Lao Cement Public Company

Interim Financial Statements (Unaudited)

For the nine-month period ended 30September 2021

Lao Cement Public Company

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GENERALINFORMATION

THECOMPANY

LaoCementPublicCompany("theCompany"),formerlyknownasLaoCementCo.,Ltd,was establishedinaccordancewiththe ArticleofAssociationsignedinVientianeLaoson15th December 1998by LaoAgriculture-ForestryDevelopmentandServiceCompany("Party A")andChinaYunnan CorporationforInternationalTechno-EconomicCooperation("PartyB").

On6thDecember1999,theCompanyreceiveditsfirst BusinessLicenceNo.1154/BLOissuedbythe MinistryofIndustryandCommerce,whichallowedtheCompanytooperateincementandother relatedcementproductsfordomesticconsumptionandexport.

TheCompanyalsoobtainedthefollowingamendedBusinessLicenses:

BusinessLicense	*Date*
0078/BLO	5 April2006
1719/BLO	26February2009
0244/BLO	20February2012
1436/BLO	15November2012
791/BLO	13November2015
1016/BLO	5December2016
0247/BLO	24March2017
0688/BLO	2 August2017
0160/BLO	20February2018

Duringtheyear,theprincipalactivitiescarriedoutbytheCompanyare:

- ►Productionofcementandotherrelatedcementproducts;
- ►Wholesaleandretailofcementandotherrelatedcementproductsfordomesticconsumptionand export.

TheCompany'sregisteredheadofficeisatNongbonRoad,NongbonVillage,XaysetthaDistrict, Vientiane Capital,LaoPDR.TheCompanyalsohasVangviengCement PlantNo.IIIlocatedin Vangviengprovince,LaoPDR.

THEBOARDOFDIRECTORS

ThemembersoftheBoardofDirectorsduringtheyearandasatthedateofthisreportare:

Name	*Position*	*Dateofappointment*
Mr.LiuWei	Chairman	Resignedon23June2020
Mr.YangChunYin	Chairman	Appointedon 23June2020
Mr.BounpengBuophanh	Vicechairman	Resignedon23June2020
Mr.VanthongSitthikoun	Vicechairman	Appointedon 23June2020
Mr.ZhangLi	Member	
Mr.LiMing	Member	Resignedon23June2020
Mr.OuYangJiYong	Member	Appointedon 23June2020
Mr.JieYaoqi	Member	
Mr.KhambonXaylaovong	Member	
Mr.ThongponKingkhamphet	Member	Resignedon23June2020
Mr.VichitSouvannalad	Member	Appointedon 23June2020
Mr.XiaoJie	Independentmember	
Mr.LiChunBo	Independentmember	
Mr.VongvichitKeovongkot	Independentmember	

GENERALINFORMATION(continued)

THECOMPANY'SMANAGEMENT

ThemembersoftheCompany'smanagementduringthe yearandatthedateofthisreportare:

Name	*Position*	*Dateofappointment*
Mr.ZhangLi	GeneralDirector	
Mr.VichitSouvannalad	DeputyDirector	Appointedon23June2020
Mr.LiuWei	Director	Resignedon23June2020
Mr.BounpengBouaphanh	Director	Resignedon23June2020
Mr.LiMing	Director	Resignedon23June2020
Mr.JieYaoqi	Director	
Mr.KhambonXaylaovong	Director	
Mr.ThongponKingkhamphet	Director	Resignedon23June2020
Mr.XiaoJie	Director	
Mr.LiChunBo	Director	
Mr.VongvichitKeovongkot	Director	

AUDITCOMMITTEE

ThemembersoftheCompany'saudit committeeduringtheyearandat thedateofthisreportare:

Mr.XiaoJie	Chairman
Mr.LiChunBo	Member
Mr.VongvichitKeovongkot	Member

LEGAL REPRESENTATIVE

The legal representative of the Company during the year and at the date of this report is Mr. Zhang Li, General Director.

Lao Cement Public Company

BALANCE **SHEET**(Unaudited)
as at 30 September 2021

	Notes	*30September 2021* LAK	*31 December 2020* LAK
ASSETS			
Non-current assets			
Property, plant and equipment	4	10,558,776,459	15,738,565,771
Construction in progress	5	6,822,689,571	6,820,639,571
Intangible assets		328,548,475	328,548,475
Other non-current assets	6	-	241,960,000
Total non-current assets		**17,710,014,505**	**23,129,713,817**
Current assets			
Other current assets	7	-	190,460,000
Inventories	8	22,144,089,273	25,590,188,553
Other receivables	9	-3,937,739,700	121,947,501
Advances to suppliers		-	-
Trade receivables	10	20,356,825,750	29,609,461,429
Short-term investments			
Cash	11	525,129,427	3,416,095,713
Total current assets		**39,088,304,750**	**58,928,153,196**
TOTAL ASSETS		**56,798,319,255**	**82,057,867,013**
LIABILITIES AND EQUITY			
Current liabilities			
Borrowings	12	2,005,000,000	8,000,000,000
Trade payables		7,481,034,077	4,751,971,174
Advance from customers		-	152,773,000
Amounts due to related parties	25		5,834,035,151
Statutory obligations	13	5,222,676,690	5,170,698,904
Payables to employees		10,327,402,408	11,682,408,305
Other payables	14	15,263,876,322	13,645,892,549
Total current liabilities		**40,299,989,497**	**49,237,779,083**
TOTAL LIABILITIES		**40,299,989,497**	**49,237,779,083**
Equity			
Contributed legal capital	15	20,002,000,000	20,002,000,000
Share premium		18,385,975,511	18,385,975,511
Legal reserve		7,704,052,546	7,704,052,546
Plant expansion reserve		18,549,465,596	18,549,465,596
Retained earnings		(48,143,163,893)	(31,821,405,723)
Total equity		**16,498,329,758**	**32,820,087,930**
TOTAL LIABILITIES AND EQUITY		**56,798,319,255**	**82,057,867,013**

Zhang Li
General Director
Vientiane, Lao PDR

VixayDouangsavath
Deputy of Accounting – Finance Department

10 November 2021

Lao Cement Public Company

INCOME STATEMENT(Unaudited)
for the ended 30 September 2021

	Notes	*30 September 2021* LAK	*30 September 2020* LAK
Revenue from sale of goods	16	-	1,542,344,729
Cost of goods sold	17	(2,146,036,537)	(6,493,797,648)
Gross (loss)/profit		**(2,146,036,537)**	**(4,951,452,919)**
Other operating income	18		
(Provision)/reversal of provision for doubtful debt			
Selling and distribution costs	19	(105,897,462)	(458,874,700)
Administrative expenses	20	(923,242,086)	(1,115,142,032)
Operating (loss)/profit		**(12,879,384,513)**	**(6,525,469,651)**
Finance income	21	34,194,683	118,980,732
Finance costs	22	(104,095,055)	(348,067,772)
(Loss)/profit before tax		**(3,245,076,457)**	**(6,754,556,691)**
Profit tax expenses		-	
Net (loss)/profit after tax for the year		**(3,245,076,457)**	**(6,754,556,691)**

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Lao Cement Public Company

Zhang Li
General Director

VixayDouangsavath
Deputy of Accounting – Finance Department

Vientiane, Lao PDR

10 November 2021

Lao Cement Public Company

STATEMENT OF CHANGES IN EQUITY (Unaudited)
for the ended 30 September 2021

	Contributedlegal capital LAK	*Sharepremium LAK*	*Legalreserve LAK*	*Plantexpansion reserve LAK*	*Retained earnings/ (accumulated losses) LAK*	*Total LAK*
Asat1 January2020	20,002,000,000	18,385,975,511	7,704,052,546	18,549,465,596	4,175,985,5254	68,817,479,205
Netlossfortheyear	-	-			(22,236,254,528)	(22,236,254,528)
Asat30September2020	**20,002,000,000**	**18,385,975,511**	**7,704,052,546**	**18,549,465,596**	**(18,046,068,975)**	**46,595,424,678**
Asat1 January2021	20,002,000,000	18,385,975,511	7,704,052,546	18,549,465,596	(31,807,205 722)	32,820,087,930
Netlossfortheyear	-	-	-	-	(16,335,958,171)	(16,335,958,171)
Asat30 September 2021	**20,002,000,000**	**18,385,975,511**	**7,704,052,546**	**18,549,465,596**	**(48,143,163,893)**	**16,498,329,758**

Zhang Li
General Director

Vientiane, Lao PDR

10 November 2021

VixayDouangsavath
Deputy of Accounting – Finance Department

Lao Cement Public Company

STATEMENT OF CASH FLOWS (Unaudited)
for the ended 30 September 2021

	Notes	*30 September 2021 LAK*	*30 September 2020 LAK*
OPERATING ACTIVITIES			
(Loss)/profit before tax		**(3,245,076,457)**	**(22,233,470,854)**
Adjustments for:			
Depreciation of property, plant and equipment		1,905,923,926	6,470,227,329
Change in provisions for inventories			614,159,861
Change in provisions for doubtful debts			1,108,997,046
Net foreign exchange loss		(85,759)	(8,120,154)
Profit from investing activities			170,717,019
Interest expenses		51,111,111	796,956,656
Operating (loss)/income before working capital changes		**(1,288,127,179)**	**(13,080,533,097)**
(Increase)/decrease in trade and other receivables		1,169,787,272	9,954,037,073
increase in inventories			13,397,408,385
Increase in trade and other payables		495,210,245	(13,982,677,677)
Loan interest paid		(51,111,111)	(796,956,656)
Income tax paid			-
Net cash flows (used in)/from operating activities		**325,759,227**	**(4,508,721,972)**
INVESTING ACTIVITIES			
Acquisitions of property, plant and equipment		(2,050,000)	(335,779,600)
Proceeds from disposals of fixed assets			-
Net change in term deposits			
Interest received		85,759	8,120,154
Net cash flows from/(used) in investing activities		**1,964,759**	**(327,659,446)**
FINANCING ACTIVITIES			-
Net issuance of shares			
Dividend paid			
Proceeds from bank borrowings			6,000,000,000
Repayment of bank borrowings			(4,000,000,000)
Net cash flows from financing activities			**2,000,000,000**
Net change in cash		325,844,986	(2,836,381,418)
Cash at the beginning of the year		199,284,441	6,042,043,762
Impact of exchange rate fluctuation			(51,736,287)
Cash at the end of the year	**11**	**525,129,427**	**3,205,662,344**

Zhang Li
General Director

VixayDouangsavath
Deputy of Accounting – Finance Department

Vientiane, Lao PDR

10 November 2021

1. CORPORATE INFORMATION

LaoCementPublicCompany("theCompany"),formerlyknownasLaoCementCo.,Ltd,was established inaccordance withtheArticleofAssociation signedinVientiane Laoson15th December1998 byLaoAgriculture-ForestryDevelopmentandServiceCompany("Party A") andChinaYunnanCorporationforInternationalTechno-EconomicCooperation("PartyB").

On6thDecember1999,theCompanyreceiveditsfirstBusinessLicenceNo.1154/BLOissued bytheMinistryofIndustryandCommerce,whichallowedtheCompanytooperateincement andotherrelatedcementproductsfordomesticconsumptionandexport.

TheCompanyalsoobtainedthefollowingamendedBusinessLicenses:

BusinessLicense	*Date*
0078/BLO	5 April2006
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0244/BLO	20February2012
1436/BLO	15November2012
791/BLO	13November2015
1016/BLO	5December2016
0247/BLO	24March2017
0688/BLO	2 August2017
0160/BLO	20February2018

Duringtheyear,theprincipalactivitiescarriedoutbytheCompanyare:

- Productionofcementandotherrelatedcementproduct;
- Wholesale and retail of cement and other related cement product for domestic consumptionandexport.

TheCompany'sregisteredheadofficeisatNongbonRoad,NongbonVillage,Xaysettha District,VientianeCapita,LaoPDR.TheCompanyalsohasVangviengCementPlantNo.II locatedinVangviengprovince,LaoPDR.

Asat30*September* 2021,theCompanyhad23employees(31December2020:29 employees).

TheCompanyhastemporarilyceasedallproductionactivitiesfromApril2020uptothedate ofthisreport.

2. BASIS OF PREPARATION

Thefinancial statementsoftheCompanyhavebeenprepared usingthehistorical cost convention.Thesefinancialstatementsareexpressedin LaoKip("LAK")asit isthecurrency inwhichthemajorityoftheCompany'stransactionaredenominatedandsettled.

TheCompany'sfinancialstatementshavebeen preparedinaccordancewiththe accounting policiesassetoutinNote3.Theseaccountingpoliciesarenotintendedtopresentthe financialposition,resultsofoperationsandcashflowsoftheCompanyinaccordancewith internationalgenerallyacceptedaccountingprinciples.

Goingconcer n

TheCompanyincurrednetlossofLAK23billionfortheyearended31Dec2020.Asofthat date,theCompanyhasaccumulatedlossesofLAK20billion.DuetotheimpactofCOVID-

19pandemicprotectivemeasurementsbytheGovernmentofLaoPDRandtheeconomic difficulty,theCompanyhastemporarilyceasedallproductionsinceApril2020.On25August 2020,theCompanypublishedAnnouncementNo.No.202/LCCabouttemporarilyceasingall productionuntilfurthernotice.Theseeventsindicateamaterialuncertaintythatmaycast significantdoubtontheCompany'sabilitytocontinueasagoingconcern.

TheCompanyhasidentifiednewinvestorandisdevelopingadetailrestructuringplanto whichtheCompanycanrecoveritsnormaloperation.Alternatively,theCompany's management alsohavefinancialplanstosettletheshort-termliabilitiestocontinuein minimumoperationinthecomingyear.Onthisbasis,theCompany'smanagementconsiders itisstillappropriate topreparetheCompany'sfinancial statementsonthegoingconcern basis.

Thefinancialstatementsdonotincludeanyadjustmentstoassetsandliabilitiesthatmaybe necessaryiftheCompanyis unabletocontinueas agoingconcern.

Fiscalye ar

TheCompany'sfiscalyearstartson1Januaryandendson31December.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation.

The cost of a property, plant and equipment purchased by the Company consists of its purchase price and any directly attributable costs of bringing the asset to working condition for its intended use. Expenditures for additions, improvements and renewals are capitalized while expenditures for maintenance and repairs are charged to the income statement.

When an item of property, plant and equipment is sold or retired, their cost and accumulated depreciation are removed from the balance sheet and any gain or loss resulting from their disposal is included in the other operating income or expense accounts, respectively, in the income statement.

Construction in progress represents assets under construction. This includes the costs of construction and other directly attributable costs.

Fully depreciated assets are retained in the accounts until they are no longer in use and no further depreciation are recognized in the income statement.

Depreciation

Depreciation of property, plant and equipment is calculated on a straight-line basis over the expected useful lives of the assets as follows:

Buildings and structures	5 to 20 years
Machinery and equipment	5 years
Means of transportation	5 years
Leasehold improvement	5 to 10 years
Office equipment	5 to 10 years
Others	10 years

Useful lives of leasehold improvement is determined based on management estimates on expected usage and might be different with the lease term.

Depreciation on property, plant and equipment acquired or disposed of during the year is provided for on a pro-rata basis with reference to the month of acquisition or disposal. No depreciation is provided for assets under construction until such time that the relevant assets are completed and put into use.

Intangible assets

Intangible assets represent land use rights with indefinite term of use and are stated at cost. The cost of land use rights, which comprise the purchase price and any directly attributable costs, is not amortized.

Other non-current assets

Assets which were purchased, controlled and used by the Company of which tittles are registered under other parties' names are reported as Company's other non-current assets.Depreciation is calculated on a straight-line basis over the expected useful lives of 20 years.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 represents the estimated selling price in the ordinary course of business less the estimated costs to complete and the estimated costs necessary to make the sale.

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

Raw materials	-	cost of purchase on a weighted average cost basis.
Work-in-progress and Finished goods	-	Cost of direct materials and labour plus attributable manufacturing overheads based on the normal operating capacity on a weighted average cost basis.

Provision for obsolete inventories

Provision for obsolete inventories is the estimated loss arising due to the impairment in value (through diminution, damage, obsolescence, etc.) of inventories 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 in the income statement.

Trade receivables and provision for doubtful accounts

Trade receivables are stated net of total gross trade receivables and provision for doubtful accounts.

The Company provides allowance for doubtful accounts for trade receivables based on the overdue age of the receivables as follows:

Overdue period	*Provision rate*
6 months to 1 year	30%
From 1 year to 2 years	50%
More than 2 years	100%

Cash

Cash comprises cash on hand and cash in banks.

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 expenses during the year in which they are incurred.

Trade payables, accrued expenses and other payables

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributed capital

Contributed capital is recognized in the balance sheet when cash is collected from the shareholders in the case of cash contribution or when there is approval from shareholders in the case of contribution in-kind, and share certificate is issued. Any unpaid capital based on Article of Association, enterprise and tax licenses is not recognized in the balance sheet.

Share premium reserve

The share premium is recognized upon issuance of additional shares, at a surplus between the offering price of additional share issuance and the par value, after deduction of share issuance cost (such as underwriting fees and other relevant valuation, consulting costs).

Reserves

Under the requirement of Enterprise Law no. 46/NA dated 26 December 2013, public companies are required to appropriate net profit to legal reserve fund.

The legal reserve fund is a fund to secure against risks, which is ten percent (10%) of its net profit into the reserve fund, after deducting its accumulated losses. When the legal reserve reaches one-half of the contributed charter capital, the Company may suspend the conversion of profit to such fund, unless otherwise approved by the Company's owner.

Other reserve funds including welfare fund reserve and plant expansion reserve which are appropriated from retained earnings in accordance with the Article of Incorporation of the Company dated 15 December 1998. The appropriation amount is determined by the Company's Board of Directors on an annual basis.

Reserve funds of current year are appropriated from net profit of prior year upon the approval of the Annual General Meeting of Shareholders.

Foreign currencies

The financial statements are presented in LAK which is the Company's functional and presentation currency. Transactions in currencies other than LAK are initially translated using the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the exchange rate ruling at the balance sheet date. All gains and losses are taken to the finance income and finance costs accounts, respectively, in the income statement.

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.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Taxation

Profit tax is the expected tax payable on the taxable profit for the year, using tax rate enacted at the balance sheet date and applicable to the reporting period, and any adjustment to tax payable in respect of previous years.

Other taxes payable include value added tax and employees' personal income tax.

Value added tax is the tax liability determined on revenue for the period computed using the applicable tax rate for the year.

Personal income tax is the tax payable on salary paid to staff for the period determined using applicable tax rate for the years.

Any adjustment to the amount of tax payable of prior years as a result of Tax inspection are recorded directly into retained earnings.

Related party transactions

Parties are considered to be related if they have the ability to control or exercise significant influence over each other in making financial and operational decisions or are subject to common control or common significant influence.

Transactions with related parties are conducted based on market prices or, where no market prices exist, at contractually agreed prices.

4. PROPERTY, PLANT AND EQUIPMENT

	Buildings and structures LAK	*Machinery and equipment LAK*	*Means of transportation LAK*	*Leasehold improvement LAK*	*Office equipment LAK*	*Others LAK*	*Total LAK*
Cost							
At 31 December 2020	134,623,846,353	211,656,084,496	21,688,472,198	-	5,659,752,194	143,227,060	373,771,382,302
Additions	-						
Disposal	-	-	-	-	-	-	-
At 30*September*2021	134,623,846,353	211,656,084,496	21,688,472,198	-	5,659,752,194	143,227,060	373,771,382,302
Accumulated depreciation							
At 31 December 2020	122,066,410,926	210,613,272,856	19,459,936,170	-	5,508,009,518	143,227,060	357,790,856,530
Charge for the year	1,638,916,801	129,080,349	106,060,985	31,875	31,833,916	-	1,905,923,926
Disposal	-	-	-	-	-	-	-
At 30*September* 2021	**126,660,094,129**	**209,584,817,480**	**19,778,119,125**	**1,438,730,517**	**4,364,248,737**	**-**	**361,826,009,988**
Net book value							
At 31 December 2020	11,841,129,838	1,929,517,416	1,808,709,823	159,208,694	-	-	15,738,565,771
At 30*September* 2021	**6,577,156,370**	**2,071,267,016**	**1,910,353,073**	**91,868,512**	**-**	**-**	**10,558,776,460**

Fixed assets with total cost of LAK 21.8 billion are plugged as collateral of the borrowing as disclosed in Note 12.

5. CONSTRUCTION IN PROGRESS

	30September 2021	*31 December 2020*
	LAK	*LAK*
Konpook mining project	5,110,150,406	5,110,150,406
The plant's second phase project	1,710,489,165	1,710,489,165
	6,820,639,571	**6,820,639,571**

6. OTHER NON-CURRENT ASSETS

These represents the net book value of land and house which were purchased by the Company but were registered under the name of Mr. VanhthongSithikoun- the former president of the Company.

7. OTHERCURRENTASSETS

	30September2021	*31December2020*
	LAK	*LAK*
Advancetoemployees		190,460,000
Prepaidformaintenanceexpenses		-
		190,460,000

8. INVENTORIES

	30September 2021	*31 December 2020*
	LAK	*LAK*
Raw materials and consumables	3,093,868,048	5,051,423,187
Tools and supplies	11,876,223,300	10,568,836,246
Work in progress	7,173,706,338	10,117,771,841
Finished goods	291,588	773,052,368
Provision for inventories		(920,895,089)
	22,144,089,273	**25,590,188,553**

9. OTHER RECEIVABLES

	30September 2021	*31 December 2020*
	LAK	*LAK*
Deposit to customers		113,896,000
Others		8,051,501
		121,947,501

10. TRADE RECEIVABLES

	30September 2021 LAK	*31 December 2020 LAK*
Trade receivables	20,356,825,750	31,521,508,321
Provision for doubtful accounts	-	(1,912,046,892)
	20,356,825,750	**29,609,461,429**

Details of provision for doubtful accounts as at 30June 2021 are as follows:

Overdue status	*Receivable balance*	*Provision*
6 monthsto1yearpastdue	94,490,000	28,347,000
From1yearto2 yearspastdue	4,572,239,350	2,286,119,675
Morethan2yearspastdue	2,337,263,488	2,337,263,487
Total	**7,003,992,838**	**4,651,730,162**

Details of provision for doubtful accounts as at 31 December 2020 are as follows:

Overdue status	*Receivable balance*	*Provision*
6 monthsto1year pastdue	222,783,800	66,835,140
From1yearto2 yearspastdue	797,030,671	398,515,335
Morethan2yearspastdue	1,446,696,417	1,446,696,417
Total	**2,466,510,888**	**1,912,046,892**

11. CASH

	30September 2020 LAK	*31 December 2020 LAK*
Cash on hand	29,274,025	83,946,385
Cash in banks	495,855,402	3,332,149,328
	525,129,427	**3,416,095,713**

12. BORROWINGS

Details of the short-term loan from bank as at 31 *March 2021* is as follow:

Bank	*Maturity date*	*Interest rate per annum*	*Interest payment*	*Collateral*	*Currency*	*Amount*
Lao China Bank Co., Ltd	21October 2021	10%	Monthly	[*]	LAK	2000,000,000
TOTAL						**2000,000,000**

[*] Collaterals include the Company's land, buildings, warehouses, factory and other assets in Vangvieng district and Vientiane province.

13. STATUTORY OBLIGATIONS

	30September 2021 *LAK*	*31 December 2020* *LAK*
Foreign contractor tax payable	3,209,621,028	2,916,991,480
Output value added tax	269,915,432	270,836,732
Profit tax payable (Note 24)	479,656,526	479,656,526
Other taxes	1,263,483,703	1,503,214,166
	5,222,676,690	**5,170,698,904**

14. OTHER PAYABLES

	30September 2021 *LAK*	*31 December 2020* *LAK*
Dividends payable (*)	13,581,363,960	13,581,363,960
Others	59,312,548	64,528,589
	13,640,676,508	**13,645,892,549**

(*) Details of dividends payable are as follows:

	30September 2021 *LAK*	*31 December 2020* *LAK*
2016 dividends payable	3,395,146,565	3,395,146,565
2015 dividends payable	5,773,056,205	5,773,056,205
2014 dividends payable	4,413,161,190	4,413,161,190
	13,581,363,960	**13,581,363,960**

15. CONTRIBUTED LEGAL CAPITAL

Shares

	30September 2020		*31 December 2019*	
	Quantity	*Amount (LAK)*	*Quantity*	*Amount (LAK)*
Authorized shares				
Issued and paid-up shares				
Ordinary shares	40,004,000	20,002,000,000	40,004,000	20,002,000,000

On 14 February 2018, the Company received the Certificate of Initial Public Offering (IPO) completion No.0008/LSX issued by Lao Securities Commission Office, according to which the Company has completed IPO process where 12,001,200 shares with par value of LAK 500 per share and selling price of LAK 2,400 per share were issued.

The total 40,004,000 shares of the Company (under the ticker “LCC”) have been officially listed on Lao Securities Exchange since 2 March 2018. The par value of each share is LAK 500.

The shareholding structure of the Company as at 31 March 2020 is as follows:

Shareholders	*Number of shares*	*Percentage*
China Yunnan Corporation for International Techno-EconomicCooperation(CYC)	14,277,428	35.69%
Lao Agriculture-Forestry Development and Service Company(DAI)	13,717,372	34.29%
LaoChinaSecuritiesCo.,Ltd(LCS)	7,544,754	18.86%
Otherpubliccorporationandindividualinvestors	4,464,446	11.16%
Total	40004000	

16. REVENUE FROM SALE OF GOODS

	30September 2021 LAK	*30September2020 LAK*
Sale from bagged cement	-	1,433,369,808
Sale from bulk cement	-	108,974,921
	-	**1,542,344,729**

17. COST OF GOODS SOLD

	30September 2021 LAK	*30September 2020 LAK*
Sale from bagged cement	-	6,034,976,041
Sale from bulk cement	-	458,821,607
	-	**6,493,797,648**

18. OTHER OPERATING INCOME

	30September 2021 LAK	*30September 2021 LAK*
Sale of scrap	1,866,049,547	-
Car rental	-	-
Selling fixed asset	200,277,766	-
Others	79,709,225	-
	2,146,036,537	**-**

19. SELLING AND DISTRIBUTION COSTS

	30September 2021 LAK	*30September 2021 LAK*
Transportation costs	-	242,183,081
Sales bonus	100,415,070	165,871,583
Personnel expenses	4,092,894	32,205,237
Depreciation expenses	1,389,498	18,614,799
Other selling and distribution costs	-	-
	105,897,462	**458,874,700**

20. ADMINISTRATIVE EXPENSES

	30September 2021 LAK	*30September 2021 LAK*
Personnel expenses	457,179,913	389,240,986
Technical fees	158,482,683	170,064,574
Depreciation expenses	36,038,672	39,212,311
Utility and fuel expenses	23,806,019	25,928,487
Rental fee	-	9,880,033
Maintenance expenses	15,040,000	11,838,000
Printing and publication expenses	2,100,000	9,590,000
Travelling expenses	945,000	7,830,000
Other administrative expenses	229,649,799	451,557,641
	923,242,086	**1,115,142,032**

21. FINANCE INCOME

	30September 2021 LAK	*30September 2021 LAK*
Interest income	85,759	1,168,051
Foreign exchange gains	34,108,924	117,812,681
	34,194,683	**118,980,732**

22. FINANCE COSTS

	30September 2021 LAK	*30September 2021 LAK*
Interest expenses	52,983,945	34,011,419
Foreign exchange losses	51,111,111	255,555,553
	-	58,500,800
	104,095,056	**348,067,772**

23. APPROVAL FOR ISSUE

The financial statements as at and forthenine-month period ended 30*September* 2021 were authorised for issue by the Company'smanagement on 10 November 2021.

Zhang Li
General Director

VixayDouangsavath
Deputy of Accounting – Finance Department

Vientiane, Lao PDR

10 November 2021