NOVELIS VIETNAM COMPANY LIMITED

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

NOVELIS VIETNAM COMPANY LIMITED

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

TABLE OF CONTENTS

	PAGE
Corporate information	1
Statement by the General Manager	2
Independent auditor's report	3
Balance sheet (Form B 01/CDHĐ – DNKLT)	5
Income statement (Form B 02 – DN)	7
Cash flow statement (Form B 03 – DN)	8
Notes to the financial statements (Form B 09/CDHĐ – DNKLT)	9

NOVELIS VIETNAM COMPANY LIMITED

CORPORATE INFORMATION

Investment registration certificate	No. 8703080842 dated 23 April 2018 The investment registration certificate and its subsequent amendments were issued by the Board of Management of Vietnam Singapore Industrial Park for a period of 46 years from the date of the initial investment registration certificate dated 6 August 2012.
Enterprise registration certificate	No. 3702086500 dated 6 August 2012 which was initially issued by the Department of Planning and Investment of Binh Duong Province with the latest 8th amendment dated 10 February 2020.
Legal representative	Mr. Sang Youn So General Manager
Registered office	No. 3 VSIP II-A, Street 19 Vietnam - Singapore Industrial Zone II-A Tan Uyen Town, Binh Duong Province, Vietnam
Auditor	PwC (Vietnam) Limited

NOVELIS VIETNAM COMPANY LIMITED

STATEMENT OF RESPONSIBILITY OF THE GENERAL MANAGER OF THE COMPANY IN RESPECT OF THE FINANCIAL STATEMENTS

The General Manager of Novelis Vietnam Company Limited ("the Company") is responsible for preparing financial statements which give a true and fair view of the financial position of the Company as at 31 March 2021, and the results of its operations and its cash flows for the year then ended. In preparing these financial statements, the General Manager is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent; and
- prepare the financial statements on a non-going concern basis as set out in Note 2 to the financial statements.

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

APPROVAL OF THE FINANCIAL STATEMENTS

I hereby approve the accompanying financial statements as set out on pages 5 to 20 which give a true and fair view of the financial position of the Company as at 31 March 2021 and of the results of its operations and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of financial statements.

M.S.D.N: 3702086500 - C.T.T.N.H.H
CÔNG TY TNHH NOVELIS VIỆT NAM

Sang Youn So
General Manager

Binh Duong province, SR Vietnam
14 May 2021

pwc

INDEPENDENT AUDITOR'S REPORT
TO THE OWNER OF NOVELIS VIETNAM COMPANY LIMITED

We have audited the accompanying financial statements of Novelis Vietnam Company Limited ("the Company") which were prepared on 31 March 2021 and approved by the General Manager of the Company on 14 May 2021. The financial statements comprise the balance sheet as at 31 March 2021, the income statement, the cash flow statement for the year then ended and explanatory notes to the financial statements including significant accounting policies, as set out on pages 5 to 20.

Responsibility of the General Manager

The General Manager of the Company is responsible for the preparation and the true and fair presentation of these financial statements of the Company in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of financial statements; and for such internal control which the General Manager determines as necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including an assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and true and fair presentation of the 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 the General Manager, as well as evaluating the overall presentation of the financial statements.

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

PwC (Vietnam) Limited
8th Floor, Saigon Tower, 29 Le Duan Street, District 1, Ho Chi Minh City, Vietnam
T: +84 (28)38230796, www.pwc.com/vn

Auditor's Opinion

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

Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 16 to the financial statements, which describes the Company's contingent tax obligations relating to the Conclusion of Inspection No. 235/KL-TCHQ dated 11 January 2017, which was conducted by the General Department of Vietnam Customs ("the Conclusion") in relation to the use of invalid invoices or expired invoices in purchasing aluminium scraps from suppliers; and the import and export tax declarations during the period from 2013 to 2016 was not in accordance with the regulations and guidance of the Ministry of Finance. The Company disagreed with the Conclusion and as at the approval date of these financial statements, the Company has been in the process of clarifying its petition with the authorities.

Basis of Accounting

We draw attention to Note 2.1 to the financial statements, which describes the basis of accounting. The financial statements are prepared on a non-going concern basis of accounting. Adjustments have been made in the financial statements to reduce assets to their estimated recoverable values and to provide for liabilities arising from the cessation of operations.

Other Matter

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

For and on behalf of PwC (Vietnam) Limited

M.S.D.N: 0100157406-C.T.T.N.H.H
CÔNG TY TNHH PWC (VIỆT NAM)
QUẬN 1 - T.P HỒ CHÍ MINH

Trieu Nguyen Duy
Audit Practising Licence No.
3022-2019-006-1
Authorised signatory

Lai Hung Phuong
Audit Practising Licence No.
2432-2018-006-1

Report reference number: HCM10874
Ho Chi Minh City, 14 May 2021

NOVELIS VIETNAM COMPANY LIMITED

Form B 01/CDHĐ – DNKLT

BALANCE SHEET

Code	ASSETS	Note	As at 31 March 2021 VND	As at 31 March 2020 VND
100	**ASSETS**		**120,071,796,414**	**137,955,880,360**
110	**Cash**	3	**231,722,751**	**185,000,720**
111	Cash		231,722,751	185,000,720
130	**Receivables**		**24,784,590,522**	**28,238,906,389**
131	Trade accounts receivable	15(b)	24,605,582,522	28,118,710,389
132	Prepayments to suppliers		64,812,000	-
137	Other receivables		114,196,000	120,196,000
140	**Inventories**		**22,940,000**	**372,891,239**
150	**Fixed assets**		**40,651,884,085**	**54,583,564,041**
151	Tangible fixed assets	4(a)	23,641,738,654	37,120,753,590
153	Intangible fixed assets	4(b)	17,010,145,431	17,462,810,451
180	**Other assets**		**54,380,659,056**	**54,575,517,971**
181	Prepaid expenses		-	93,478,613
182	Value added tax ("VAT") to be reclaimed	6(a)	53,540,665,150	53,360,806,300
183	Tax and other receivables from the State	6(a)	839,993,906	839,993,906
185	Deferred income tax assets		-	281,239,152

The notes on pages 9 to 20 are an integral part of these financial statements.

BALANCE SHEET
(continued)

Code	RESOURCES	Note	As at 31 March 2021 VND	As at 31 March 2020 VND
300	**LIABILITIES**		**34,872,616,817**	**36,261,993,732**
311	Trade accounts payable	5	33,831,960,990	34,275,791,685
313	Tax and other payables to the State	6(b)	-	12,937,460
315	Accrued expenses	7	1,040,655,827	1,962,820,427
319	Other payables		-	10,444,160
400	**OWNER'S EQUITY**		**85,199,179,597**	**101,693,886,628**
410	**Capital and reserves**		**85,199,179,597**	**101,693,886,628**
411	Owner's capital	8, 9	20,820,000,000	20,820,000,000
421	Undistributed earnings	9	64,379,179,597	80,873,886,628
421a	*- Undistributed post-tax profits of previous years*		*80,873,886,628*	*93,928,542,322*
421b	*- Post-tax loss of current year*		*(16,494,707,031)*	*(13,054,655,694)*
440	**TOTAL RESOURCES**		**120,071,796,414**	**137,955,880,360**

Tran Thi My Linh
Preparer/Chief Accountant

CÔNG TY TNHH NOVELIS VIỆT NAM

Sang Youn So
General Manager
14 May 2021

The notes on pages 9 to 20 are an integral part of these financial statements.

NOVELIS VIETNAM COMPANY LIMITED

Form B 02 – DN

INCOME STATEMENT

Code		Note	Year ended 31 March 2021 VND	2020 VND
21	Financial income		160,517,301	6,471,674
22	Financial expenses		(17,717,136)	(336,288,378)
26	General and administration expenses	11	(2,716,075,935)	(6,830,035,863)
30	**Net operating loss**		**(2,573,275,770)**	**(7,159,852,567)**
31	Other income		146,157,976	-
32	Other expenses	12	(13,786,350,083)	(5,781,165,767)
40	**Net other expenses**		**(13,640,192,107)**	**(5,781,165,767)**
50	**Net accounting loss before tax**		**(16,213,467,877)**	**(12,941,018,334)**
51	**Business income tax ("BIT") - current**	13	**-**	**-**
52	**BIT - deferred**	13	**(281,239,154)**	**(113,637,360)**
60	**Net loss after tax**		**(16,494,707,031)**	**(13,054,655,694)**

Tran Thi My Linh
Preparer/Chief Accountant

CÔNG TY TNHH NOVELIS VIỆT NAM
M.S.D.N: 3702086500 - C.T.T.N.H.H
T.X TÂN UYÊN - TỈNH BÌNH DƯƠNG

Sang Youn So
General Manager
14 May 2021

The notes on pages 9 to 20 are an integral part of these financial statements.

NOVELIS VIETNAM COMPANY LIMITED

Form B 03 – DN

CASH FLOW STATEMENT
(Indirect method)

Code		Note	Year ended 31 March 2021 VND	2020 VND
	CASH FLOWS FROM OPERATING ACTIVITIES			
01	**Net accounting loss before tax**		**(16,213,467,877)**	**(12,941,018,334)**
	Adjustments for:			
02	Depreciation, amortisation and adjustments of fixed assets		12,330,341,164	6,012,412,382
03	Provisions		-	(720,240,025)
04	Unrealised foreign exchange (gains)/losses		(155,095,370)	148,764,374
05	Losses/(profits) from investing activities		1,182,235,802	(21,674)
08	**Operating loss before changes in working capital**		**(2,855,986,281)**	**(7,500,103,277)**
09	Decrease in receivables		2,632,959,297	5,301,879,942
10	Decrease in inventories		349,951,239	-
11	(Decrease)/increase in payables		(597,580,378)	884,799,909
12	Decrease in prepaid expenses		93,478,613	313,900,821
20	**Net cash outflows from operating activities**		**(377,177,510)**	**(999,522,605)**
	CASH FLOWS FROM INVESTING ACTIVITIES			
22	Proceeds from disposals of fixed assets		419,090,910	-
27	Interest received		12,080	21,674
30	**Net cash inflows from investing activities**		**419,102,990**	**21,674**
50	**Net increase/(decrease) in cash**		**41,925,480**	**(999,500,931)**
60	**Cash at beginning of year**	3	**185,000,720**	**1,196,309,202**
61	Effect of foreign exchange differences		4,796,551	(11,807,551)
70	**Cash at end of year**	3	**231,722,751**	**185,000,720**

During the year, the major non-cash transaction was adjustments to reduce the value of fixed assets, amounting to VND6,358,878,894 (Note 4(a)).

Tran Thi My Linh
Preparer/Chief Accountant

CÔNG TY TNHH NOVELIS VIỆT NAM

Sang Youn So
General Manager
14 May 2021

The notes on pages 9 to 20 are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1 GENERAL INFORMATION

Novelis Vietnam Company Limited ("the Company") was established in SR Vietnam pursuant to the initial investment registration certificate No. 8703080842 dated 6 August 2012 which was issued by the Board of Management of Vietnam Singapore Industrial Park for a period of 46 years from the date of the initial investment registration certificate.

The Company is a one-member limited liability company, wholly owned by Novelis Inc. ("the parent company"), a company incorporated in Canada.

The principal activities of the Company are:

- Recycling used aluminium beverage cans (the Company is not allowed to establish its facilities to directly collect used beverage cans);
- Implementing the export right of goods having HS code of 7602000020 produced by the Company and purchased from suppliers in Viet Nam; and
- Implementing the import right the wholesale distribution right (without establishment of a wholesale location) and the retail distribution right (without establishment of a retail location) of goods having the HS code of 7606121000.

The normal business cycle of the Company is 12 months.

As at 31 March 2021 and 31 March 2020, the Company had one employee.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation of financial statements

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

Pursuant to the intention of the Company's owner to close the business, the Company changed the basis of accounting used in the preparation of the financial statements from the going concern basis of accounting to the non-going concern basis of accounting. Adjustments have been made in the financial statements to reduce assets to their estimated realisable values and to provide for liabilities arising from the cessation of operations.

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

The financial statements in the Vietnamese language are the official statutory financial statements of the Company. The financial statements in the English language have been translated from the Vietnamese version.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.2 Significant changes in the Company's accounting policies applied

The significant changes are applied to the accounting basis of preparation of financial statements which changes from the going concern basis of accounting to the non-going concern basis of accounting.

2.3 Fiscal year

The Company's fiscal year is from 1 April to 31 March.

2.4 Currency

The financial statements are measured and presented using Vietnamese Dong ("VND"). The Company determines its accounting currency based on the currency which is mainly used in sales of goods, which has a significant impact on selling prices of goods, which is normally used for listing selling prices and receiving payments; which is mainly used in purchases of goods or services, which has a significant impact on cost of labor, materials and other production or operating costs and normally used as payments of those costs.

In addition, the Company also uses this currency to raise financial resources and regularly collects this currency from business operations and savings.

2.5 Exchange rates

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction dates. Foreign exchange differences arising from these transactions are recognised in the income statement.

Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are respectively translated at the buying and selling exchange rates at the balance sheet date of the commercial bank where the Company regularly transacts. Foreign currencies deposited in bank at the balance sheet date are translated at the buying exchange rate of the commercial bank where the Company opens its foreign currency accounts. Foreign exchange differences arising from these translations are recognised in the income statement.

2.6 Cash

Cash comprises cash in banks.

2.7 Receivables

Receivables represent trade receivables from customers arising from sales of goods or non-trade receivables from others and are stated at the lower of cost and net estimated recoverable value.

2.8 Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined by weighted average method and includes all costs of purchase and other costs incurred in bringing the inventories to their present location and condition. Net realisable value is the estimated selling price in the normal course of business, less the estimated costs of completion and selling expenses.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.9 Fixed assets

Tangible and intangible fixed assets

Fixed assets are stated at the lower of net book value and net estimated recoverable value. Historical cost includes expenditure that is directly attributable to the acquisition of the fixed assets bringing them to suitable conditions for their intended use. Expenditure incurred subsequently which has resulted in an increase in the future economic benefits expected to be obtained from the use of fixed assets, can be capitalised as an additional historical cost. Otherwise, such expenditure is charged to the income statement when incurred.

Depreciation and amortisation

Fixed assets are depreciated and amortised using the straight-line method so as to write off the historical cost of the fixed assets over their estimated useful lives. The estimated useful lives of each asset class are as follows:

Plant and buildings	20 - 40 years
Machinery and equipment	5 - 10 years
Motor vehicles	10 years
Office equipment	7 years
Software	3 years

Land use rights with a definite useful life are recorded in accordance with the terms indicated in the land use rights certificate issued by the Board of Management of Vietnam Singapore Industrial Park on 20 September 2013 and amortised using the straight-line method over 46 years in accordance with such land use rights certificates.

Disposals

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

2.10 Prepaid expenses

Prepaid expenses are recorded at historical cost and allocated to expenses on the straight-line basis over their estimated useful lives.

2.11 Payables

Classifications of payables are based on their nature as follows:

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

2.12 Accrued expenses

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

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.13 Provisions

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

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

2.14 Capital and reserves

Owner's capital is recorded according to actual amount contributed.

Undistributed earnings record the Company's results after business income tax at the reporting date.

2.15 Interest income

Interest income is recognised on an earned basis.

2.16 Financial expenses

Financial expenses are expenses incurred in the year for financial activities mainly including losses from foreign exchange differences.

2.17 General and administration expenses

General and administration expenses represent expenses that are incurred for administrative purposes.

2.18 Current and deferred income tax

Income tax includes all income tax which are based on taxable profits including profits generated from production and trading activities in other countries with which the Socialist Republic of Vietnam has not signed any double taxation agreement. Income tax expense comprises current tax expense and deferred tax expense.

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

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.18 Current and deferred income tax (continued)

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

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

2.19 Related parties

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

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

2.20 Accounting estimates

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

The areas involving significant estimates and assumptions are estimation of the realisable values of fixed assets (Note 4).

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

3 CASH

	2021 VND	2020 VND
Cash in banks	231,722,751	185,000,720

4 FIXED ASSETS

(a) Tangible fixed assets

	Plant and buildings VND	Machinery VND	Motor vehicles VND	Office equipment VND	Total VND
Historical cost					
As at 1 April 2020	38,494,164,122	26,382,238,773	5,145,504,717	4,232,241,886	**74,254,149,498**
Disposals	-	(861,908,508)	(5,145,504,717)	-	**(6,007,413,225)**
Adjustments (Note 12) (*)	-	(6,358,878,894)	-	-	**(6,358,878,894)**
As at 31 March 2021	38,494,164,122	19,161,451,371	-	4,232,241,886	**61,887,857,379**
Accumulated depreciation					
As at 1 April 2020	13,657,709,351	16,260,908,550	3,428,661,742	3,786,116,265	**37,133,395,908**
Charge for the year	2,237,703,319	2,546,784,924	432,988,770	301,320,237	**5,518,797,250**
Disposals	-	(544,423,921)	(3,861,650,512)	-	**(4,406,074,433)**
As at 31 March 2021	15,895,412,670	18,263,269,553	-	4,087,436,502	**38,246,118,725**
Net book value					
As at 1 April 2020	24,836,454,771	10,121,330,223	1,716,842,975	446,125,621	**37,120,753,590**
As at 31 March 2021	22,598,751,452	898,181,818	-	144,805,384	**23,641,738,654**

(*) Adjustments have been made to reduce assets to their estimated recoverable values following the changes to non-going concern basis of accounting.

Historical cost of fully depreciated tangible fixed assets of the Company but still in use as at 31 March 2021 was VND3,799,680,242 (as at 31 March 2020: VND914,389,791).

4 FIXED ASSETS (continued)

(b) Intangible fixed assets

	Land use rights VND	Software VND	Total VND
Historical cost			
As at 1 April 2020 and 31 March 2021	20,843,966,666	315,818,355	**21,159,785,021**
Accumulated amortisation			
As at 1 April 2020	3,381,156,215	315,818,355	**3,696,974,570**
Charge for the year	452,665,020	-	**452,665,020**
As at 31 March 2021	3,833,821,235	315,818,355	**4,149,639,590**
Net book value			
As at 1 April 2020	17,462,810,451	-	**17,462,810,451**
As at 31 March 2021	17,010,145,431	-	**17,010,145,431**

Historical cost of fully depreciated intangible fixed assets of the Company but still in use as at 31 March 2021 and 31 March 2020 was VND315,818,355.

5 TRADE ACCOUNTS PAYABLE

	2021 VND	2020 VND
Third parties	348,009,348	12,805,350
Related parties (Note 15(b))	33,483,951,642	34,262,986,335
	33,831,960,990	34,275,791,685

6 TAX AND OTHER RECEIVABLES FROM / PAYABLES TO THE STATE

	As at 1.4.2020 VND	Increase VND	Decrease VND	As at 31.3.2021 VND
(a) Receivables				
VAT to be reclaimed	53,360,806,300	236,383,738	(56,524,888)	53,540,665,150
BIT	839,993,906	-	-	839,993,906
	54,200,800,206	236,383,738	(56,524,888)	54,380,659,056
(b) Payables				
Personal income tax	12,937,460	162,934,710	(175,872,170)	-
VAT	-	56,524,888	(56,524,888)	-
	12,937,460	219,459,598	(232,397,058)	-

7 ACCRUED EXPENSES

	2021 VND	2020 VND
Professional fees	1,007,055,827	1,926,720,427
Others	33,600,000	36,100,000
	1,040,655,827	1,962,820,427

8 OWNER'S CAPITAL

	Charter capital		Amount contributed
	USD	%	USD
Novelis Inc.	1,000,000	100	1,000,000

Pursuant to the investment registration certificate No. 8703080842 dated 23 April 2018, the charter capital of the Company of US$1,000,000, equivalent to VND20,820,000,000 as translated using the exchange rate at the time of contribution, which has been fully contributed. The investment capital of the project is US$4,875,000.

9 MOVEMENTS IN OWNER'S EQUITY

	Owner's capital VND	Undistributed earnings VND	Total VND
As at 1 April 2019	20,820,000,000	93,928,542,322	**114,748,542,322**
Net loss for the year	-	(13,054,655,694)	**(13,054,655,694)**
As at 31 March 2020	20,820,000,000	80,873,886,628	**101,693,886,628**
Net loss for the year	-	(16,494,707,031)	**(16,494,707,031)**
As at 31 March 2021	20,820,000,000	64,379,179,597	**85,199,179,597**

10 OFF BALANCE SHEET ITEMS

Foreign currencies

As at 31 March 2021, included in cash was balances held in foreign currencies of US$379.94 (as at 31 March 2020: US$1,029.94).

11 GENERAL AND ADMINISTRATION EXPENSES

	2021 VND	2020 VND
Staff costs	1,067,281,578	4,014,563,197
External service expenses	1,022,815,879	1,283,490,728
Professional fees	437,302,534	1,230,546,840
Depreciation	113,565,007	231,246,615
Others	75,110,937	70,188,483
	2,716,075,935	6,830,035,863

12 OTHER EXPENSES

	2021 VND	2020 VND
Depreciation of idle fixed assets	5,857,897,260	5,781,165,767
Reduction in fixed asset values (Note 4(a))	6,358,878,894	-
Losses on disposal of fixed assets	1,182,247,881	-
Others	387,326,048	-
	13,786,350,083	5,781,165,767

13 BUSINESS INCOME TAX ("BIT")

The BIT on the Company's accounting loss before tax differs from the theoretical amount that would arise using the applicable tax rate of 20% as follows:

	2021 VND	2020 VND
Net accounting loss before tax	(16,213,467,877)	(12,941,018,334)
Tax calculated at a rate of 20%	(3,242,693,575)	(2,588,203,667)
Effect of:		
Expenses not deductible for tax purposes	2,443,355,231	1,156,233,153
Tax losses for which no deferred income tax asset was recognised	1,080,577,498	1,545,607,874
BIT charge (*)	281,239,154	113,637,360
Charged to the income statement:		
BIT – current	-	-
BIT – deferred	281,239,154	113,637,360

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

14 COSTS OF OPERATION BY FACTOR

	2021 VND	2020 VND
Staff costs	1,067,281,578	4,014,563,197
External service expenses	1,022,815,879	1,283,490,728
Professional fees	437,302,534	1,230,546,840
Depreciation	113,565,007	231,246,615
Others	75,110,937	70,188,483
	2,716,075,935	6,830,035,863

15 RELATED PARTY DISCLOSURES

The Company is controlled by Novelis Inc., which owns 100% of the Company's charter capital.

During the year, the Company had transactions and balances with following related parties:

Name	Relationship
Novelis Inc.	Parent company
Novelis Korean Limited	Fellow group subsidiary
Novelis Corporation	Fellow group subsidiary

(a) Related party transactions

During the year, the major transactions were carried out with related parties as follows:

	2021 VND	2020 VND
Compensation of key management		
Gross salaries and other benefits	-	1,867,124,315

(b) Year end balances with related parties

	2021 VND	2020 VND
(i) Trade accounts receivable		
Novelis Korea Limited	24,605,582,522	28,118,710,389
(ii) Trade accounts payable (Note 5)		
Novelis Korea Limited	26,915,053,672	27,540,683,679
Novelis Inc.	4,326,211,368	4,427,485,294
Novelis Corporation	2,242,686,602	2,294,817,362
	33,483,951,642	34,262,986,335

16 CONTINGENT LIABILITIES

On 11 January 2017, the General Department of Vietnam Customs issued the Customs Audit Conclusion No. 235/KL-TCHQ ("the Conclusion") in relation to the use of invalid invoices and expired invoices in purchasing aluminium scraps from suppliers, claiming of input VAT on these invoices for a value of VND47,204,237,260; and the import and export tax declarations during the period from 2013 to 2016 was not in accordance with the regulations and guidance of the Ministry of Finance.

16 CONTINGENT LIABILITIES (continued)

The Company expressed their disagreement with the Conclusion of the General Department of Vietnam Customs and lodged an Official Letter No. NV-22022017 dated 22 February 2017 in order to appeal against the above matters according to the Conclusion of the General Department of Vietnam Customs.

According to Decision No. 01/QĐ-TDM dated 11 February 2017 from Thu Dau Mot Customs Department of Binh Duong province ("the Decision"), the Company was imposed export duty on export goods, amounting to VND5.8 billion and an administrative fine. The Company disagreed with the Decision but paid these amounts in advance on 8 May 2017, and is continuing to appeal to the Binh Duong Customs Department.

As at the approval date of these financial statements, the Company was in the process of clarifying its petition with the authorities. The Company's General Manager is of the view that the potential tax liabilities relating to the Conclusion of the General Department of Vietnam Customs, if any, have not yet been identified, and it is therefore uncertain whether or not the Company will have to pay any additional tax.

17 TAX FINALISATIONS

On 7 March 2017, the Company received Decision No. 773/QĐ-CT from the Binh Duong Tax Department, regarding a tax audit on BIT and value added tax for the years from 2012 to 2016.

Pursuant to Announcement No. 7275a/TB-CT dated 28 April 2017, however, the Binh Duong Tax Department advised the temporary cessation of the tax audit until the next announcement for the resumption of the tax audit. Currently, the Company is still working with authorities to provide supporting documents for further investigation.

As at the approval date of these financial statements, the tax audit has not yet commenced.

18 COMPARATIVE FIGURES

In 2021, the Company changed the accounting basis of preparation of financial statements from the going concern basis of accounting to the non-going concern basis of accounting. Therefore, the figures are not comparable.

The financial statements were approved by the General Manager on 14 May 2021.

Tran Thi My Linh
Preparer/Chief Accountant

Sang Youn So
General Manager