,133,236)	892,136,524
05	Profits from investing activities		(10,581,179,294)	(9,425,631,578)
06	Interest expenses	25	4,325,559,359	2,860,694,942
08	Operating profit before changes in working capital		162,142,319,362	178,498,333,833
09	Increase in receivables		(15,365,657,745)	(6,898,308,877)
10	Increase in inventories		(33,625,719,936)	(58,620,097,186)
11	Increase/(decrease) in payables		7,142,742,107	(13,273,440,062)
12	Decrease in prepaid expenses		75,902,466	2,592,746,836
14	Interest paid		(4,431,737,091)	(2,468,179,637)
15	Corporate income tax paid	17	(37,481,419,321)	(27,428,056,122)
17	Other cash outflows from operating activities		(4,615,836,596)	(2,504,059,728)
20	Net cash flows from operating activities		73,840,593,246	69,898,939,057
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase, construction of fixed assets and other long-term assets		(44,653,593,156)	(48,744,913,814)
22	Proceeds from disposals of fixed assets and other long-term assets		501,016,182	822,000,000
23	Loans to other entities		(255,813,000,000)	(57,473,000,000)
24	Collections from borrowers, short-term investments		330,965,000,000	34,037,759,578
25	Payments for investments in other entity		-	(11,590,390,000)
27	Interest and dividends received		9,692,731,378	7,438,505,895
30	Net cash flows from/(used in) investing activities		40,692,154,404	(75,510,038,341)

SEPARATE CASH FLOW STATEMENT (continued)
for the year ended 31 December 2016

Currency: VND

Code	ITEMS	Notes	Current year	Previous year
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
31	Proceeds from issuing shares		22,564,158,603	-
33	Drawdown of borrowings		124,183,345,835	228,847,549,636
34	Repayment of borrowings		(171,500,370,076)	(186,028,953,566)
35	Repayment of principal of finance lease liabilities		(25,057,953)	(20,666,552)
36	Dividends paid to equity holders of the parent		(55,897,044,106)	(27,210,964,350)
40	Net cash flows (used in)/from financing activities		(80,674,967,697)	15,586,965,168
50	Net increase in cash and cash equivalents for the year		33,857,779,953	9,975,865,884
60	Cash and cash equivalents at the beginning of the year	4	44,404,107,275	34,113,009,254
61	Impact of exchange rate fluctuation		284,253,111	315,232,137
70	Cash and cash equivalents at the end of the year	4	78,546,140,339	44,404,107,275



Nguyen Bao Ngoc
Preparer



Cho Yong Hwan
Deputy General Director
In charge of Finance



Lee Jae Eun
General Director

29 March 2017

NOTES TO THE SEPARATE FINANCIAL STATEMENTS
as at 31 December 2016 and for the year then ended**1. CORPORATE INFORMATION**

Everpia Joint Stock Company ("the Company") is a joint stock company incorporated under the Law on Enterprise of Vietnam following a change in legal form from a 100% foreign-owned company, Everpia Vietnam Co., Ltd., in pursuant to the Investment Certificate No. 011033000055 issued by Hanoi Department of Planning and Investment on 27 April 2007, and the subsequent Amended Investment Certificates, with the latest, being the 17th Amended Investment Certificate, granted on 5 October 2016.

The shares of the Company have been officially listed on the Ho Chi Minh City Stock Exchange from 17 December 2010 under Decision No. 247/2010/QĐ-SGDHCM by the Director of the Ho Chi Minh City Stock Exchange dated 30 November 2010.

The principal activities of the Company are to produce non-knitting cloth, filter cloth, wool, blanket, bedding, padding, pillow, knapsacks, bags, mattress, underclothes and other garment products; import, distribute (wholesale or retail) and export furniture goods, kitchen and office facilities.

The Company has its head office located at Duong Xa Commune, Gia Lam District, Hanoi and five branch offices located in Hung Yen, Ho Chi Minh City, Hoa Binh, Dong Nai and Da Nang.

The number of the Company's employees as at 31 December 2016 is 1,317 (31 December 2015: 1,324).

Company structure

Details of the subsidiary and the percentage of the Company's voting and interests in its subsidiary as at 31 December 2016 are as follows:

Everpia Cambodia Co., Ltd

This is a limited liability company established in pursuant with the Investment Certificate No. 554/BKHDT – DTRNN issued by the Ministry of Planning and Investment of Vietnam on 26 September 2012. Everpia Cambodia Co., Ltd is located at No. 360, Monivong, Phnom Penh City, Kingdom of Cambodia. The principal activities of Everpia Cambodia Co., Ltd are trading of quilt bed sheets, pillows, mattresses; consulting and technology transfer in the field of manufacturing and trading; perform the import and export under the laws of the Kingdom of Cambodia.

As at 31 December 2016, the Company held 100% ownership interest in this subsidiary. At the date of this report, the Company decided to sell its share contributed to this subsidiary.

Everpia Intermaru Ltd

This subsidiary company is a limited liability company which is established according to Investment Certificate 201600083 issued by the Ministry of Planning and Investment of Vietnam on 12 January 2016. Everpia Intermaru Ltd is headquartered at No. 30-34 Ludwig-Erhard-Strasse, 65760 Eschborn, Germany. Main activities of Everpia Intermaru Ltd are trading in bed sheets, pillows, mattresses and carry out the right to import or export according to German law.

The Company is registered to hold 100% shares and voting rights in this subsidiary. However, as at the date of this report, the Company has decided not to contribute capital to this subsidiary.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

1. CORPORATION INFORMATION (continued)

Company structure (continued)

Everpia Korea Joint Stock Company

This subsidiary company is established under Investment Certificate No. 201600179 issued by the Ministry of Planning and Investment of Vietnam on 1 August 2016. Everpia Korea is headquartered at 152-55 Samsung Dong, Gangnam Gu, Seoul, Korea. The main activity of Everpia Korea is trading of bed sheets, pillows, mattresses and perform the right to import and export follow the Korean law.

As at 31 December 2016, the Company is registered to hold 100% shares and voting rights in this subsidiary. At the date of this report, the Company is in the process of contributing capital to this subsidiary.

2. BASIS OF PREPARATION

2.1 *Purpose of preparing the separate financial statements*

Everpia Joint Stock Company has a subsidiary as presented in Note 1. The Company has prepared these separate financial statements to meet the prevailing requirements in relation to disclosure of information, specifically the Circular 155/2012/TT-BTC on disclosure of information on the securities. Under the requirement of these regulations, the Company has also prepared the consolidated financial statements of the Company and its subsidiary for the year ended 31 December 2016 ("the consolidated financial statements") on 29 March 2016.

Users of these separate financial statements should read them together with the said consolidated financial statements of the Company and its subsidiary for the year ended 31 December 2016 in order to obtain full information on the consolidated financial position, the consolidated results of operations and the consolidated cash flows of the Company and its subsidiary.

2.2 *Accounting standards and system*

The separate financial statements of the Company, which are expressed in Vietnam dong ("VND"), are prepared in accordance with Vietnamese Enterprise Accounting System and Vietnamese Accounting Standards issued by the Ministry of Finance as per:

- ▶ Decision No. 149/2001/QD-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 1);
- ▶ Decision No. 165/2002/QD-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 2);
- ▶ Decision No. 234/2003/QD-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 3);
- ▶ Decision No. 12/2005/QD-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 4); and
- ▶ Decision No. 100/2005/QD-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 5).

Accordingly, the accompanying separate financial statements, including their utilisation are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore 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 other than Vietnam.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended**2. BASIS OF PREPARATION** (continued)**2.3 Applied accounting documentation system**

The Company's applied accounting documentation system is the General Journal system.

2.4 Fiscal year

The Company's fiscal year applicable for the preparation of its separate financial statements starts on 1 January and ends on 31 December.

2.5 Accounting currency

The separate financial statements are prepared in VND which is also the Company's accounting currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**3.1 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand; cash at banks and short-term, highly liquid investments with an original maturity of less than three months that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value.

3.2 Inventories

Inventories are stated at the lower of cost incurred in bringing each product to its present location and condition, and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of the business, based on market prices at the reporting date and less costs to completion and the estimated costs of sale.

The perpetual method is used to record inventories, which are valued as follows:

Materials, merchandise goods	- cost of purchase on a weighted average basis.
Finished goods, work in progress	- cost of direct materials and labour plus attributable manufacturing overheads based on the normal operating capacity on a weighted average basis.

Provision for obsolete inventories

An inventory provision is created for the estimated loss arising due to the impairment of value (through diminution, damage, obsolescence, etc.) of raw materials, finished goods, and other inventories owned by the Company, based on appropriate evidence of impairment available at the balance sheet date.

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

3.3 Receivables

Receivables are presented in the separate financial statements at the carrying amounts due from customers and other debtors, after provision for doubtful debts.

The provision for doubtful debts represents amounts of outstanding receivables at the balance sheet date which are doubtful of being recovered. Increases and decreases to the provision balance are recorded as general and administrative expense in the separate income statement.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.4 *Tangible fixed assets*

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises of its purchase price and any directly attributable costs of bringing the tangible fixed asset to working condition for its intended use.

Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and expenditures for maintenance and repairs are charged to the separate income statement as incurred.

When tangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the separate income statement.

3.5 *Leased assets*

The determination of whether an arrangement is, or contains a lease is based on the substance of the arrangement at inception date and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset.

A lease is classified as a finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership of the asset to the lessee. All other leases are classified as operating leases.

Assets held under finance leases are capitalised in the separate balance sheet at the inception of the lease at the fair value of the leased assets or, if lower, at the net present value of the minimum lease payments. The principal amount included in future lease payments under finance leases are recorded as a liability. The interest amounts included in lease payments are charged to the separate income statement over the lease term to achieve a constant rate on interest on the remaining balance of the finance lease liability.

Capitalised financial leased assets are depreciated using straight-line basis over the shorter of the estimated useful life of the asset and the lease term, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term.

Rentals under operating leases are charged to the separate income statement on a straight-line basis over the term of the lease.

3.6 *Intangible fixed assets*

Intangible fixed assets are stated at cost less accumulated amortisation.

The cost of an intangible fixed asset comprises of its purchase price and any directly attributable costs of preparing the intangible fixed asset for its intended use.

Expenditures for additions, improvements are added to the carrying amount of the assets and other expenditures are charged to the separate income statement as incurred.

When intangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the separate income statement.

Trade mark, distribution channels

Trade mark and distribution channels are recognised as intangible fixed assets at purchase price as indicated in the purchase contract.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.7 Depreciation and amortization

Depreciation of tangible fixed assets and amortization of intangible fixed assets are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Buildings and structures	25 - 46 years
Machinery and equipment	6 - 15 years
Office equipment	6 - 8 years
Motor vehicle	9 - 10 years
Others tangible fixed assets	4 - 10 years
Trade mark	20 years
Distribution channels	15 years
Computer software	4 years
Other intangible fixed assets	4 years

3.8 Borrowing costs

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing costs are recorded as expense during the year in which they are incurred, except to the extent that they are capitalized as explained in the following paragraph.

Borrowing costs that are directly attributable to the acquisition, construction or production of an asset that necessarily take a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset.

3.9 Prepaid expenses

Prepaid expenses are reported as short-term or long-term prepaid expenses on the separate balance sheet and amortized over the period for which the amounts are paid or the period in which economic benefits are generated in relation to these expenses.

3.10 Investments

Investment in subsidiary

Investments in subsidiary over which the Company has control are carried at cost in separate financial statements.

Distributions from accumulated net profits of the subsidiary arising subsequent to the date of acquisition are recognised in the separate income statement. Distributions from sources other than from such profits are considered a recovery of investment and are deducted to the cost of the investment.

Investments in associates

The Company's investment in its associate is accounted for using the equity method of accounting. An associate is an entity in which the Company has significant influence that is neither subsidiaries nor joint ventures.

The share of post-acquisition profit/(loss) of the associates is presented on face of the consolidated income statement and its share of post-acquisition movements in reserves is recognised in reserves. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. Dividend/profit sharing received or receivable from associates reduces the carrying amount of the investment.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.10 *Investments* (continued)

Investments in securities and other investments

Investments in other investments are stated at their acquisition costs.

Provision for investments

Provision is made for any diminution in value of the investments at the balance sheet date in accordance with the guidance under Circular No. 228/2009/TT-BTC dated 7 December 2009 and Circular No. 89/2013/TT-BTC dated 26 June 2013 issued by the Ministry of Finance. Increases and decreases in the provision balance are recorded as finance expense in the separate income statement.

Held-to-maturity investments

Held-to-maturity investments are stated at their acquisition costs. After initial recognition, held-to-maturity investments are measured at recoverable amount. Any impairment loss incurred is recognised as expense in the separated financial statements and deducted against the value of such investments.

3.11 *Payables and accruals*

Payables and accruals are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Company.

3.12 *Scientific and technological development fund*

Scientific and technological development fund is appropriated for scientific and technological activities of the Company in accordance with Circular No. 15/2011/TT-BTC dated 09 February 2011 issued by the Ministry of Finance. The annually appropriated amount is approved by the Board of Directors based on the annual budget proposed for scientific and technological activities and will not exceed 10% of taxable income. The appropriated amount is charged to the separate income statement for the year.

The amount appropriated to scientific and technological development fund is eligible for corporate income tax deduction. For the subsequent 5 years from the year the fund is appropriated, if scientific and technological development fund is unused or used up to 70% or used for improper purposes, the Company will have to pay the corporate income tax on the balance of the fund which is unused, or un-used up to 70%, or used for improper purposes, as well as the interest arising from such tax amount.

3.13 *Accrual for severance pay*

The severance pay to employee is accrued at the end of each reporting year for all employees who have been more than 12 months in service up to balance sheet date at the rate of one-half of the average monthly salary for each year of service up to 31 December 2008 in accordance with the Labour Code and related implementing guidance. The average monthly salary used in this calculation will be revised at the end of each reporting year following the average monthly salary of the 6-month period up to the reporting date. Any increase or decrease to the accrued amount will be taken to the separate income statement.

This accrued severance pay is used to settle the termination allowance to be paid to employee upon termination of their labour contract following Article 48 of the Labour Code.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.14 Foreign currency transactions

Transactions in currencies other than the Company's reporting currency (VND) are recorded at the actual transaction exchange rates at transaction dates which are determined as follows:

- ▶ Transaction resulting in receivables are recorded at the buying exchange rates of the commercial banks designated for collection;
- ▶ Transactions resulting in liabilities are recorded at the selling exchange rates of the transaction of commercial banks designated for payment;
- ▶ Capital contributions are recorded at the buying exchange rates of the banks designated for capital contribution;
- ▶ Payments for assets or expenses without liabilities initially being recognised is recorded at the buying exchange rates of the commercial banks that process these payments.

At the end of the year, monetary balances denominated in foreign currencies are translated at the actual transaction exchange rates at the balance sheet dates which are determined as follows:

- ▶ Monetary assets are translated at buying exchange rate of the commercial bank where the Company conducts transactions regularly;
- ▶ Monetary liabilities are translated at selling exchange rate of the commercial bank where the Company conducts transactions regularly.

All foreign exchange differences incurred during the year and arisen from the translation of monetary accounts denominated in foreign currency at year-end are taken to the separate income statement.

3.15 Treasury shares

Own equity instruments which are reacquired (treasury shares) are recognised at cost and deducted from equity. No gain or loss is recognised in profit or loss upon purchase, sale, issue or cancellation of the Company's own equity instruments.

3.16 Appropriation of net profits

Net profit after tax is available for appropriation to shareholders after approval in the annual shareholders' meeting, and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

The Company maintains the following reserve funds which are appropriated from the Company's net profit as proposed by the Board of Directors and approved at the annual shareholders' meeting.

Investment and development fund

This fund is set aside for use in the Company's expansion of its operations or in-depth investments.

Bonus and welfare fund

This fund is set aside for the purpose of pecuniary rewarding and encouraging, common benefits and improvement of the employees' benefits, and presented as a liability on the separate balance sheet.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.16 *Appropriation of net profits* (continued)

Other fund belonging to owners' equity

This fund is set aside for other purposes of the Company's operation following the decision at the annual shareholders' meeting.

3.17 *Revenue recognition*

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, excluding trade discount, rebate and sales return. The following specific recognition criteria must also be met before revenue is recognised:

Sale of goods

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually upon the delivery of the goods.

Interest

Revenue is recognised as the interest accrues (taking into account the effective yield on the asset) unless collectability is in doubt.

Dividends

Income is recognised when the Company's entitlement as an investor to receive the dividend is established.

3.18 *Taxation*

Current income tax

Current income tax assets and liabilities for the current and prior years are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted as at the separate balance sheet date.

Current income tax is charged or credited to the separate income statement, except when it relates to items recognised directly to equity, in which case the current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Company to set off current tax assets against current tax liabilities and when the Company intends to settle its current tax assets and liabilities on a net basis.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.18 *Taxation* (continued)

Deferred tax

Deferred tax is provided using the liability method on temporary differences at the balance sheet date between the tax base of assets and liabilities and their carrying amount for financial reporting purposes.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- ▶ where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the related transaction affects neither the accounting profit nor taxable profit or loss;
- ▶ in respect of taxable temporarily differences associated with investments in subsidiary and associates, and interests in joint ventures where timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profit will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be utilised, except:

- ▶ where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss;
- ▶ in respect of deductible temporarily differences associated with investments in subsidiary, associates, and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each separate balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Previously unrecognised deferred tax assets are reassessed at each separate balance sheet date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset realised or the liability is settled based on tax rates and tax laws that have been enacted at the separate balance sheet date.

Deferred tax is charged or credited to the separate income statement, except when it relates to items recognised directly to equity, in which case the deferred tax is also dealt with in the equity account.

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Company to off-set current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority on:

- ▶ either the same taxable entity; or
- ▶ when the Company intends either to settle current tax liabilities and assets on a net basis or to realise the assets and settle the liabilities simultaneously, in each future year in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

4. CASH AND CASH EQUIVALENTS

	<i>Currency: VND</i>	
	<i>Ending balance</i>	<i>Beginning balance</i>
Cash on hand	544,074,599	389,751,336
Cash at banks	47,502,065,740	25,964,355,939
Cash equivalents (*)	<u>30,500,000,000</u>	<u>18,050,000,000</u>
	<u>78,546,140,339</u>	<u>44,404,107,275</u>

(*) Cash equivalents comprise deposits with terms of less than 3 months, which earn interest at the rates ranging from 4.3% to 5% per annum.

Additional information regarding the cash flow statement

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Actual cash received from borrowing		
- Cash received from normal borrowing agreements	124,183,345,835	228,847,549,636
Actual cash payment of borrowings		
- Cash payment for normal borrowing agreements	(171,500,370,076)	(186,028,953,566)
- Cash payment for finance leases	(25,057,953)	(20,666,552)

5. HELD-TO-MATURITY INVESTMENTS

	<i>Currency: VND</i>			
	<i>Ending balance</i>		<i>Beginning balance</i>	
	<i>Cost</i>	<i>Carrying value</i>	<i>Cost</i>	<i>Carrying value</i>
Term deposits	<u>73,140,000,000</u>	<u>73,140,000,000</u>	<u>160,692,000,000</u>	<u>160,692,000,000</u>
	<u>73,140,000,000</u>	<u>73,140,000,000</u>	<u>160,692,000,000</u>	<u>160,692,000,000</u>

Held-to-maturity investments include deposits with terms of 6 months, which earn interest from 5.3% to 5.5% per annum.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

6. TRADE RECEIVABLES AND ADVANCE TO SUPPLIERS

6.1 Trade receivables

	Currency: VND	
	Ending balance	Beginning balance
Trade receivables from customers	178,976,808,744	160,238,309,069
<i>Phu Truong Giang Investment Trading Co., Ltd</i>	8,660,898,816	5,754,471,416
<i>Welcron Global Vietnam Co., Ltd</i>	7,921,768,085	5,482,899,052
<i>RSCO Co., Ltd</i>	5,186,214,570	177,472,414
<i>AT- PHO HUE -278</i>	4,904,525,592	4,956,904,636
<i>Global Garment Sourcing Co., Ltd</i>	4,896,229,069	1,514,152,598
<i>Other trade receivables</i>	147,407,172,612	142,352,408,953
Trade receivables from related parties (Note 30)	15,895,821,083	13,466,402,617
	<u>194,872,629,827</u>	<u>173,704,711,686</u>
Provision for doubtful debts	(19,334,660,913)	(7,130,852,778)
<i>In which:</i>		
<i>Receivables used as collateral for borrowings</i>	-	53,645,000,000

6.2 Advances to suppliers

	Currency: VND	
	Ending balance	Beginning balance
DongHa Co., Ltd	464,455,050	298,650,369
Jiangsu Goldsun Textile Trade Co.,Ltd	387,814,807	159,830,106
Daekwang Textile Co., Ltd	378,086,387	176,219,548
JM E&C Vina Co.,Ltd	696,080,000	696,080,000
Advance to other suppliers	4,145,224,505	8,799,829,769
	<u>6,071,660,749</u>	<u>10,130,609,792</u>

7. SHORT-TERM LOAN RECEIVABLES

	Currency: VND	
	Ending balance	Beginning balance
Short-term loans to related parties (Note 30)	60,773,000,000	48,373,000,000
	<u>60,773,000,000</u>	<u>48,373,000,000</u>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

8. OTHER RECEIVABLES

	<i>Currency: VND</i>	
	<i>Ending balance</i>	<i>Beginning balance</i>
Short-term		
Interest income from term deposit and loan	2,671,645,130	1,706,081,460
Advance to employees	636,650,166	1,374,681,264
Refundable import tax	97,179,805	123,897,766
Other short-term receivables	2,101,715,746	437,316,815
TOTAL	5,507,190,847	3,641,977,305
<i>In which:</i>		
<i>Other receivables from related parties</i> <i>(Note 30)</i>	2,279,711,500	-
<i>Other receivables</i>	3,227,479,347	3,641,977,305
Long-term		
Rental of machinery	893,491,200	893,491,200
Fabric loan	252,051,882	252,051,882
Receivable from employees	98,599,640	98,599,640
Long-term deposit	1,678,895,409	931,493,808
	2,923,038,131	2,175,636,530
	8,430,228,978	5,817,613,835
Provision for other long-term receivables	(1,275,326,796)	(1,275,326,796)

9. INVENTORIES

	<i>Currency: VND</i>			
	<i>Ending balance</i>		<i>Beginning balance</i>	
	<i>Cost</i>	<i>Provision</i>	<i>Cost</i>	<i>Provision</i>
Goods in transit	13,907,889,386	-	3,932,412,189	-
Materials	207,115,603,974	(688,261,204)	193,981,555,479	(1,648,758,887)
Tools and supplies	-	-	190,501,831	-
Work in process	22,295,952	-	668,882,146	-
Finished goods	177,464,690,002	(3,544,864,795)	165,383,599,686	(55,107,961)
Merchandise	8,988,055,506	-	9,714,011,642	-
Goods on consignment	-	-	1,851,911	-
	407,498,534,820	(4,233,125,999)	373,872,814,884	(1,703,866,848)

Movements of provision for obsolete inventories:

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Beginning balance	1,703,866,848	4,610,151,256
Add: Provision made during the year	2,736,761,851	-
Less: Utilization of provision during the year	(207,502,700)	(2,906,284,408)
Ending balance	4,233,125,999	1,703,866,848

Everpia Joint Stock Company

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NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

10. TANGIBLE FIXED ASSETS

Currency: VND

	Buildings and structures	Machinery and equipment	Office equipment	Motor Vehicle	Others	Total
Cost:						
Beginning balance	154,341,887,970	243,875,405,829	19,599,457,115	15,394,299,956	19,015,859,001	452,226,909,871
- Purchased during the year	10,684,702,000	24,925,489,772	388,892,423	11,595,018,916	47,155,500	47,641,258,611
- Transfer from construction in progress	16,195,795,455	-	-	-	-	16,195,795,455
- Disposals	-	(11,949,067,280)	(342,392,423)	(626,666,666)	-	(12,918,126,369)
Ending balance	181,222,385,425	256,851,828,321	19,645,957,115	26,362,652,206	19,063,014,501	503,145,837,568
<i>In which:</i>						
Fully depreciated	444,434,009	88,336,360,415	6,892,654,690	883,644,973	3,727,011,981	100,284,106,068
Fixed assets used as loan collateral (Note 19.1)	15,174,006,236	47,108,852,028	-	5,670,290,909	-	67,953,149,173
Accumulated depreciation:						
Beginning balance	38,495,340,578	143,470,153,070	9,970,665,846	10,829,979,745	8,770,451,501	211,536,590,740
- Depreciation for the year	6,490,320,412	17,728,326,409	1,109,214,852	2,960,211,722	2,117,165,550	30,405,238,945
- Disposals	-	(11,566,706,145)	(261,549,750)	(511,738,538)	-	(12,339,994,433)
Ending balance	44,985,660,990	149,631,773,334	10,818,330,948	13,278,452,929	10,887,617,051	229,601,835,252
Net carrying amount:						
Beginning balance	115,846,547,392	100,405,252,759	9,628,791,269	4,564,320,211	10,245,407,500	240,690,319,131
Ending balance	136,236,724,435	107,220,054,987	8,827,626,167	13,084,199,277	8,175,397,450	273,544,002,316

NOTES TO SEPARATE THE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

11. FINANCE LEASES

Currency: VND
Office equipment

Cost:

Beginning balance	113,556,756
Addition	-
Ending balance	<u>113,556,756</u>

Accumulated depreciation:

Beginning balance	18,926,123
Depreciation for the year	<u>11,355,675</u>
Ending balance	<u>30,281,798</u>

Net carrying amount:

Beginning balance	<u>94,630,633</u>
Ending balance	<u>83,274,958</u>

This is the photocopier leased from Chailease International Finance Lease Company Limited according to Contract No. B140301607, dated 24 March 2014 with a term of 48 months, which bears interest rate at 1.83% per month.

NOTES TO SEPARATE THE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

12. INTANGIBLE FIXED ASSETS

	Trade mark	Distribution channel	Computer software	Others	Total
Cost:					
Beginning balance	23,494,500,000	7,831,500,000	7,438,284,189	686,893,687	39,451,177,876
Ending balance	23,494,500,000	7,831,500,000	7,438,284,189	686,893,687	39,451,177,876
<i>In which:</i>					
Depreciated	-	-	266,973,710	686,893,747	953,867,457
Accumulated amortization:					
- Beginning balance	14,910,763,823	6,798,774,485	3,638,016,585	686,893,687	26,034,448,580
Amortization for the year	1,226,248,025	516,362,635	801,839,254	-	2,544,449,914
Ending balance	16,137,011,848	7,315,137,120	4,439,855,839	686,893,687	28,578,898,494
Net carrying amount:					
Beginning balance	8,583,736,177	1,032,725,515	3,800,267,604	-	13,416,729,296
Ending balance	7,357,488,152	516,362,880	2,998,428,350	-	10,872,279,382

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended**13. LONG-TERM INVESTMENTS**

Currency: VND

	Ending balance			Beginning balance		
	Cost	Provision	Carrying value	Cost	Provision	Carrying value
Investment in subsidiary	10,444,000,000	(10,444,000,000)	-	10,444,000,000	(10,444,000,000)	-
Investment in associate	11,590,390,000	-	11,590,390,000	11,590,390,000	-	11,590,390,000
	22,034,390,000	(10,444,000,000)	11,590,390,000	22,034,390,000	(10,444,000,000)	11,590,390,000

13.1 Investments in subsidiary

	Ending balance		Beginning balance	
	Ownership (%)	Voting right (%)	Ownership (%)	Voting right (%)
Everpia Cambodia Co., Ltd.	100%	100%	100%	100%
Everpia Intermaru Co., Ltd.	100%	100%		
Everpia Korea Joint Stock Company	100%	100%		
	100%	100%	100%	100%

Detailed information on subsidiary as at 31 December 2016 is disclosed in Note 1.

13.2 Investments in associate

	Ending balance		Beginning balance	
	Ownership (%)	Voting right (%)	Ownership (%)	Voting right (%)
Texpia Joint Stock Company	44%	44%	44%	44%
	44%	44%	44%	44%

Intermaru Vina Joint Stock Company is a joint stock company established under the Investment Certificate No. 472033001056 issued by the Management Board of Dong Nai Industrial Zone on 16 October 2013. Texpia Joint Stock Company is located in Nhon Trach Textile industrial Zone, Nhon Trach district, Dong Nai province. The principal activities of Texpia Joint Stock Company are to produce and process all kinds of towels and garment fabrics towel. As at 31 December 2016, the Company holds 44% shares in this associate.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

14. INVESTMENT IN OTHER ENTITY

Investment in other entity represents the investment in the shares of Bac Ninh Pharmaceutical Joint Stock Company, with 172,000 shares at the cost of VND 2,638,200,000. The Company was unable to assess the fair value of this investment as these shares are not listed in a stock exchange.

15. PREPAID EXPENSES

	<i>Currency: VND</i>	
	<i>Ending balance</i>	<i>Beginning balance</i>
Short-term		
Prepaid rentals	150,000,000	150,000,000
Tools and spare parts	645,283,827	183,655,804
Fire insurance	447,941,340	355,525,696
Advertisement	914,994,045	-
Others	1,017,403,403	736,464,353
	<u>3,175,622,615</u>	<u>1,425,645,853</u>
Long-term		
Prepaid rentals (*)	7,380,175,025	7,624,071,875
Land lease in Hoa Binh province	5,429,545,455	-
Tools and spare parts	1,242,478,256	2,348,157,875
Office equipment	453,097,232	1,259,045,812
Others	642,442,480	1,201,887,569
	<u>15,147,738,448</u>	<u>12,433,163,131</u>

(*) Prepaid rentals represent the payment for the long-term lease of commercial area at Keangnam Building, Pham Hung street, Hanoi for a period of 45 years commencing from 2012. Prepaid rentals are allocated to the income statement on a straight-line basis over 32 years from 2012, which corresponds to the remaining period of the Company's Investment Certificate.

16. TRADE PAYABLES

	<i>Currency: VND</i>			
	<i>Ending balance</i>		<i>Beginning balance</i>	
	<i>Amount</i>	<i>Amount payable</i>	<i>Amount</i>	<i>Amount payable</i>
EP International Company Limited	10,648,692,462	10,648,692,462	3,506,414,577	3,506,414,577
Payables to other suppliers	33,119,592,690	33,119,592,690	28,978,619,075	28,978,619,075
	<u>43,768,285,152</u>	<u>43,768,285,152</u>	<u>32,485,033,652</u>	<u>32,485,033,652</u>
<i>In which:</i>				
<i>Trade payable to related parties (Note 30)</i>	221,100,000	221,100,000	-	-
<i>Trade payables to other parties</i>	43,547,185,152	43,547,185,152	32,485,033,652	32,485,033,652

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

17. STATUTORY OBLIGATIONS

	<i>Currency: VND</i>			
	<i>Beginning balance</i>	<i>Increase in the year</i>	<i>Payment in the year</i>	<i>Ending balance</i>
Payables				
Value added tax	343,984,964	60,770,996,118	58,185,066,916	2,929,914,166
Import and export duties	550,254,566	1,142,002,474	1,119,017,197	573,239,843
Corporate income tax (<i>Note 29</i>)	31,377,106,680	28,541,011,464	37,481,419,321	22,436,698,823
Personal income tax	741,086,150	8,807,225,886	8,846,451,454	701,860,582
Other taxes	63,334,689	451,384,000	463,884,000	50,834,689
	<u>33,075,767,049</u>	<u>99,712,619,942</u>	<u>106,095,838,888</u>	<u>26,692,548,103</u>

	<i>Currency: VND</i>			
	<i>Beginning balance</i>	<i>Receivable for the year</i>	<i>Payment received in the year</i>	<i>Ending balance</i>
Receivables				
Value added tax	2,307,389,816	20,081,472,373	22,388,862,189	-
Import and export duties	150,000,000	-	-	150,000,000
	<u>2,457,389,816</u>	<u>20,081,472,373</u>	<u>22,388,862,189</u>	<u>150,000,000</u>

18. OTHER PAYABLES

	<i>Currency: VND</i>	
	<i>Ending balance</i>	<i>Beginning balance</i>
Short-term		
Coupon payables	588,840,909	-
Trade union fee	4,908,000	86,123,580
Social insurance	84,545,734	98,253,322
Other short-term payables	308,022,749	5,303,733,781
	<u>986,317,392</u>	<u>5,488,110,683</u>
Long-term		
Provision for severance allowances	3,522,669,782	3,425,274,814
Other long-term payables	326,868,000	316,868,000
	<u>3,849,537,782</u>	<u>3,742,142,814</u>
	<u>4,835,855,174</u>	<u>9,230,253,497</u>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

19. BORROWINGS AND FINANCE LEASES

	Beginning balance		Movement during the year		Ending balance	
	Balance	Payable amount	Increase	Decrease	Balance	Payable amount
Short-term						
Borrowings from banks	68,528,083,021	68,528,083,021	99,268,682,256	167,796,765,277	-	-
Current portion of finance lease	-	-	25,057,953	-	25,057,953	25,057,953
Current portion of long-term borrowings (Note 19.1)	-	-	18,028,593,476	3,653,488,893	14,375,104,583	14,375,104,583
	68,528,083,021	68,528,083,021	117,322,333,685	171,450,254,170	14,400,162,536	14,400,162,536
Long-term						
Borrowings from banks (Note 19.1)	34,535,069,200	34,535,069,200	24,889,605,626	18,053,651,429	41,371,023,397	41,371,023,397
Finance lease (Note 19.2)	84,864,737	84,864,737	-	50,115,906	34,748,831	34,748,831
	34,619,933,937	34,619,933,937	24,889,605,626	18,103,767,335	41,405,772,228	41,405,772,228
	103,148,016,958	103,148,016,958	142,211,939,311	189,554,021,505	55,805,934,764	55,805,934,764

Currency: VND

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

19. BORROWINGS AND FINANCE LEASES (continued)

19.1 Long-term borrowings from banks

Details of the long-term borrowings from banks are as follows:

Bank	31 December 2016		Principal and interest payment term	Interest rate per annum	Description of collateral
	VND	Original currency (USD)			
Shinhan One Member Limited Liability Bank of Vietnam	33,230,716,140	USD 1,457,488	4-5 years since loan drawdown date. Final principal repayment on 11 June 2020	From 3,5% to 3,62%	Machinery, equipment and other fixed assets in Bien Hoa 1 Industrial Zone, An Binh District, Bien Hoa City
Shinhan One Member Limited Liability Bank of Vietnam	18,515,411,840	VND 18,515,411,840	5 years since loan drawdown date. Final principal repayment on 24 Nov 2020	7%	Machinery, equipment and other fixed assets in Bien Hoa 1 Industrial Zone, An Binh District, Bien Hoa City
Shinhan One Member Limited Liability Bank of Vietnam	4,000,000,000	VND 4,000,000,000	5 years since loan drawdown date. Final principal repayment on 30 November 2021	6,83%	Car is bought from this loan
	55,746,127,980				
<i>In which:</i>					
<i>Current portion</i>	14,375,104,583				
<i>Long-term portion</i>	41,371,023,397				

19.2 Financial lease

This is the photocopier leased from Chailease International Finance Lease Co., Ltd according to Contract No. B140301607, dated 24 March 2014 with a term of 48 months and bears interest rate at 1,83% per month.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

20. SCIENTIFIC AND TECHNOLOGICAL DEVELOPMENT FUNDS

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Beginning balance	2,683,121,285	7,736,603,050
<i>Addition:</i>	-	-
Allocated from retained earnings	-	-
<i>Deduction:</i>	-	-
Utilization during the year	<u>(1,151,974,449)</u>	<u>(5,053,481,765)</u>
Ending balance	<u>1,531,146,836</u>	<u>2,683,121,285</u>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

21. OWNERS' EQUITY

21.1 Increase and decrease in owners' equity

Currency: VND

	Contributed charter capital	Share premium	Treasury shares	Other funds belonging to owners' equity	Retained earnings	Total
Previous year						
Beginning balance	279,865,180,000	191,000,000,000	(10,491,434,356)	8,227,907,722	357,780,872,530	826,382,525,896
- Profit for the year	-	-	-	-	118,138,296,202	118,138,296,202
- Dividends declared	-	-	-	4,225,775,125	(4,225,775,125)	-
- Appropriation to reserve	-	-	-	-	(27,210,964,350)	(27,210,964,350)
- Other decreases	-	-	-	(2,504,059,728)	(1,236,367,213)	(3,740,426,941)
Ending balance	279,865,180,000	191,000,000,000	(10,491,434,356)	9,949,623,119	443,246,062,044	913,569,430,807
Current year						
Beginning balance	279,865,180,000	191,000,000,000	(10,491,434,356)	9,949,623,119	443,246,062,044	913,569,430,807
- Profit for the year	-	-	-	-	97,031,343,986	97,031,343,986
- Transfer of treasury shares	-	12,072,724,247	10,491,434,356	-	-	22,564,158,603
- Appropriation to reserve	-	-	-	5,677,153,321	(5,677,153,321)	-
- Dividends declared	139,932,550,000	-	-	-	(195,829,594,106)	(55,897,044,106)
- Other decreases	-	-	-	(3,571,390,000)	-	(3,571,390,000)
Ending balance	419,797,730,000	203,072,724,247	-	12,055,386,440	338,770,658,603	973,696,499,290

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

21. OWNERS' EQUITY (continued)

21.2 Contributed charter capital

Currency: VND

	Ending balance		Beginning balance	
	Total	Ordinary shares	Total	Ordinary shares
Share capital	419,797,730,000	419,797,730,000	279,865,180,000	279,865,180,000
Share premium	203,072,724,247	203,072,724,247	191,000,000,000	191,000,000,000
Treasury shares (*)	-	-	(10,491,434,356)	(10,491,434,356)
	622,870,454,247	622,870,454,247	460,373,745,644	460,373,745,644

(*) In May 2016, the Company sold 479,300 treasury shares at average price of VND 47,200 per share.

21.3 Capital transactions with owners and distribution of dividends, profits

Currency: VND

	Current year	Previous year
Contributed capital		
Beginning balance	279,865,180,000	279,865,180,000
Increase in the year	139,932,550,000	-
Decrease in the year	-	-
Ending balance	419,797,730,000	279,865,180,000
Dividends paid	(195,829,594,106)	(27,210,964,350)

According to the resolution of the Extraordinary Meeting of Shareholders No. 02/DHDCD2016/NQ dated 24 June 2016, on 27 July 2016, the Company issued shares to pay dividends for 2015 at the rate of 50%. The number of shares issued to pay dividends is 13,993,255 shares, equivalent to the increase of share capital of 139,932,550,000 VND.

21.4 Shares

	Ending balance Quantity	Beginning balance Quantity
Issued shares	41,979,773	27,986,518
Issued and paid-up shares	41,979,773	27,986,518
Ordinary shares	41,979,773	27,986,518
Preferred shares	-	-
Treasury shares	-	(479,300)
Ordinary shares	-	(479,300)
Preferred shares	-	-
Shares in circulation	41,979,773	27,507,218
Ordinary shares	41,979,773	27,507,218
Preference shares	-	-

The Company's shares are listed on the Ho Chi Minh City Stock Exchange (HOSE) under the ticker symbol of EVE. The par value of share in circulation during the year is VND10,000/share (2015: VND10,000/share).

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

21. OWNERS' EQUITY (continued)

21.5 Other funds belonging to owners' equity

Other funds belonging to owners' equity is set up according to the Resolution of the General shareholders on 15 April 2016 with the amount of 5% of Profit after tax presented in the consolidated financial statements for the year 2015. According to this Resolution, the Board of Director and Management are authorised to use this fund for the Company's business activities in order to maximize the Company's operating results.

22. OFF BALANCE SHEET ITEMS

	<i>Ending balance</i>	<i>Beginning balance</i>
Foreign currency		
- USD	652,250	677,231
- EUR	162	173

23. REVENUE

23.1 Revenue from sale of goods

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Gross revenue	866,361,768,117	878,815,591,593
<i>In which</i>		
<i>Sales of bedding products</i>	505,908,738,594	521,500,815,236
<i>Sales of padding products</i>	262,368,040,097	253,215,597,204
<i>Sales of quilting products</i>	78,501,474,216	69,280,103,228
<i>Other sales</i>	19,076,994,595	34,529,755,025
<i>Scrap sales</i>	506,520,615	289,320,900
Less	(5,054,666,284)	(2,816,494,881)
Sales return	(821,166,454)	(2,816,494,881)
Trade discount	(4,233,499,830)	-
Net revenue	861,307,101,833	875,999,096,712
<i>In which:</i>		
<i>Sales to related parties (Note 30)</i>	5,499,212,608	7,974,628,828
<i>Sales to others</i>	855,807,889,225	868,024,467,884

23.2 Finance income

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Interest income	10,434,695,048	8,920,987,355
Foreign exchange gain	3,780,900,764	6,213,304,825
Dividend income	223,600,000	223,600,000
Others	-	45,211,936
	14,439,195,812	15,403,104,116

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended**24. COST OF GOODS SOLD**

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Cost of bedding products sold	374,273,840,033	370,749,278,599
Cost of padding products sold	136,563,985,175	141,536,538,977
Cost of quilting products sold	49,478,253,855	37,767,902,768
Other cost of sales	8,765,946,107	11,503,607,111
	<u>569,082,025,170</u>	<u>561,557,327,455</u>

25. FINANCE EXPENSES

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Interest expense	4,325,559,359	2,860,694,942
Foreign exchange losses	1,539,270,629	7,356,722,812
Other finance expense	15,368,986	722,400,990
	<u>5,880,198,974</u>	<u>10,939,818,744</u>

26. SELLING AND GENERAL AND ADMINISTRATIVE EXPENSES

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Selling expenses		
- Raw materials	2,504,655,564	1,302,557,467
- Labour costs	29,577,137,363	25,876,522,271
- Depreciation	2,632,355,455	4,800,696,850
- External services	38,706,700,582	28,896,292,104
- Others	8,693,687,530	13,694,814,442
	<u>82,114,536,494</u>	<u>74,570,883,134</u>
General and administrative expenses		
- Labour costs	56,527,222,459	39,791,458,717
- Depreciation	7,004,280,457	25,760,601,011
- External services	17,715,211,435	12,212,032,601
- Others	19,931,211,869	10,233,361,613
	<u>101,177,926,220</u>	<u>87,997,453,942</u>
	<u>183,292,462,714</u>	<u>162,568,337,076</u>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

27. OTHER INCOME AND EXPENSES

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Other income	4,323,488,385	644,243,607
Reimbursement of excise tax expense in previous years	4,087,927,679	-
Gain from penalty for breach of contracts	37,641,912	20,000,000
Gain from disposal of assets	-	281,043,851
Other income	197,918,794	343,199,756
Other expenses	361,533,427	4,106,247,811
Loss on disposal of assets	77,115,754	
Employees support expenses	-	601,492,750
Commissions	-	862,736,553
Other expenses	284,417,673	2,642,018,508
Other profit/(loss)	<u>3,961,954,958</u>	<u>(3,462,004,204)</u>

28. PRODUCTION AND OPERATING COSTS

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Materials	475,583,045,875	510,823,651,186
Labour costs	166,782,093,589	127,581,886,599
Depreciation and amortization	32,961,044,534	50,023,959,012
Expenses for external services	59,646,234,856	46,878,106,224
Other expenses	28,834,721,241	24,377,925,543
	<u>763,807,140,095</u>	<u>759,685,528,564</u>

29. CORPORATE INCOME TAX

The statutory corporate income tax ("CIT") applicable to the Company is 20% of taxable profits.

The tax returns filed by the Company are subject to examination by the tax authorities. As the application of tax laws and regulations is susceptible to varying interpretations, the amounts reported in the separate financial statements could change at a later date upon final determination by the tax authorities.

29.1 CIT expenses

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Current CIT expenses	28,541,011,464	34,736,417,147
Deferred tax income	(4,118,789,705)	-
	<u>24,422,221,759</u>	<u>34,736,417,147</u>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

29. CORPORATE INCOME TAX (continued)

29.1 CIT expense (continued)

The reconciliation between the profit before tax and taxable profit is presented below:

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Profit before tax	121,453,565,745	152,874,713,349
At CIT rate of 20% (previous year: 22%)	24,290,713,149	33,632,436,937
<i>Adjustments to increase:</i>	<i>3,016,609,175</i>	<i>1,369,081,674</i>
Expenses not eligible for CIT deduction	3,016,609,175	1,341,917,545
Additional provision for unemployment	-	27,164,129
<i>Adjustments to decrease:</i>	<i>(2,885,100,565)</i>	<i>(265,101,464)</i>
Temporary differences	(2,022,795,029)	-
Income not subject to CIT	(817,585,536)	-
Unrealised foreign exchange loss of cash and trade receivables of previous year	-	(6,190,925)
Unearned revenue	-	(10,400,000)
Unrealised foreign exchange gain of cash and trade receivables	-	(199,318,539)
Dividend received	(44,720,000)	(49,192,000)
CIT expense	<u>24,422,221,759</u>	<u>34,736,417,147</u>

29.2 Current tax

The current tax payable is based on taxable profit for the current year. The taxable profit of the Company for the year differs from the profit as reported in the separate income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are not taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted by the balance sheet date.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

29. CORPORATE INCOME TAX (continued)

29.3 Deferred tax

The following are the deferred tax assets and deferred tax liabilities recognised by the Company, and the movements thereon, during the current and previous years.

	<i>Separate balance sheet</i>		<i>Separate income statement</i>	
	<i>Ending balance</i>	<i>Beginning balance</i>	<i>Current year</i>	<i>Previous year</i>
Deferred tax assets				
Unearned revenue	117,768,182	-	117,768,182	-
Sale deduction not yet issued invoices	846,699,966	-	846,699,966	-
Provision for obsolete inventories	846,625,200	-	846,625,200	-
Provision for doubtful debts	1,876,607,625	-	1,876,607,625	-
Accrual for severance pay	704,533,956	-	704,533,956	-
	4,392,234,929	-	4,392,234,929	-
Deferred tax liabilities				
Unrealised foreign exchange gain of cash and trade receivables	(273,445,224)	-	(273,445,224)	-
	(273,445,224)	-	(273,445,224)	-
Net deferred tax assets	4,118,789,705	-		
Net deferred tax credit to separate income statement			4,118,789,705	-

30. TRANSACTIONS WITH RELATED PARTIES

Significant transactions of the Company with related parties during the year were as follows:

<i>Related parties</i>	<i>Relationship</i>	<i>Transactions</i>	<i>Currency: VND</i>	
			<i>Current year</i>	<i>Previous year</i>
Everpia Cambodia Limited Company	Subsidiary	Sales	5,499,212,608	7,974,628,828
Texpia Joint Stock Company	Associate	Loans	16,040,000,000	57,473,000,000
		Collection of loans	3,640,000,000	9,100,000,000
		Processing revenue	2,851,649,941	1,272,293,966
		Loan interest	4,157,661,832	689,460,500
		Liquidation of assets	400,000,000	-
		Services revenue	880,000,000	-
		Wiping and screen wiping cloth purchasing	809,950,000	-
		Revenue from cap selling for staffs	2,706,060	-

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

30. TRANSACTIONS WITH RELATED PARTIES (continued)

The terms and conditions of transactions with related parties

The sales and purchases transactions with related parties shall comply with the prices and the terms prevailing in the market.

The balance of accounts receivable and payable on 31 December 2016 is unsecured, interest-free and will be paid in cash. For the year ended on 31 December 2016, the Company has made an provision of VND 9,951,622,787 for doubtful debts relating to amounts owed by Everpia Cambodia Co., Ltd. (at 31 December 2015: Nil). This assessment is done for each year through examining the financial position of the related party and the relevant markets in which it operates.

Amounts due to and due from related parties at the balance sheet dates were as follows:

Related parties	Relationship	Transactions	Currency: VND	
			Current year	Previous year
Receivable (Note 6.1)				
Everpia Cambodia Co., Ltd	Subsidiary	Sale of goods	14,689,413,299	13,196,719,732
Texpia Joint Stock Company	Associate	Processing	1,206,407,784	269,682,885
			15,895,821,083	13,466,402,617
Other receivable (Note 8)				
Texpia Joint Stock Company	Associate	Loan interest	1,549,711,500	-
		Disposal of assets	330,000,000	-
		Providing services	400,000,000	-
			2,279,711,500	-
Receivable for short-term lending (Note 7)				
Texpia Joint Stock Company (*)	Associate	Loan	60,773,000,000	48,373,000,000
			60,773,000,000	48,373,000,000
Trade payables (Note 16)				
Texpia Joint Stock Company	Associate	Purchase of wiper	221,100,000	-
			221,100,000	-

(*) This is the loan to Texpia Joint Stock Company (previously known as Interamaru Vina Joint Stock Company) according to the contract in 2015 and 2016. These loans have maturity from 1 to 8 months with the interest of 6% per year, unsecured.

Transactions with other related parties

Remuneration to members of the Board of Directors and Management

	Currency: VND	
	Current year	Previous year
Salaries and bonus	15,644,586,829	15,199,292,436
	15,644,586,829	15,199,292,436

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (continued)
as at 31 December 2016 and for the year then ended

31. SEGMENT INFORMATION

The principal activities of the Company is manufacturing and trading of products of blankets, sheets, pillows, mattress and duvet. Revenue from sale of blankets, sheets, pillows, mattresses and cotton accounted for 97.78% of total revenue in the year. Besides, the production and business activities of the Company are mainly carried out in the territory of Vietnam. Therefore, the Company does not report on business segment and geographic segment.

32. EVENTS AFTER THE BALANCE SHEET DATE

Under Decision of Board of Directors No. 002/2017/HĐQT/NQ dated 16 March 2017, the Company decided to sell its capital in Everpia Cambodia Co., Ltd and stop contributing capital to Everpia Internaru Ltd.

There is no other matter or circumstance that has arisen since the balance sheet date that requires adjustment or disclosure in the consolidated financial statements of the Company and its subsidiary.

Nguyen Bao Ngoc
Preparer

Cho Yong Hwan
Deputy General Director
In charge of finance



Lee Jae Eun
General Director

29 March 2017

