

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



Vietnam Manufacturing and Export Processing (Holdings) Limited

越南製造加工出口(控股)有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 422)

ANNOUNCEMENT

UNAUDITED RESULTS

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021

Financial Highlights :

(expressed in US\$'million)

Nine months ended 30 September

	2021	2020	Change
	(Unaudited)	(Unaudited)	Amount
• Total revenue	69.0	56.4	12.6
• Gross profit	4.8	4.4	0.4
• Net loss after tax	(3.6)	(6.0)	2.4

Vietnam Manufacturing and Export Processing (Holdings) Limited (the “**Company**”) hereby announces the unaudited consolidated results of the Company and its subsidiaries (the “**Group**”) for the nine months ended 30 September 2021 in line with its current practice to publish the Group’s financial results quarterly and pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

By order of the Board of
**Vietnam Manufacturing and Export
Processing (Holdings) Limited**
Liu Wu Hsiung
Chairman

Hong Kong, 10 November 2021

As at the date of this announcement, the board of directors of the Company comprised three executive directors, namely Mr. Liu Wu Hsiung, Mr. Cheng Hsu Chi and Mr. Lin Chun Yu, three non-executive directors, namely Mr. Chiang Chin Yung, Mr. Chen Hsu Pin and Ms. Wu Li Chu and three independent non-executive directors, namely Ms. Lin Ching Ching, Ms. Wu Kwei Mei and Mr. Cheung On Kit Andrew.

Unaudited Consolidated Statement of Profit or Loss

For the nine months ended 30 September 2021

	Nine months ended 30 September	
	2021	2020
	<i>US\$</i>	<i>US\$</i>
Revenue	68,960,422	56,439,738
Cost of sales	<u>(64,185,750)</u>	<u>(52,018,244)</u>
Gross profit	<u>4,774,672</u>	<u>4,421,494</u>
Other income	193,355	502,808
Distribution costs	(4,057,499)	(3,568,233)
Technology transfer fees	(496,596)	(428,884)
Administrative and other operating expenses	<u>(5,040,143)</u>	<u>(5,497,863)</u>
Results from operating activities	<u>(4,626,211)</u>	<u>(4,570,678)</u>
Finance income	1,471,696	1,634,132
Finance costs	<u>(54,880)</u>	<u>(587,669)</u>
Net finance income	<u>1,416,816</u>	<u>1,046,463</u>
Impairment loss on other property, plant and equipment and prepayments for other property, plant and equipment	(349,301)	(2,510,847)
Share of (loss)/profit of an associate	<u>(7,773)</u>	<u>9,796</u>
	<u>(357,074)</u>	<u>(2,501,051)</u>
Loss before taxation	(3,566,469)	(6,025,266)
Income tax expense	<u>12,639</u>	<u>(435)</u>
Loss for the period	<u>(3,553,830)</u>	<u>(6,025,701)</u>
Loss for the period attributable to:		
Equity shareholders of the Company	(3,553,829)	(6,025,698)
Non-controlling interests	<u>(1)</u>	<u>(3)</u>
	<u>(3,553,830)</u>	<u>(6,025,701)</u>

Unaudited Consolidated Statement of Profit or Loss

For the nine months ended 30 September 2021 (continued)

	Nine months ended 30 September	
	2021	2020
	US\$	US\$
Loss for the period	<u>(3,553,830)</u>	<u>(6,025,701)</u>
Other comprehensive income for the period (after tax)		
<i>Item that may be reclassified subsequently to profit or loss:</i>		
Exchange differences on translation of financial statements of overseas subsidiaries	<u>676,666</u>	<u>842,675</u>
Total comprehensive income for the period	<u>(2,877,164)</u>	<u>(5,183,026)</u>
Total comprehensive income for the period attributable to:		
Equity shareholders of the Company	(2,877,163)	(5,183,023)
Non-controlling interests	<u>(1)</u>	<u>(3)</u>
	<u>(2,877,164)</u>	<u>(5,183,026)</u>

Note:

The Group's unaudited consolidated results for the nine months ended 30 September 2021 has been approved for issue by the board of directors of the Company on 10 November 2021. The third quarterly results has been prepared in accordance with all applicable International Financial Reporting Standards issued by the International Accounting Standards Board, and has also adopted the same accounting policies as disclosed in the last annual report for the year ended 31 December 2020.

Unaudited Consolidated Statement of Financial Position

At 30 September 2021

	At 30 September 2021 US\$	At 31 December 2020 US\$
Non-current assets		
Investment property	4,210,986	4,168,310
Other property, plant and equipment	2,965,408	3,035,417
Interest in an associate	581,219	580,039
Deferred tax assets	<u>126,819</u>	<u>87,913</u>
	7,884,432	7,871,679
Current assets		
Inventories	26,964,456	25,415,896
Trade receivables, other receivables and prepayments	18,475,408	24,797,444
Current tax recoverable	-	31,851
Cash and bank balances	<u>51,520,217</u>	<u>49,078,816</u>
	96,960,081	99,324,007
Current liabilities		
Trade and other payables	12,476,635	17,352,943
Bank loans	35,976,507	30,529,160
Lease liabilities	17,099	39,800
Current tax payable	-	1,764
Provisions	<u>1,075,949</u>	<u>1,100,406</u>
	49,546,190	49,024,073
Net current assets	<u>47,413,891</u>	<u>50,299,934</u>
Total assets less current liabilities	<u>55,298,323</u>	<u>58,171,613</u>
Non-current liabilities		
Lease liabilities	<u>703,817</u>	<u>699,943</u>
NET ASSETS	<u>54,594,506</u>	<u>57,471,670</u>

Unaudited Consolidated Statement of Financial Position

At 30 September 2021 (continued)

	At 30 September 2021 US\$	At 31 December 2020 US\$
Capital and reserves		
Share capital	1,162,872	1,162,872
Reserves	<u>53,427,324</u>	<u>56,304,487</u>
Total equity attributable to equity shareholders of the Company	54,590,196	57,467,359
Non-controlling interests	<u>4,310</u>	<u>4,311</u>
TOTAL EQUITY	<u>54,594,506</u>	<u>57,471,670</u>

Unaudited Condensed Consolidated Cash Flow Statement

For the nine months ended 30 September 2021

	Nine months ended 30 September	
	2021	2020
	US\$	US\$
Net cash (used in)/generated from operating activities	(4,061,915)	3,358,989
Net cash (used in)/generated from investing activities	(7,103,543)	16,194
Net cash generated from/(used in) financing activities	<u>4,746,931</u>	<u>(2,941,556)</u>
Net (decrease)/increase in cash and cash equivalents	(6,418,527)	433,627
Cash and cash equivalents at the beginning of the period	15,748,526	19,016,628
Effect of foreign exchange rate changes	<u>633,990</u>	<u>842,675</u>
Cash and cash equivalents at the end of the period	<u>9,963,989</u>	<u>20,292,930</u>