VIENTIANE CENTER
ວຽງຈັນເຊັ້ນເຕີ
ບໍລິສັດ ວຽງຈັນເຊັ້ນເຕີ ລາວ ມະຫາຊົນ
VIENTIANE CENTER LAO PUBLIC COMPANY
ຖະໜົນຄຸວຽງ, ບ້ານໜອງຈັນ, ເມືອງ ສີສັດຕະນາກ, ນະຄອນຫຼວງວຽງຈັນ, ໂທ ແລະ ແຟັກ: (+856) 21 228299
KHUVIENG ROAD, NONGCHAN VILLAGE, SISATTANAK DISTRICT, VIENTIANE CAPITAL, Tel & Fax: (+856) 21 228299

Lao People's Democratic Republic

Peace Independence Democracy Unity Prosperity

No.....028...../VCL

Vientiane Capital, Date.....16 SEP 2020.....

LATTER OF EXPLANATION

To: Domestic and foreign investor of Vientiane Center Lao Public Company;

Subject: Reporting and Disclosure of Annual Financial Statements for the First Quarter of 2020

- Pursuant to Notification 0066 / Securities and Exchange Commission dated 27 August 2020.

Vientiane Center Lao Public Company would like to inform you about the issues related to the reporting and disclosure of the Company's financial statements for the 1st quarter of 2020.

Due to the start of 2019, the company has not yet issued a quarterly report, after being listed as a securities company, it has researched into understanding how to issue more reports. Starting from the 3rd quarter of 2019 onwards, it will issue quarterly reports and the financial statements for the 1st quarter of 2020 which were misunderstood; understand that the figures in the published report must be consistent.

Therefore, Vientiane Center Lao Public Company has submitted a clarification document and is ready to update the financial statements of the 1st quarter to the Domestic and Foreign investor of Vientiane Center Lao Public Company for your kind information and we apologize for that.

Sincerely your;

Director

ບໍລິສັດ ວຽງຈັນເຊັ້ນເຕີ ລາວ ມະຫາຊົນ
Vientiane Center Lao Public Company

Li XiaoDong

Vientiane Center Lao Public Company

Interim financial statements

31 March 2020

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Vientiane Center Lao Public Company

INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
for the three-month period ended 31 March 2020

	For the three-month period ended 31 March 2020 LAK	*For the three-month period ended 31 March 2019 LAK*
Revenue	2,325,551,191	2,786,630,661
Other operating income	490,862,764	631,608,610
Gross income	**2,816,413,955**	**3,418,239,271**
Operating expenses	(82,591,814)	(97,132,815)
Valuation gain/(loss) from investment property	-	-
Operating profit	**2,733,822,141**	**3,321,106,456**
Financial income	92,624,029	-
Financial expenses	(568,279,201)	(562,627,066)
Profit before tax	**2,258,166,969**	**2,758,479,390**
Profit tax expense	(537,024,772)	(797,065,549)
Profit for the period	**1,721,142,197**	**1,961,413,840**
Other comprehensive income for the period, net of tax	-	-
Total comprehensive income for the period, net of tax	**1,721,142,197**	**1,961,413,840**
Earnings per share		
- *Basic, profit for the period attributable to ordinary equity holders*	*11.69*	*20.43*

Prepared by:

Mr. Sun Fei Hu
Finance Manager

Reviewed by:

Mr. Li Xiaodong
Executive Director

Vientiane Capital, Lao PDR

31 May 2020

Vientiane Center Lao Public Company

INTERIM STATEMENT OF FINANCIAL POSITION
as at 31 March 2020

	31 March 2020 LAK	*31 December 2019 LAK*
ASSETS		
CURRENT ASSETS		
Cash	24,781,350,319	38,655,476,969
Trade and other receivables	14,160,803,941	13,207,235,168
Other assets	387,075,841	-
Advance for property purchased	10,000,000,000	23,400,000,000
Total current assets	**49,329,230,101**	**75,262,712,137**
NON-CURRENT ASSETS		
Investment property	192,650,944,308	165,197,500,000
Tangible fixed assets	5,585,000	-
Total non-current assets	**192,656,529,308**	**165,197,500,000**
TOTAL ASSETS	**241,985,759,409**	**240,460,212,137**
EQUITY AND LIABILITIES		
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	3,353,487,225	3,929,632,436
Total current liabilities	**3,353,487,225**	**3,929,632,436**
NON-CURRENT LIABILITIES		
Long-term borrowings	64,232,500,000	64,232,500,000
Deferred tax liabilities	5,154,493,474	4,773,943,187
Total non-current liabilities	**69,386,993,474**	**69,006,443,187**
Total liabilities	**72,740,480,699**	**72,936,075,623**
EQUITY		
Contributed capital	147,199,900,000	147,199,900,000
Share premium	2,559,995,000	2,559,995,000
Regulatory reserve fund	1,948,538,372	1,776,424,152
Business expansion fund	1,948,538,372	1,776,424,152
Retained earnings	15,588,306,966	14,211,393,210
Total equity	**169,245,278,710**	**167,524,136,514**
TOTAL LIABILITIES AND EQUITY	**241,985,759,409**	**240,460,212,137**

Prepared by:

Mr. Sun Fei Hu
Finance Manager

Reviewed by:

Mr. Li Xiaodong
Executive Director

Vientiane Capital, Lao PDR

31 May 2020

Vientiane Center Lao Public Company

INTERIM STATEMENT OF CHANGES IN EQUITY
for the three-month period ended 31 March 2020

	Share capital LAK	*Share premiurn LAK*	*Regulatory reserve fund LAK*	*Business expansion fund LAK*	*Retained earnings LAK*	*Total LAK*
Balance as at 1 January 2020	**147,199,900,000**	**2,559,995,000**	**1,776,424,152**	**1,776,424,152**	**14,211,393,209**	**167,524,136,513**
Net profit during the period	-	-	-	-	1,721,142,197	1,721,142,197
Appropriation of profit to reserves	-	-	172,114,220	172,114,220	(344,228,440)	-
Balance as at 31 March 2020	**147,199,900,000**	**2,559,995,000**	**1,948,538,372**	**1,948,538,372**	**15,588,306,966**	**169,245,278,710**
Balance as at 1 January 2019	**96,000,000,000**	**-**	**1,140,216,421**	**1,140,216,421**	**9,121,731,365**	**107,402,164,207**
Net profit during the period	-	-	-	-	1,961,413,840	1,961,413,840
Appropriation of profit to reserves	-	-	196,141,384	196,141,384	(392,282,768)	-
Balance as at 31 March 2019	**96,000,000,000**	**-**	**1,336,357,805**	**1,336,357,805**	**10,690,862,437**	**109,363,578,047**

Prepared by:

Mr. Sun Fei Hu
Finance Manager

Reviewed by:

Mr. Li Xiaodong
Executive Director

Vientiane Capital, Lao PDR

31 May 2020

Vientiane Center Lao Public Company

INTERIM STATEMENT OF CASH FLOWS
for the three-month period ended 31 March 2020

	For the three-month period ended 31 March 2020 LAK	*For the three-month period ended 31 March 2019 LAK*
OPERATING ACTIVITIES		
Profit before tax	**2,258,166,969**	**2,758,479,390**
Adjustments for:		
Valuation gain from investment property	-	-
Interest expense	568,279,201	562,034,556
Operating profit before changes in working capital	**2,826,446,170**	**3,320,513,946**
Changes in receivables and other assets	11,491,076,184	(2,120,178,279)
Changes in payables	(692,619,696)	1,036,529,384
Profit tax paid	(40,000,000)	(40,080,000)
Net cash flows from operating activities	**13,584,902,658**	**2,196,785,051**
INVESTING ACTIVITIES		
Purchase of investment property	(27,453,444,308)	-
Purchase of tangible fixed assets	(5,585,000)	-
Net cash flows used in investing activities	**(27,459,029,308)**	**-**
FINANCING ACTIVITIES		
Proceeds from issuance of share capital – par value	-	-
Share premium	-	-
Net cash flows from financing activities	**-**	**-**
Net (decrease)/increase in cash during the period	**(13,874,126,650)**	**2,196,785,051**
Cash at the beginning of the period	**38,655,476,969**	**4,144,271,082**
Cash at the end of the period	**24,781,350,319**	**6,341,056,133**

Prepared by:

Mr. Sun Fei Hu
Finance Manager

Reviewed by:

Vientiane Center Lao Public Company

Mr. Li Xiaodong
Executive Director

Vientiane Capital, Lao PDR

31 May 2020