PETROLEUM TRADING LAO PUBLIC COMPANY

INTERIM FINANCIAL INFORMATION
(UNAUDITED)

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2024

PETROLEUM TRADING LAO PUBLIC COMPANY

INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2024

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PETROLEUM TRADING LAO PUBLIC COMPANY

INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2024

	Notes	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Assets			
Current assets			
Cash and cash equivalents	4	10,815,398,045	4,812,188,424
Trade accounts receivable, net	5	25,143,762,428	24,176,310,558
Inventories, net	6	744,403,060	800,980,532
Short-term loan to related parties	20.5	148,745,812,616	145,733,311,964
Other current assets	7	489,283,442,304	491,927,151,491
Total current assets		**674,732,818,453**	**667,449,942,969**
Non-current assets			
Property, plant and equipment, net	8	371,146,762,171	371,951,926,724
Intangible assets, net	9	2,076,108,693	2,083,635,172
Investment properties, net	10	199,475,028,543	199,477,136,681
Investment in subsidiaries		198,000,000,000	198,000,000,000
Other non-current assets	11	51,208,213,422	45,304,018,757
Total non-current assets		**821,906,112,829**	**816,816,717,334**
Total assets		**1,496,638,931,282**	**1,484,266,660,303**

Khamsone Sitthixay
Vice Chief Executive Officer

Date: 20 May 2024

Chanthadom Meksavanh
Chief Finance Officer

Date: 20 May 2024

The accompanying condensed notes on pages 7 to 18 are an integral part of these interim financial information.

PETROLEUM TRADING LAO PUBLIC COMPANY

INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2024

	Notes	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Liabilities and equity			
Liabilities			
Current liabilities			
Trade accounts payable	12	11,736,282,898	6,770,227,722
Tax payables	13	568,458,910	7,025,103,861
Short-term borrowings	14	297,025,447,183	293,799,915,008
Other current liabilities	15	271,637,105,085	244,650,352,617
Total current liabilities		**580,967,294,076**	**552,245,599,208**
Non-current liabilities			
Long-term borrowings	14	516,921,648,196	514,855,649,756
Total non-current liabilities		**516,921,648,196**	**514,855,649,756**
Total liabilities		**1,097,888,942,272**	**1,067,101,248,964**
Equity			
Share capital	16	470,000,000,000	470,000,000,000
Share premium	16	27,638,932,340	27,638,932,340
Revaluation surplus		313,029,203,069	313,029,203,069
Retaining earnings/(Deficits)			
Appropriated-legal reserve	17	3,708,530,711	3,708,530,711
Other reserve		1,977,267,979	1,977,267,979
Unappropriated		(417,603,945,089)	(399,188,522,760)
Total equity		**398,749,989,010**	**417,165,411,339**
Total liabilities and equity		**1,496,638,931,282**	**1,484,266,660,303**

Khamsone Sitthixay
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PETROLEUM TRADING LAO PUBLIC COMPANY

INTERIM STATEMENT OF INCOME
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2024

	Notes	Unaudited 31 March 2024 LAK	Unaudited 31 March 2023 LAK
Sales		569,625,373	517,896,960
Cost of sales		(30,290,917)	(17,186,568)
Gross profit		**539,334,456**	**500,710,392**
Other income		1,918,782,212	3,944,631,016
Foreign exchange (loss) gain, net		(1,268,711,040)	418,234,402
Selling expenses		(1,309,366)	(17,400,000)
Administrative expenses		(6,573,205,855)	(7,836,049,146)
Operating loss		**(5,385,109,593)**	**(2,989,873,336)**
Finance expense		(13,030,312,736)	(16,619,157,324)
Net loss before income tax expenses		**(18,415,422,329)**	**(19,609,030,660)**
Income tax expenses	18	-	-
Net loss for the period		**(18,415,422,329)**	**(19,609,030,660)**
Loss per share			
Basic loss per share	19	(78)	(83)

Khamsone Sitthixay
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PETROLEUM TRADING LAO PUBLIC COMPANY

INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2024

	Notes	Share capital LAK	Share premium LAK	Revaluation Surplus LAK	Retaining earnings/ (Deficits) Appropriated legal reserve LAK	Other reserve LAK	Unappropriated LAK	Total LAK
Balance as at 1 January 2023 – Audited	16,17	470,000,000,000	27,638,932,340	313,029,203,069	3,708,530,711	1,977,267,979	(356,823,277,834)	459,530,656,265
Net loss for the period		-	-	-	-	-	(19,609,030,660)	(19,609,030,660)
Balance as at 31 March 2023 - Unaudited		470,000,000,000	27,638,932,340	313,029,203,069	3,708,530,711	1,977,267,979	(376,432,308,494)	439,921,625,605
Balance as at 1 January 2024 – Audited	16,17	470,000,000,000	27,638,932,340	313,029,203,069	3,708,530,711	1,977,267,979	(399,188,522,760)	417,165411,339
Net loss for the period		-	-	-	-	-	(18,415,422,329)	(18,415,422,329)
Balance as at 31 March 2024 - Unaudited		470,000,000,000	27,638,932,340	313,029,203,069	3,708,530,711	1,977,267,979	(417,603,945,089)	398,749,989,010

Khamsone Sitthixay
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Date: 20 May 2024

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PETROLEUM TRADING LAO PUBLIC COMPANY

INTERIM STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2024

	Notes	Unaudited 31 March 2024 LAK	Unaudited 31 March 2023 LAK
Cash flow from operating activities:			
Net loss before income tax for the period		(18,415,422,329)	(19,609,030,660)
Adjustments to reconcile net loss to net cash			
Depreciation and amortisation	8,9,10	1,254,147,595	1,640,864,538
Interest income		(389,928,785)	(2,652,906,852)
Interest expense		13,030,312,736	16,619,157,324
Operating loss before working capital changes		**(4,520,890,783)**	**(4,001,915,650)**
Changes in working capital:			
Trade accounts receivable		(967,451,870)	(442,727,718)
Inventories		56,577,472	(347,012,103)
Trade accounts payable		4,823,842,254	(3,446,248,198)
Tax payables		1,410,160,910	977,914,619
Other non-current asset		(5,904,194,665)	280,669,329
Other current asset		3,042,379,366	53,786,295,884
Other current liabilities		19,686,254,665	(49,347,640,822)
Cash generated from/(used in) operation		**17,626,677,349**	**(2,540,664,659)**
Interest received		-	1,412,356,698
Interest paid		(3,343,053,775)	-
Othe tax and statutory tax paid		(7,866,805,861)	(744,902,618)
Net cash generated from/(used in) operating activities		**6,416,817,713**	**(1,873,210,579)**
Cash flows from investing activities:			
Acquisitions of assets	8,9,10	(439,348,425)	(60,540,647)
Net cash used in investing activities		**(439,348,425)**	**(60,540,647)**

Khamsone Sitthixay
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Date: 20 May 2024

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PETROLEUM TRADING LAO PUBLIC COMPANY

INTERIM STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2024

	Notes	Unaudited 31 March 2024 LAK	Unaudited 31 March 2023 LAK
Net increase/(decrease) in cash and cash equivalents		5,977,469,288	(1,933,751,226)
Cash and cash equivalents at the beginning of the period	4	4,812,188,424	5,494,674,970
Exchange gain on cash and cash equivalents		25,740,333	12,072,226
Cash and cash equivalents at the end of the period		**10,815,398,045**	**3,572,995,970**

Khamsone Sitthixay
Vice Chief Executive Officer

Date: 20 May 2024

Chanthadom Meksavanh
Chief Finance Officer

Date: 20 May 2024

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1. General information

Petroleum Trading Lao Public Company (the Company) is a listed company in the Lao Securities Exchange and incorporated and resident in Lao PDR. The Company was incorporated and registered with the Ministry of Industry and Commerce on 3 October 2008.

The Company's head office is located at Kamphaeng Mueang Street, Phonthan village, Xaysettha district, Vientiane capital, Lao PDR.

The Company invested 99% of interest in Petrotrade Import-Export Company Limited and Petrotrade Distribution Company Limited as the same.

The principal activities of the Company are holding company and to provide service of Plus Card.

These interim financial statements were authorised by the Board of Directors on 20 May 2024.

2. Basis of preparation

The interim financial information has been prepared in accordance with the Company's accounting policies as described in more details in the annual financial statements for the year ended 31 December 2023. The primary financial information (i.e., statement of financial position, statement of income, statement of changes in equity and statement of cash flows) is presented in a format consistent with the annual financial statements complying with the reporting and disclosure regulation issued by Lao Securities and Exchange Commission Office.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2023.

3. Estimates

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, incomes and expenses. Actual results may differ from these estimates.

In preparing this interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2023.

4. Cash and cash equivalents

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Cash on hand	14,128,500	15,041,000
Cash at banks	10,801,269,545	4,797,147,424
	10,815,398,045	**4,812,188,424**

5. Trade accounts receivable, net

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Trade accounts receivable - related parties (Note 20.3)	5,770,070,800	5,770,070,800
Trade accounts receivable - third parties	25,973,227,510	25,005,775,640
	31,743,298,310	**30,775,846,440**
Less: Allowance for doubtful accounts	(6,599,535,882)	(6,599,535,882)
Trade account receivables - Net	**25,143,762,428**	**24,176,310,558**

6. Inventories, net

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Office supply	565,881,601	607,391,946
Plus Card	178,521,459	193,588,586
	744,403,060	**800,980,532**
Less: Allowance for impairment based on net realisable value	-	-
Inventories - Net	**744,403,060**	**800,980,532**

7. Other current asset

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Other receivable - related parties (Note 20.3)	97,773,768,598	98,317,939,886
Advances to suppliers	1,705,895,154	1,643,284,876
Prepayments	1,280,737,893	7,992,163,622
Deposits to suppliers	3,983,810,915	3,897,730,909
Advances to employees	97,500,000	65,000,000
Advance profit tax payment	1,146,854,492	1,146,854,492
Interest receivable (Note 20.3)	19,027,389,463	18,628,719,284
Share subscription receivables (Note 20.3)	36,368,330,104	36,368,330,104
Deferred loss of un-realisation from foreign exchange	327,899,155,685	323,867,128,318
	489,283,442,304	**491,927,151,491**

8. Property, plant and equipment, net

	LAK
As at 1 January 2024 – Audited	371,951,926,724
Additions	235,481,920
Less: Depreciation charge	(1,040,646,473)
Net book amount as at 31 March 2024 - Unaudited	**371,146,762,171**

9. Intangible assets, net

	LAK
As at 1 January 2024 – Audited	2,083,635,172
Additions	203,866,505
Less: Amortisation charge	(211,392,984)
Net book amount as at 31 March 2024 – Unaudited	**2,076,108,693**

10. Investment properties, net

	LAK
As at 1 January 2024 - Audited	199,477,136,681
Less: Depreciation charge	(2,108,138)
Net book amount as at 31 March 2024 – Unaudited	**199,475,028,543**

11. Other non-current assets

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Prepayment*	45,140,975,422	39,166,780,757
Advance for gas stations and others	6,067,238,000	6,137,238,000
	51,208,213,422	**45,304,018,757**

*This mainly represents advance prepayment to related parties amount to LAK 34,419,839,505 (2023: LAK 34,419,839,505) (Note 20.3) and other prepayment.

12. Trade accounts payable

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Trade payables - third parties	11,706,313,123	5,444,905,589
Trade payables - related parties (Note 20.3)	29,969,775	1,325,322,133
	11,736,282,898	**6,770,227,722**

13. Tax payables

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Value Added Tax payables	343,549,027	3,356,864,701
Personnel income tax payables	134,389,727	77,812,841
Other taxes and statutory payables*	90,520,156	3,590,426,319
	568,458,910	**7,025,103,861**

*This mainly represents the outstanding accrual of tax payables according to the tax assessment by the Tax Authorities dated 27 December 2019.

Tax Authorities have reviewed and issued the memo on obligation of tax expenses for the year 2014 to 2017 amount of LAK 20,835,576,105. In addition, Tax Authorities mentioned in the memo that the Company may have obligation for penalty payables for the year 2014 to 2017 amount to LAK 7,417,484,961 which is not yet finalised and need to seek a final opinion from the Ministry of Finance.

13. Tax payables (continued)

Management recorded tax expenses amount of LAK 20,835,576,105 to the financial statements of the year ended 31 December 2019, and the outstanding payables as at 31 March 2024 is LAK nil (2023: LAK 3.5 Billion). During the period, the outstanding has been paid LAK 3,5 Billion.

Regarding to the obligation for penalty payables for the year 2014 to 2017 amount to LAK 7,417,484,961, the Company received the memo from the Tax Authorities per reference no.0210 dated 28 January 2020, a portion of obligation for the penalty payables for the year 2014 to 2017 amount of LAK 964,759,679 allowed for exemption. Thus, as of 31 MARCH 2024, the Company has such obligation for penalty payables which is not yet finalised and need to seek a final opinion from the Ministry of Finance amount of LAK 6,452,725,282 (2023: LAK 6,452,725,282)

In the meantime, management is requesting for the exemption on the penalty from Tax Authorities. Because of uncertainty of the amount of penalty, management considered not to record penalty payables amount to LAK 6,452,725,282 (2023: LAK6,452,725,282) to the financial statements. As of the reporting date, it is in the process of reviewing by the Tax Authorities.

14. Borrowings

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Current		
Borrowing from related parties (Note 20.4)	297,025,447,183	293,799,915,008
	297,025,447,183	**293,799,915,008**
Non-current		
Borrowing from related parties (Note 20.4)	516,921,648,196	514,855,649,756
	516,921,648,196	**514,855,649,756**
	813,947,095,379	**808,655,564,764**

14. Borrowings (continued)

The interest rate exposure on the borrowings of the Company is as follows:

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Borrowings		
- at fixed rates	813,947,095,379	808,655,564,764
Total borrowings	**813,947,095,379**	**808,655,564,764**

Maturity of long-term borrowings from banks is as follows:

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Between 1 and 2 years	207,758,793,183	205,050,428,208
Between 2 years and 5 years	606,188,302,196	603,605,136,556
	813,947,095,379	**808,655,564,764**

15. Other current liabilities

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Advances from customers	12,533,405,070	10,940,649,799
Other accrued and payables	8,846,754,406	8,798,805,215
Other payables – related parties (Note 20.3)	177,982,450,625	153,268,523,451
Deferred gain of un-realisation from foreign exchange	72,274,494,984	71,642,374,152
	271,637,105,085	**244,650,352,617**

16. Share capital and premium on share capital

Shares of the Company (under the ticker "PTL") have been officially listed in Lao Securities Exchange since 10 December 2014, in accordance with Listing License No. 005 dated 26 November 2014. The total share as of 31 March 2024 is 235,000,000 shares with the par value of LAK 2,000 per share.

There was no additional share issued or decreased during the three-month period ended 31 March 2024.

17. Legal reserve

Legal reserve is set-up in accordance with the Enterprise Law of Lao PDR which requires the appropriation of profit as a legal reserve of at least 10% of the annual net profit, after deducted accumulated losses (if any) until such reserve reaches 50% of authorised share capital.

During the period there is no movement, the balance as of 31 March 2024 is LAK 3,708,530,711 (2023: LAK 3,708,530,711).

18. Income tax expenses

According to the Tax Law No. 259 effective on 1 January 2020, the Company calculated Profit Tax on its net taxable income at the rate of 20% (2023: 20%) after considering the non-deductible income and expenses was in accordance with the Lao Tax Law.

In Lao PDR, income tax returns are regularly reviewed in detail by the relevant authorities. In addition, tax issues raised in the reviews may require substantive judgements and interpretation by the parties concerned.

The reviews could therefore potentially result additional tax payments or refunds being necessary which may be significant. This would result in the payment or refund being recognised as income tax adjustment in the year in which the reviews are completed.

19. Basic loss per share

Basic loss per share is calculated by dividing the net loss attributable to shareholders by the weighted average number of ordinary shares in issue during the period.

	Unaudited 31 March 2024	Unaudited 31 March 2023
Net loss attributable to ordinary shareholders (LAK)	(18,415,422,329)	(19,609,030,660)
Weighted average number of ordinary shares in issue (shares)	235,000,000	235,000,000
Basic loss per share (LAK)	(78)	(83)

20. Related-party transactions

Individuals and entities that directly or indirectly control or are controlled by or are under common control with the Company, including investment entities and individuals or entities having significant influence over the Company, key management personnel, including directors and officers of the Company and close members of the family of these individuals and entities associated with these individuals also constitute related parties.

In considering each possible related-party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

The following significant transactions were carried out with related parties:

20.1 Sales of goods and services

	Unaudited 31 March 2024 LAK	Unaudited 31 March 2023 LAK
Sales of services to:		
Subsidiaries	-	2,652,906,851
Other related parties	529,116,869	1,287,050,972
	529,116,869	**3,939,957,823**

20.2 Purchases of goods and services

	Unaudited 31 March 2024 LAK	Unaudited 31 March 2023 LAK
Purchases of services from:		
Other related parties	14,725,477,736	16,629,257,323

20. Related-party transactions (continued)

20.3 Outstanding balances arising from sales/purchases of goods/services

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Receivables from:		
Trade account receivable		
Other related parties (Note 5)	5,770,070,800	5,770,070,800
	5,770,070,800	**5,770,070,800**
Other current assets		
Subsidiaries (Note 7)		
Share subscription	36,368,330,104	36,368,330,104
Other receivable	1,706,550,585	5,348,540,860
	38,074,880,689	**41,716,870,964**
Key management (Note 7)		
Other receivable from share premium	22,497,682,340	22,497,682,340
Other receivable from sale vehicle	16,149,973,862	16,149,973,862
Interest receivable	35,979,538	24,073,582
	38,683,635,740	**38,671,729,784**
Other related parties (Note 7)		
Interest receivable	18,991,409,925	18,604,645,702
Advance to related parties	37,041,031,266	35,352,955,706
Other receivables from rental service	20,378,530,545	18,968,787,118
	76,410,971,736	**72,926,388,526**
	153,169,488,165	**153,314,989,274**
Other non-current assets		
Key management (Note 11)		
Prepayment	34,419,839,505	34,419,839,505
	34,419,839,505	**34,419,839,505**
Total receivable	**193,359,398,470**	**193,504,899,579**

20. Related-party transactions (continued)

20.3 Outstanding balances arising from sales/purchases of goods/services (continued)

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Payable to:		
Trade accounts payable		
Other related parties (Note 12)	29,969,775	1,325,322,133
	29,969,775	**1,325,322,133**
Other current liabilities		
Subsidiaries (Note 15)		
Share subscription	56,306,694,922	56,306,694,922
Accrued interest and expenses	16,206,769,146	13,265,445,143
Others	95,520,627,242	82,056,583,804
	168,034,091,310	**151,628,723,869**
Other related parties (Note 15)		
Accrued interest and expenses	1,040,637,455	617,961,630
Others	8,907,721,860	1,021,837,952
	9,948,359,315	**1,639,799,582**
Total payable	**178,012,420,400**	**154,593,845,584**

20.4 Borrowings from related parties

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
At 1 January	808,655,564,764	709,402,487,214
Borrowings received during the period	-	663,206,782,957
Borrowings repayment during the period	-	(727,710,232,000)
Un-realisation loss from exchange	5,291,530,615	163,756,526,593
	813,947,095,379	**808,655,564,764**

The loans from related parties were provided with specified repayment term and interest rate average at 0%,9-10% (2023: 9-10%) per annum (Note 14).

20. Related-party transactions (continued)

20.5 Loans to related parties

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Opening balance at 1 January	145,733,311,964	139,898,947,042
Loans repayment during the period	-	(12,421,000,000)
Un-realisation gain from exchange	3,012,500,652	18,255,364,922
	148,745,812,616	**145,733,311,964**

20.6 Key management compensation

Compensation paid to key management are as follow:

	Unaudited 31 March 2024 Million LAK	Unaudited 31 March 2023 Million LAK
Salaries and others	685	680

21. Commitments

a) Operating lease commitments - where a Company is the lessee

The Company leases land under non-cancellable operating lease agreements.

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

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Not later than 1 year	3,797,982,099	3,731,845,750
Later than 1 year but not later than 5 years	8,790,414,807	8,619,152,029
Later than 5 years	2,876,923,914	3,035,320,807
	15,465,320,820	**15,386,318,586**

21. Commitments (continued)

b) Operating lease commitments - where a Company is the lessor

The Company let out gas stations and office under operating lease agreement. The minimum future rental receivable as at 31 March 2024 under these operating lease agreements are as below:

	Unaudited 31 March 2024 LAK	Audited 31 December 2023 LAK
Not later than 1 year	1,201,675,896	1,168,835,419
Later than 1 year but not later than 5 years	6,008,379,482	5,844,177,096
Later than 5 years	12,237,912,469	12,194,872,098
	19,447,967,847	**19,207,884,613**

22. Events after the reporting period

There have been no significant post balance sheet events that would significantly impact the figures in the Company's interim financial information.