KINGDOM OF CAMBODIA NATION RELIGION KING



Sihanoukville Autonomous Port

Third Quarter Report 2021

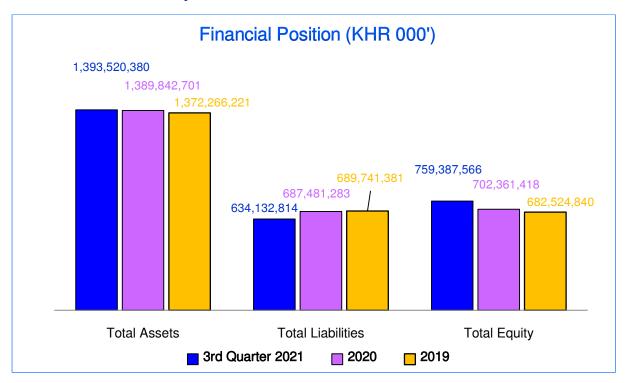


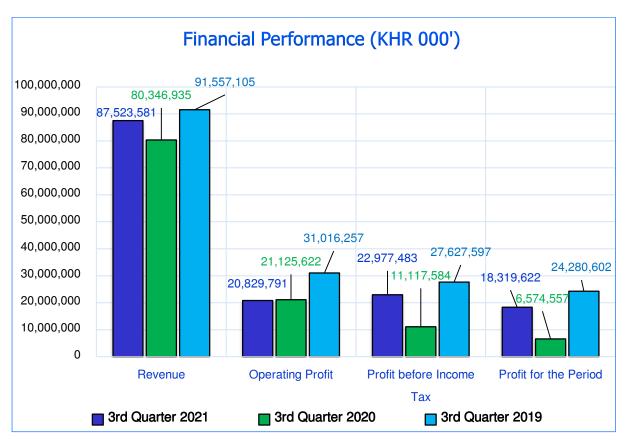
Financial Highlight

Financial Position		30 th September 2021	31 st December 2020	31 st December 2019
i ii ai	iola i osition	KHR 000'	KHR 000°	KHR 000'
Total Assets		1,393,520,380	1,389,842,701	1,372,266,221
Total Liabilitie	es	634,132,814	687,481,283	689,741,381
Total Shareho	olders' Equity	759,387,566	702,361,418	682,524,840
Pr	rofit/(Loss)	3 rd Quarter 2021 KHR 000'	3 rd Quarter 2020 KHR 000 ⁻	3 rd Quarter 2019 KHR 000 ^{-/}
Total Revenu	es	87,523,581	80,346,935	91,557,105
Profit/(Loss) t	pefore Tax	22,977,483	11,117,584	27,627,597
Profit/(Loss) a	after Tax	18,319,622	6,574,557	24,280,602
Total Compre	hensive Income	18,319,622	6,574,557	24,280,602
Fina	uncial Ratios	30 th September 2021	31 st Dec 2020	31 st Dec 2019
Fina Solvency Rat			31 st Dec 2020 2.35%	31 st Dec 2019 4.58%
		2021		
Solvency Rat	io	2021 4.47%	2.35%	4.58%
Solvency Rat	io Current Ratio	2021 4.47% 2.61	2.35%	4.58% 2.73
Solvency Rat	io Current Ratio	2021 4.47% 2.61 2.29	2.35% 2.42 2.12	4.58% 2.73 2.51
Solvency Rat Liquidity Ratio	Current Ratio Quick Ratio	2021 4.47% 2.61 2.29 3 rd Quarter 2021	2.35% 2.42 2.12 3 rd Quarter 2020	4.58% 2.73 2.51 3 rd Quarter 2019
Solvency Rat	Current Ratio Quick Ratio Return on Assets	2021 4.47% 2.61 2.29 3 rd Quarter 2021 1.31%	2.35% 2.42 2.12 3 rd Quarter 2020 0.47%	4.58% 2.73 2.51 3 rd Quarter 2019 1.77%
Solvency Rat Liquidity Ratio Profitability	Current Ratio Quick Ratio Return on Assets Return on Equity	2021 4.47% 2.61 2.29 3 rd Quarter 2021 1.31% 2.41%	2.35% 2.42 2.12 3 rd Quarter 2020 0.47% 0.94%	4.58% 2.73 2.51 3 rd Quarter 2019 1.77% 3.56%
Solvency Rat Liquidity Ratio Profitability	Current Ratio Quick Ratio Return on Assets Return on Equity Gross Profit Margin	2021 4.47% 2.61 2.29 3 rd Quarter 2021 1.31% 2.41% 23.80%	2.35% 2.42 2.12 3 rd Quarter 2020 0.47% 0.94% 26.29%	4.58% 2.73 2.51 3 rd Quarter 2019 1.77% 3.56% 33.88%

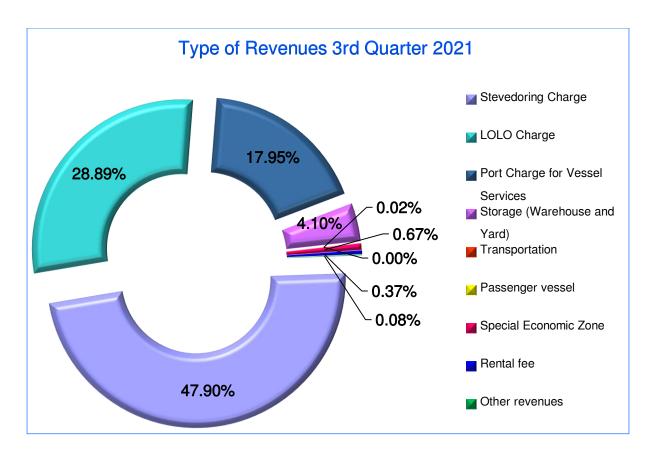


Financial Summary Charts







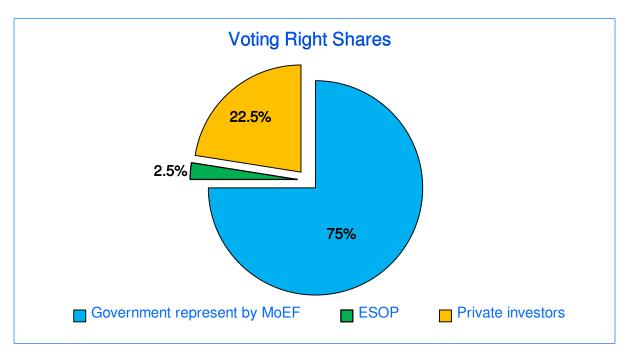


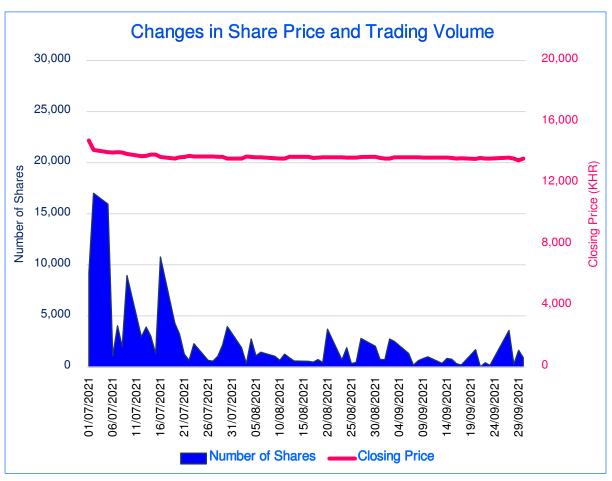
PAS's Shareholders

No.	Classes of Shares	Shareholders	Numbers of Shares	Percentage	
4	Non-voting Right	State, represented by Ministry	364,530,861	80.95%	
'	Shares "Class A"	of Economy and Finance	364,330,661	00.95%	
2	Voting Right Shares	State, represented by Ministry	64,328,975	14 200/	
2	"Class B″	of Economy and Finance	64,326,973	14.29%	
3	Voting Right Shares	Private	21 442 002	4.769/	
3	"Class C"	Privale	21,442,992	4.76%	
	To	450,302,828	100%		

PAS's Shareholders Class C

No.	Shareholders	Number of Shares	Percentage
1	ESOP	2,144,299	10%
2	KAMIGUMI CO., LTD	11,150,324	52%
3	KOBE-OSAKA International Port Corporation	2,144,300	10%
4	Other Private Shareholders	6,004,069	28%
Total		21,442,992	100%





Board of Directors





H.E. Phan Phalla Representative of Ministry of Economy and Finance











Speech of H.E Chairman & CEO

"On behalf of the Board of Directors of Sihanoukville Autonomous Port (PAS), I have the honor and pleasure to present the PAS's business and financial reports of the 3rd quarter, 2021 for the period ended 30th September 2021".

With a solid support of the Royal Government as well as the two Ministries in Charge, PAS has continued an immense evolution to serve its business activities with an earned revenue of 87,523,581,000 Riels and a net profit of 18,319,622,000 Riels in this 3rd quarter 2021. The revenue increased by 7,176,646,000 Riels equal to 8.93% compared to the same period of 2020, while the net profit after tax increased by 11,745,065,000 Riels equal to 178.64%. This was the result of increasing in Container cargoes and Container throughputs and increasing in Unrealized foreign exchange gain (Japanese Yen) which led to increase in net profit compared to 3rd quarter 2020. As the result, PAS's earnings per share is 213.59 Riels in this 3rd quarter 2021. Furthermore, the container throughputs amounted to 194,268 TEUs, increased of 29,754 TEUs equal to 18.09% compared to 3rd quarter 2020.

PAS is going to continue its efforts for the betterment of business and service operation and to achieve the highest benefits for its shareholders. PAS has strengthened the work efficiency and built additional infrastructure to meet the increasing demand of customers and the growing economy. Besides, the multi-purpose terminal is designed to contribute and promote such important fields as agriculture, agro-industry, industry, trade, and especially in order to support the export of such Cambodian agricultural products as rice, dry tapioca, and bulk cargo in response to the Royal Government's market expansion strategy for rice export as well as the provision of logistic services for oil exploration within the Cambodia's sea territory. In addition, the multi-purpose terminal is also designed to import coal to be used for the generation of electricity and cement production. PAS is also in the process of its New Container Terminal Project which is still under architectural detail designs. This new container

terminal will be able to accommodate vessels with gross tonnage of 60,000 tons or container vessels with 5,000 TEUs which are the Post Panamax vessels.

➤ In response to the increasing cargo throughputs as well as customers' service demand, PAS has set its main goal as follows:

- Continue to carry out the works in accordance with the scheduled plan for 2021
- Maintain its competitive advantages, thereby ensuring service quality, competitive prices, work efficiency, and building up confidences for the customers
- Strengthen staff's capacity on management and technical skill to timely respond to the increasing demands of port's services
- Repair, maintenance and additionally develop port's infrastructure and machinery to ensure competitive advantages and promote its cargo handling capacity
- Strengthen strategic cooperation with domestic and regional ports
- Strengthen corporate governance by establishing necessary committees
- Contribute to the development of Corporate Social Responsibility's activities and promoting social welfare.

> Duty of the Board of Directors

In this 3rd Quarter 2021, the Board of Directors had conducted two meetings and adopted the following works:

The 1st Meeting of the Board of Directors in its 8th Mandate on August 06th, 2021 (ZOOM Video Conference)

The Board of Directors (BOD) meeting has reviewed, discussed and approved the following:

- BOD has reviewed, discussed and approved on Business Performance Report of PAS on 2nd Quarter 2021.
- Reviewed, discussed and approved on the requested to be amended on the PAS's staff statute.
- Reviewed, discussed and approved:
 - Support the report on the situation and emergency measures of Sihanoukville Autonomous Port due to the undeveloped of the volume of containers passing through
 - o To allow PAS expand the QC Rail by 25 meters and install 1 set of Dolphin
 - To prepare a letter of request to His Excellency the General, Deputy Prime Minister, Minister of Economy and Finance to revise the procurement procedure

- to select the construction companies from the International Competitiveness Bidding (ICB) to Limited International Bidding (LIB).
- To examine the possibility with the Japanese parties to equip the Harbor Mobile Crane (HMC), which may contribute to expanding the container lifting capacity before the completion of the construction of the new container port (Step 1) because Harbor Mobile Crane will be able to facilitate the lift-on and lift-off operation from container vessels docked at general cargo terminals and multipurpose ports.
- BOD has reviewed, discussed and approved on 2nd Quarter 2021 Financial Report which reviewed by Independent Auditor, PWC.
- Discussed and approved to choose Ernst & Young (Cambodia) Ltd, an independent audit firm, one of the big four companies to audit the Sihanoukville Autonomous Port for the period 2022 to 2024.
- BOD unanimously approved the following for the appointment of 8 senior officers:
 - 1. Appointing Mr. Ty Sakun, currently the Director of Technical-Materials Department, to Deputy Director General of Technical replacing Mr. Chea Yuthdika who is retired.
 - 2. Appointing Mr. Thong Viro, currently the Director of Harbor Master and Security Department, to Deputy Director General of Administration replacing Mr. Chhun Hong who is retired.
 - Appointing Mr. Thai Mengly, currently the Deputy Director of Container Terminal Operation Department, to Director of Container Terminal Operation Department replacing Mr. Srey Narin who is retired.
 - 4. Appointing Mr. Pith Prakath, currently the Director of Business Department, to Director of Financial and Accounting Department replacing Mr. Path Seth who is appointed to a new position.
 - Appointing Mr. Kim Hor, currently the Deputy Director of Machinery Department, to Director of Machinery Department replacing Mr. Neak Sophieyan who is retired.
 - 6. Appointing Mr. Soeung Seno, currently the Deputy Director of Harbor Master and Security Department, to Director of Harbor Master and Security Department replacing Mr. Thong Viro who is appointed to a new position.

- 7. Appointing Mr. Ouk Vannara, currently the Deputy Director of Technical-Materials Department, to Director of Technical-Materials Department replacing Mr. Ty Sakun who is appointed to a new position.
- 8. Appointing Mr. Ngoun Ratana, currently the Deputy Director of Business Department, to Director of Business Department replacing Mr. Pith Prakath who is appointed to a new position.
- Setting the date for the 2nd meeting of the Board of Directors of the 8th mandate on November 5th, 2021.

The Meeting of (Extra-ordinary) the Board of Directors in its 8th Mandate on September 13th, 2021 (ZOOM Video Conference)

- Discussed and approved PAS to submit a report and presentation on the feasibility study the new container terminal project of Phase 2 and Phase 3 to the guardian ministries in order to request support to expedite the process of applying for a Japanese ODA Loan. Support on the request for additional Transshipment Cargoes Services at PAS.
- Discussed and approved the progress report on the solution of PAS on the issues raised by the representatives of the private sector in the field of transportation and infrastructure.
- Discussed and approved the establishment of a committee to study, evaluate and negotiate the price of land at the proposed location and possibly other locations with the participation of the State controller (Mr. Nom Sinith) to implement the procedure of purchasing a plot of land for development into a new container depot (ICD) approximately 30 km near the Expressway network and near the exit, with an area of 60 to 100 hectares to be included in the agenda of the next Board Meeting (Extraordinary Meeting if necessary) before requesting His Excellency the General Assembly, Deputy Prime Minister, Minister of the Ministry of Economy and Finance to review and decide.
- Discussed and approved the Vision, Mission and Values of PAS and allowed to review and comment further through the Telegram in case of any request to revise the content.

Acknowledgement

Once again, I would like to express my profound thanks to the Royal Government of Cambodia led by Samdech Akka Moha Sena Padei Techo Hun Sen, Prime Minister of the Kingdom of Cambodia, and the two Ministries in Charge, namely Ministry of Public Works and Transport and Ministry of Economy and Finance for extending their support and trust on PAS's operational activities from time to time.

Last but not least, I would like to thank to all the PAS's employees for their hard work and dedication to the job.

Sihanoukville, Dated: 10 November 2021

Chairman

LOU KIMCHHUN

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PART 1

General Information of Sihanoukville Autonomous Port



A. Identity of Sihanoukville Autonomous Port

Company name (Khmer) : កំពង់ផែស្វយ័តក្រុងព្រះសីហនុ (កសស)

Company name (Latin) : PORT AUTONOME DE SIHANOUKVILLE "PAS"

Company name (English) : SIHANOUKVILLE AUTONOMOUS PORT

Standard Code : KH1000060009

Address : Terak Vithei Samdech Akka Moha Sena Padei Techo Hun Sen.

Sangkat 3, Preah Sihanouk City, Preah Sihanouk Province,

Cambodia.

Phone Number: (855) 34 933 416/933 511

Fax Number : (855) 34 933 693

Website : www.pas.gov.kh

Email : pasinfo@pas.gov.kh

Company Registration Number: Co.4784 Et/2017 Date: 21st February 2017

License Number: 0159 กณา.ชชก Issued by: Ministry of Economy and Finance Date: 22nd

February 2017

Disclosure Document Registration Number issued by SECC: 058/17/SECC

Date: 09th May 2017

Representative of PAS: His Excellency Lou Kim Chhun

B. Nature of Business

Sihanoukville Autonomous Port which is the sole international deep sea port of the Kingdom of Cambodia is performing its business operation on the land area approximately 125 hectares. Situated along the coastal line of the Kingdom of Cambodia, in the Gulf of Thailand, PAS enjoys a favorable natural condition which contributes smoothly to the year-round business operation with calm sea water and no tidal storms.

PAS is connected by a variety of multi-modal transportation networks. By road, PAS is connected by two main national roads, namely National Road No. 4 with 226 Km long from Phnom Penh capital and National Road No. 3 with 244 Km long through Kampot province. PAS is also connected by the southern railroad from Phnom Penh through Kampot province with 264 Km long. By airways, PAS is connected to Siem Reap province and Phnom Penh capital by Sihanoukville International Airport.

As the port operator, PAS offers business services as follows:

- Bringing vessels in and out and provide logistics supplies
- Conducting cargo handling, offloading, loading operation
- Stocks, warehousing and yards
- Transporting cargo
- Special Economic Zone.

PAS has a total quay length of 1,860 meters and divided into 13 berths as follows:

No	Terminal	Type of Goods	Length (m)	Width (m)	Terminal Number
1	Passenger Terminal (Old Jetty)	Passengers and General Cargo	290	28	Terminal No. 1 and No. 3: 9m to 13m draft for ships with 8.5m alongside depth. Terminal No. 2 and No. 4: 6.5m to 8m draft for ships with 7m alongside depth.
2	New Wharf	Container	350	500	Terminal No. 5 (West) and No. 6 (East): 10m draft for ships with under 8.5m alongside depth.
3	Container terminal	Container	400	350	Terminal No. 7 and No. 8: 11m draft for ships with under 8.5m alongside depth.
4	Multipurpose terminal	Passengers, General Cargo and Oil Exploration Logistic Base	330	200	Multipurpose terminal with 330m length and 13.5m depths for bulk and general cargoes which allow vessels with 50,000 DWT and the Terminal for Logistic Base Oil Exploration with 200m length and 7.5m depths for the offshore oil exploration in the territory of Cambodian

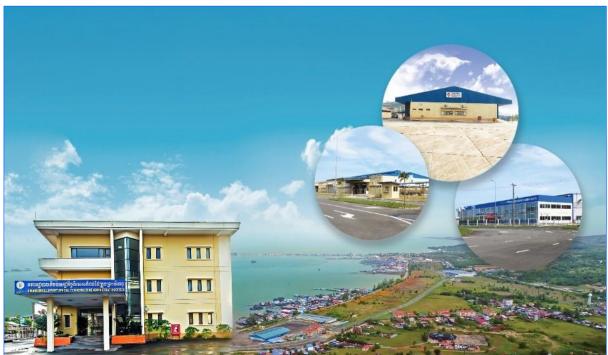
					Petroleum port: 4.5m draft
					with under 80m long.
					Mooring and unmooring
5	Concrete Wharf	Petroleum	53	5	facilities have been
					prepared for berthing
					alongside of ships with under
					6m and 110m long.

Railway Container Terminal

Beside from the above terminals, in cooperation with Royal Railway Co., Ltd, PAS has also established a railroad operational system and container yard within the port's premises so that customers or cargo owners can transport containers from PAS to Phnom Penh and vice versa. PAS has rented the land area in this premises to Royal Railway Co., Ltd and provided container loading and offloading services on board train and vice versa.

Sihanoukville Port Special Economic Zone

Apart from the business and services mentioned above, PAS also operates the Sihanoukville Port Special Economic Zone with approximately 64 hectares of land area which was constructed in accordance with Japanese standard.



c. Quarter's Key Events

For this 3rd quarter of 2021, there isn't any key event.



PART 2

Information on Business Operation Performance



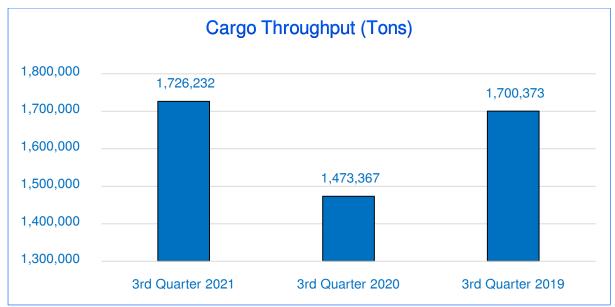
A. Business Operation Performance including business segments information

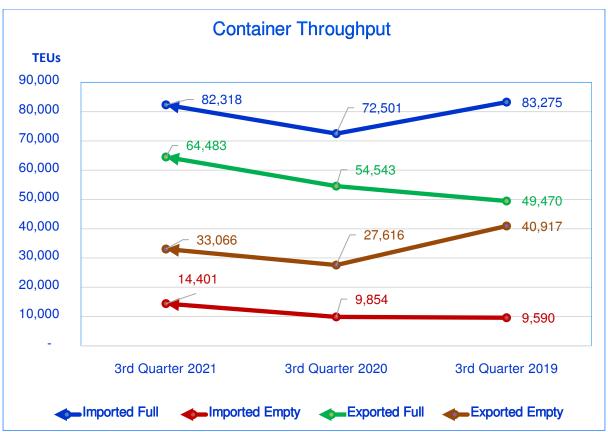
Items		Planning 2021	3 rd Quarter 2021	3 rd Quarter 2020	3 rd Quarter 2019	Compa	arison	
		1	2	3	4	(2-3)/3	(2-4)/4	
Gross Throughput	Tons	6,698,000	1,726,232	1,473,367	1,700,373	17.16%	1.52%	
Container Cargo	_		1,254,101	1,055,348	1,140,587	18.83%	9.95%	
General Cargo	_		44,717	90,181	125,150	-50.41%	-64.27%	
Fuel	_		427,414	327,838	434,636	30.37%	-1.66%	
Imported Cargo	_	5,013,000	1,250,669	1,065,844	1,323,690	17.34%	-5.52%	
Container	_		782,964	654,966	785,981	19.54%	-0.38%	
General	_		467,705	410,878	537,709	13.83%	-13.02%	
Exported Cargo	_	1,685,000	475,563	407,523	376,684	16.70%	26.25%	
Container	_		471,137	400,383	354,607	17.67%	32.86%	
General	_		4,426	7,140	22,077	-38.01%	-79.95%	
Cargo Handling	_	8,718,000	2,562,195	2,256,420	2,429,288	13.55%	5.47%	
Direct Transfer	_	211,000	35,441	34,637	102,186	2.32%	-65.32%	
Container Yard and		9 507 000	2,526,754	2,221,783	2,327,102	13.73%	8.58%	
Warehouse	_	8,507,000						
Container Throughput	TEUs	639,000	194,268	164,514	183,252	18.09%	6.01%	
Imported Container	_	318,000	96,719	82,355	92,865	17.44%	4.15%	



Full Container	_		82,318	72,501	83,275	13.54%	-1.15%
Empty Container	_		14,401	9,854	9,590	46.14%	50.17%
Exported Container	_	321,000	97,549	82,159	90,387	18.73%	7.92%
Full Container	_		64,483	54,543	49,470	18.22%	30.35%
Empty Container	_		33,066	27,616	40,917	19.73%	-19.19%
Calling Vascale	Units	1,580	352	357	406	-1.40%	-13.30%
Calling Vessels	Tons	17,705,000	3,190,998	3,714,355	3,714,663	-14.09%	-14.10%
Container	Units		166	175	158	-5.14%	5.06%
Container	Tons		2,327,484	2,763,198	2,305,634	-15.77%	0.95%
Tankar	Units		108	124	165	-12.90%	-34.55%
Tanker	Tons		414,888	433,026	530,712	-4.19%	-21.82%
Computed	Units		78	58	82	34.48%	-4.88%
General	Tons		448,626	518,131	727,622	-13.41%	-38.34%
	Units		-	-	1	-	-100.00%
Passenger (Cruise Ship)	Tons		-	-	150,695	-	-100.00%
	Person		-	-	2,200	-	-100.00%

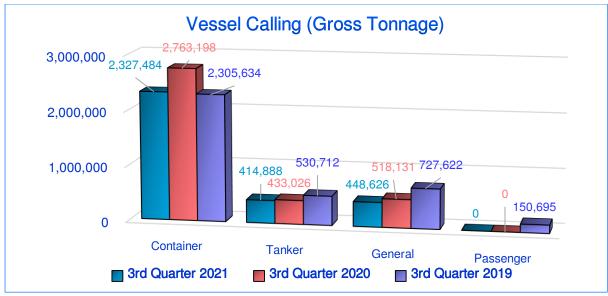


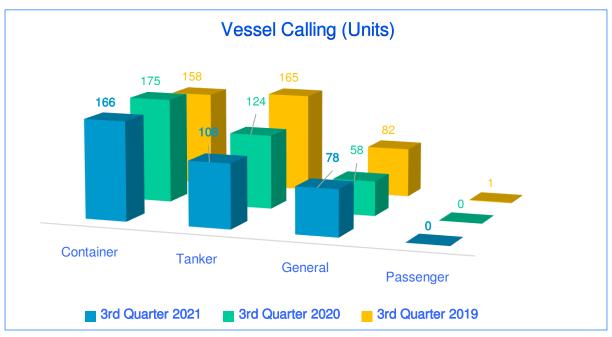














B. Revenue structure

Description	3 rd Quarter 2021		3 rd Quar	ter 2020	3 rd Quarter 2019	
Description	'000 riels	Percentage of total income	'000 riels	Percentage of total income	'000 riels	Percentage of total income
Stevedoring Charge	41,926,211	47.90%	38,534,673	47.96%	43,415,029	47.42%
LOLO Charge	25,288,418	28.89%	21,092,904	26.25%	23,839,503	26.04%
Port Charge for Vessel Services	15,714,019	17.95%	17,269,736	21.49%	16,616,038	18.15%
Storage (Warehouse and Yard)	3,586,843	4.10%	2,478,972	3.09%	6,699,240	7.32%
Transportation	21,751	0.02%	17,759	0.02%	4,001	0.00%
Passenger vessel	0	0.00%	0	0.00%	36,044	0.04%
Special Economic Zone	586,443	0.67%	558,234	0.69%	610,077	0.67%
Rental fee	325,617	0.37%	317,343	0.39%	256,165	0.28%
Other revenues	74,280	0.08%	77,314	0.10%	81,009	0.09%
Total Revenue	87,523,581	100.00%	80,346,935	100.00%	91,557,105	100.00%





PART 3

Financial Statements Reviewed by the External Auditor





Report on review of condensed interim financial information

To the shareholders of Sihanoukville Autonomous Port

Introduction

We have reviewed the accompanying statement of financial position of Sihanoukville Autonomous Port (PAS) as at 30 September 2021 and the related statements of profit or loss and other comprehensive income for the three-month and nine-month periods then ended, the statement of changes in equity and cash flows for the nine-month period then ended and notes, comprising a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with Cambodian International Accounting Standard 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

We conducted our review in accordance with Cambodian International Standard on Review Engagements 2410, 'Review of interim financial information performed by the independent auditor of the entity'. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Cambodian International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with Cambodian International Accounting Standard 34, 'Interim Financial Reporting'.

For PricewaterhouseCoopers (Cambodia) Ltd.

By Lang Hy Partner

Phnom Penh, Kingdom of Cambodia 10 November 2021

INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED) AS AT 30 SEPTEMBER 2021

		30 September 2021	31 December 2020
	Notes	KHR'000	KHR'000
		(Reviewed but	(Audited)
ACCETO		unaudited)	
ASSETS Non-current assets			
Property and equipment	7	915,772,134	915,369,015
Investment properties	8	270,685,024	273,835,467
Intangible assets	9	5,219,043	5,673,745
•		1,191,676,201	1,194,878,227
		_	_
Current assets			
Loans to employees		-	1,228,021
Inventories	10	25,149,540	23,853,022
Trade and other receivables Short-term bank deposits	10	39,205,445 100,459,364	34,615,253 104,527,103
Cash and cash equivalents		37,029,830	30,741,075
Casif and Casif equivalents		201,844,179	194,964,474
		201,044,173	134,304,474
Total assets		1,393,520,380	1,389,842,701
EQUITY AND LIABILITIES EQUITY			
Share capital and share premium	11	518,018,063	518,018,063
Other reserves	12	31,719,832	29,059,072
Retained earnings		209,649,671	155,284,283
Total equity		759,387,566	702,361,418
LIABILITIES			
Non-current liabilities			
Borrowings	13	448,305,106	502,343,609
Retirement benefit obligations	14	79,348,589	78,532,967
Seniority payment obligations		817,097	983,118
Deferred toy liebilities		5,350,628	5,406,143
Deferred tax liabilities		23,072,867 556,894,287	19,676,316 606,942,153
		550,694,267	000,942,133
Current liabilities			
Borrowings	13	33,624,748	37,602,224
Retirement benefit obligations	14	8,139,000	7,949,000
Seniority payment obligations		919,502	3,126,060
Deferred income		244,001	133,485
Trade and other payables		26,356,417	24,120,868
Income tax liabilities		7,954,859	7,607,493
		77,238,527	80,539,130
Total liabilities		634,132,814	687,481,283
Total equity and liabilities	,	1,393,520,380	1,389,842,701

The accompanying notes on pages 6 to 23 are an integral part of this condensed interim financial information.



INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2021

		Three-month	period ended	Nine-month period ended		
			30 September			
		2021	2020	2021	2020	
	Notes	KHR'000	KHR'000	KHR'000 (Reviewed but	KHR'000	
		(Reviewed but unaudited)	(Reviewed but unaudited)	unaudited)	(Reviewed but unaudited)	
		unauditedj	unaudited)	unauditedj	unauditeaj	
Revenue	15	87,523,581	80,346,935	254,672,248	227,680,333	
Expenses						
Consumable supplies Salaries, wages and related	16	(22,449,797)	(19,096,971)	(68,082,690)	(61,885,957)	
expenses	17	(26,857,506)	(23,499,683)	(79,083,896)	(64,254,514)	
Depreciation and amortisation charges	18	(9,995,499)	(9,554,782)	(29,746,876)	(28,205,319)	
Repairs and maintenances		(1,066,344)	(1,909,482)	(4,498,024)	(6,635,636)	
Other expenses		(6,389,041)	(4,858,098)	(14,456,573)	(18,306,828)	
Other gains/(losses) - net		64,397	(302,297)	251,254	170,753	
. , ,		(66,693,790)	(59,221,313)	(195,616,805)	(179,117,501)	
Operating profit		20,829,791	21,125,622	59,055,443	48,562,832	
Finance income		5,202,835	1,132,714	31,465,526	3,446,383	
Finance costs		(3,055,143)	(11,140,752)	(8,308,518)	(24,673,271)	
Finance income/(costs) - net	19	2,147,692	(10,008,038)	23,157,008	(21,226,888)	
Profit before income tax		22,977,483	11,117,584	82,212,451	27,335,944	
Income tax expense		(4,657,861)	(4,543,027)	(13,011,654)	(11,600,868)	
Profit for the period		18,319,622	6,574,557	69,200,797	15,735,076	
Profit attributable to						
shareholders		18,319,622	6,574,557	69,200,797	15,735,076	
Total comprehensive income attributable to shareholders		18,319,622	6,574,557	69,200,797	15,735,076	
The earnings per share attributab	le to sha	reholders of PA	S during the peri	od are as follow	s:	
Basic/diluted earnings per share						
(KHR)	21	213.59	76.65	806.80	183.45	

The accompanying notes on pages 6 to 23 are an integral part of this condensed interim financial information.

INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

	Attributable to shareholders					
	Share			_		
	capital and					
	share	Other	Retained			
	premium	reserves	earnings	Total		
	KHR'000	KHR'000	KHR'000	KHR'000		
Nine-month period ended 30 September 2020 (reviewed but unaudited)						
Balance at 1 January 2020	518,018,063	24,712,722	139,794,055	682,524,840		
Profit for the period Total comprehensive income for the		<u>-</u>	15,735,076	15,735,076		
period	-	-	15,735,076	15,735,076		
Transfer to reserves (note 12) Dividends paid (note 6)	-	4,346,350	(4,346,350) (6,771,016)	(6,771,016)		
Balance at 30 September 2020 (reviewed but unaudited)	519 019 063	20 050 072	144 411 765	601 499 000		
(reviewed but unaudited)	518,018,063	29,059,072	144,411,765	691,488,900		
Nine-month period ended 30 September 2021 (reviewed but unaudited)						
Balance at 1 January 2021	518,018,063	29,059,072	155,284,283	702,361,418		
Profit for the period Total comprehensive income for the			69,200,797	69,200,797		
period		<u> </u>	69,200,797	69,200,797		
Transfer to reserves (note 12) Dividends paid (note 6)	<u> </u>	2,660,760	(2,660,760) (12,174,649)	- (12,174,649)		
Balance at 30 September 2021 (reviewed but unaudited)	518,018,063	31,719,832	209,649,671	759,387,566		

The accompanying notes on pages 6 to 23 are an integral part of this condensed interim financial information.

INTERIM STATEMENT OF CASH FLOWS (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

	_	Nine-month period ended		
		30 September	30 September	
	Natas	2021	2020	
	Notes	KHR'000	KHR'000	
		(Reviewed but	(Reviewed but	
Coch flows from operating activities		unaudited)	unaudited)	
Cash flows from operating activities Cash inflow from operations	22	81,733,971	75,728,489	
Income tax paid	22	(9,267,737)	(11,807,559)	
income tax paid	-	(3,201,131)	(11,007,009)	
Net cash inflow from operating activities		72,466,234	63,920,930	
	-	, , , , , , , , , , , , , , , , , , ,	· · ·	
Cash flows from investing activities				
Purchases of property and equipment	7	(27,023,191)	(59,549,548)	
Purchases of investment properties	8	(1,602,101)	(2,657,743)	
Purchases of intangible assets	9	(366,931)	(147,000)	
Withdrawals of short-term bank deposits		5,087,221	24,754,770	
Receipts of repayment of loans to employees		1,283,363	1,925,043	
Interest received	-	3,866,495	4,245,212	
Net cash outflow from investing activities		(18,755,144)	(31,429,266)	
Cash flows from financing activities				
Dividends paid	6	(8,641,527)	(8,641,527)	
Proceeds from borrowings	-	375,140	11,223,400	
Repayments of borrowings		(28,691,431)	(28,656,800)	
Interest paid		(10,464,517)	(10,943,788)	
Net cash outflow from financing activities		(47,422,335)	(37,018,715)	
Net cash outnow from financing activities	-	(47,422,333)	(37,010,713)	
Net increase/(decrease) in cash and cash equivalents		6,288,755	(4,527,051)	
Cash and cash equivalents at beginning of the period		30,741,075	27,789,597	
Cash and cash equivalents at end of the period	=	37,029,830	23,262,546	

Non-cash transaction:

Non-cash operating and financing activities is the dividend paid to Class B shares amounting to KHR 3,533,122 thousand (note 6) which is offsetting with advance to Ministry of Public Work and Transport (MoPWT) (note 10) (30 September 2020: KHR 3,533,122 thousand out of total dividend distribution KHR 12,174,649 thousand was offset with advance to MoPWT).

The accompanying notes on pages 6 to 23 are an integral part of this condensed interim financial information.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

1. GENERAL INFORMATION

The Sihanoukville Autonomous Port (PAS) is a public autonomous institution that is under the technical supervision of the Ministry of Public Works and Transport (MoPWT) and the financial supervision of the Ministry of Economy and Finance (MoEF), with its headquarters in Preah Sihanouk Province, the Kingdom of Cambodia.

PAS is a legal entity with autonomous administration and financing and was established in accordance with Sub-decree 50 ANKR BK dated 17 July 1998, which gave it the general status as a public autonomous institution.

PAS was registered with the Ministry of Commerce and obtained the registration number Co.4784 ET/2017, dated 21 February 2017. Its shares of class C were listed on the Main Board of Cambodia Securities Exchange (CSX) on 8 June 2017.

PAS is currently the sole international and commercial deep-sea port in the Kingdom of Cambodia. According to the establishing Sub-decree, the mission of PAS is to provide the following seaport services and seaport related services which include:

- bringing vessels in and out and providing them with supplies;
- conducting cargo handling, offloading, loading and transporting;
- maintaining and safeguarding stocks, warehouses and yards;
- developing, rehabilitating and expanding the PAS's existing infrastructures;
- taking responsibility on health care, security and order in its management areas; and
- committing to manage and organise the operational activities to be effective and progressive.

In the status as public autonomous institution, PAS has hereby obtained an extensive authority and major duties from the Royal Government of Cambodia to carry out its activities in accordance with its objectives.

The registered office of PAS is Terak Vithei Samdech Akka Moha Sena Padei Techo Hun Sen Sangkat No. 3, Sihanoukville City, Preah Sihanouk Province, the Kingdom of Cambodia.

The condensed interim financial information was approved for issue by the Board of Directors on 10 November 2021.

This condensed interim financial information for the nine-month period ended 30 September 2021 has been reviewed, but not audited.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

This condensed interim financial information for the nine-month period ended 30 September 2021 has been prepared in accordance with Cambodian International Accounting Standard 34 - Interim financial reporting (CIAS 34).

This condensed interim financial information does not include all the notes of the type normally included in the annual audited financial statements. Accordingly, this report is to be read in conjunction with the annual audited financial statements for the year ended 31 December 2020, which have been prepared in accordance with Cambodian International Financial Reporting Standards (CIFRS).

The significant accounting policies used in preparing the condensed interim financial information are consistent with the significant accounting policies used in the preparation of the 2020 audited financial statements.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.1 Basis of preparation (continued)

An English version of this condensed interim financial information has been prepared from the condensed interim financial information that is in the Khmer language. In the event of a conflict or a difference in interpretation between the two languages, the Khmer language condensed interim financial information shall prevail.

2.2 New and amended standards adopted by PAS

A number of new and amended standards and interpretation below became applicable for the current reporting period:

- Covid-19-related Rent Concessions Extension of the practical expedient Amendments to CIFRS
 16
- Interest rate benchmark reform Phase 2 Amendments to CIFRS 9, CIAS 39, CIFRS 7, and CIFRS 16.

There is no significant impact on adoption of standards above.

3. MANAGEMENT ESTIMATES

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

In preparing this condensed interim financial information, the significant judgements made by management in applying the PAS'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 2020.

4. FINANCIAL RISK MANAGEMENT

4.1 Financial risk factors

PAS's activities expose it to a variety of financial risks: market risk (including foreign exchange risk and interest rate risk), credit risk and liquidity risk.

The condensed interim financial information does not include all financial risk management information and disclosures required in the annual financial statements and should be read in conjunction with PAS's annual financial statements for the year ended 31 December 2020.

4.2 Fair value of financial assets and financial liabilities measured at amortised cost

The methods and assumptions used in estimating the fair values of financial instruments are as follows:

- (a) Cash and cash equivalents and short-term bank deposits The carrying values of these amounts approximate their fair values due to their short-term nature.
- (b) Trade and other receivables The carrying amounts less impairment provisions approximate the fair value because these are subject to normal credit terms and are short-term in nature.
- (c) Trade and other payables The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.
- (d) Borrowings The fair value is estimated by discounting the future contractual cash outflows using a current borrowing rate at the period-end.



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

4. FINANCIAL RISK MANAGEMENT (continued)

4.2 Fair value of financial assets and financial liabilities measured at amortised cost (continued)

During the period, PAS has not changed the methods and assumptions used to estimate the fair value of financial instruments and there were no transfers within the fair value hierarchy.

5. SEGMENT INFORMATION

PAS has a reportable segment, namely, port service. The chief operating decision-maker (the management team) reviews the internal management report, which reports the performances of the port service segment as a whole, to assess performance and allocate resources. The chief operating decision-maker 'CODM' assesses the performance of the reportable segment by measuring gross revenue (note 15). CODM also reviews profit before tax and net profit as a whole compared to prior periods. In addition, PAS also has a Special Economic Zone (SEZ) operating as a lessor and earns rental income (note 8).

Significant revenues are derived from external customers. PAS is domiciled in Sihanoukville and major revenues originate from Sihanoukville and the surrounding areas.

The total revenue of KHR 86,506,502 thousand was generated from three major customers during ninemonth period ended.

6. DIVIDENDS

On 25 June 2021, the Board of Directors approved to distribute the dividends in respect of profit of the financial year ended 31 December 2020 as follows:

	30 September 2021 KHR'000	30 September 2020 KHR'000
	(Reviewed but unaudited)	(Reviewed but unaudited)
Dividends paid to Class B shares Dividends paid to Class C shares	3,533,122 8,641,527	3,533,122 8,641,527
Total dividends paid (*)	12,174,649	12,174,649

(*) The total dividends paid amounting to KHR 12,174,649 thousand have been debited from retained earnings (30 September 2020: KHR 6,771,016 thousand have been debited from retained earnings and the remaining of KHR 5,403,633 thousand debited from the guaranteed dividends which was recorded as a liability).

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

7. PROPERTY AND EQUIPMENT

	Land KHR'000	Land improvement KHR'000	Buildings KHR'000	Technical equipment KHR'000	Furniture and fittings KHR'000	Computer and office equipment KHR'000	Motor vehicles KHR'000	Seaport equipment KHR'000	Construction in progress KHR'000	Palettes KHR'000	Total KHR'000
At 31 December 2020 (audited) Cost	250,929,909	38,121,638	346,693,935	35,828,334	2,136,346	9,038,746	41,895,655	232,088,355	66,256,327	1,022,761	1,024,012,006
Accumulated depreciation		(5,750,541)	(30,278,663)	(9,811,185)	(1,329,706)	(6,327,189)	(9,638,457)	(44,534,745)	-	(972,505)	(108,642,991)
Net book amount (audited)	250,929,909	32,371,097	316,415,272	26,017,149	806,640	2,711,557	32,257,198	187,553,610	66,256,327	50,256	915,369,015
Nine-month period ended 30 September 2021 (reviewed but unaudited)											
Opening net book amount Additions (*) Depreciation charges	250,929,909 - -	32,371,097 - (1,122,563)	316,415,272 813,760 (7,231,253)	26,017,149 1,679,766 (2,989,501)	806,640 251,909 (321,506)	2,711,557 894,483 (1,014,648)	32,257,198 6,551,553 (2,827,886)	187,553,610 1,331,183 (8,631,673)	66,256,327 13,053,164	50,256 - (33,669)	915,369,015 24,575,818 (24,172,699)
Closing net book amount	250,929,909	31,248,534	309,997,779	24,707,414	737,043	2,591,392	35,980,865	180,253,120	79,309,491	16,587	915,772,134
At 30 September 2021 Cost Accumulated depreciation	250,929,909	38,121,638 (6,873,104)	347,507,695 (37,509,916)	37,508,100 (12,800,686)	2,388,255 (1,651,212)	9,933,229 (7,341,837)	48,447,208 (12,466,343)	233,419,538 (53,166,418)	79,309,491 <u>-</u>	1,022,761 (1,006,174)	1,048,587,824 (132,815,690)
Net book amount (reviewed but unaudited)	250,929,909	31,248,534	309,997,779	24,707,414	737,043	2,591,392	35,980,865	180,253,120	79,309,491	16,587	915,772,134



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

7. PROPERTY AND EQUIPMENT (continued)

(*) Please refer to below reconciliation of cash and non-cash of additions (purchases of property and equipment) for the nine-month period ended.

	Nine-month p	eriod ended
	30 September 2021 KHR'000	30 September 2020 KHR'000
	(Reviewed but unaudited)	(Reviewed but unaudited)
Purchases (cash and non-cash) during the period Decrease/(increase) payable to a supplier (non-cash)	24,575,818 2,447,373	65,347,252 (5,797,704)
Cash paid during the period	27,023,191	59,549,548

The interest cost that was capitalised on qualifying assets for the period ended 30 September 2021 was KHR 337,335 thousand.

8. INVESTMENT PROPERTIES

	Land KHR'000	Buildings KHR'000	Construction in progress KHR'000	Total KHR'000
At 31 December 2020 (audited) Cost Accumulated depreciation	136,030,885	168,140,149 (30,694,847)	359,280	304,530,314 (30,694,847)
Net book value (audited)	136,030,885	137,445,302	359,280	273,835,467
Nine-month period ended 30 September 2021 (reviewed but unaudited)				
Opening net book amount	136,030,885	137,445,302	359,280	273,835,467
Additions Transfers	- 535,270	165,310	1,436,791 (535,270)	1,602,101
Depreciation charges		(4,752,544)		(4,752,544)
Closing net book amount	136,566,155	132,858,068	1,260,801	270,685,024
At 30 September 2021 Cost Accumulated depreciation	136,566,155 -	168,305,459 (35,447,391)	1,260,801	306,132,415 (35,447,391)
Net book amount (reviewed but unaudited)	136,566,155	132,858,068	1,260,801	270,685,024

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

8. INVESTMENT PROPERTIES (continued)

The following amounts have been recognised in the interim statement of profit or loss and other comprehensive income deriving from the business of investment properties:

	Nine-month p	eriod ended
	30 September 2021 KHR'000	30 September 2020 KHR'000
	(Reviewed but unaudited)	(Reviewed but unaudited)
Rental revenue Depreciation expenses Direct operating expenses arising from investment properties that	1,702,005 (4,752,544)	1,945,117 (4,679,508)
generate rental revenue	(1,965,318)	(1,857,989)

9. INTANGIBLE ASSETS

	Software KHR'000
At 31 December 2020 (audited) Cost Accumulated amortisation	10,921,152 (5,247,407)
Net book amount (audited)	5,673,745
Nine-month period ended 30 September 2021 (reviewed but unaudited) Opening net book amount Additions Amortisation charges	5,673,745 366,931 (821,633)
Closing net book amount	5,219,043
At 30 September 2021 Cost Accumulated amortisation	11,288,083 (6,069,040)
Net book amount (reviewed but unaudited)	5,219,043

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

10. TRADE AND OTHER RECEIVABLES

	30 September 2021 KHR'000	31 December 2020 KHR'000
	(Reviewed but unaudited)	(Audited)
Trade receivables Loss allowance	37,578,438 (433,469)	30,636,358 (2,655,478)
Trade receivables – net	37,144,969	27,980,880
Advances to MoPWT (a) Advances Withholding tax credit (b) Prepayments	1,221,303 753,309 - 85,864 2,060,476	4,754,425 668,510 1,125,797 85,641 6,634,373
	39,205,445	34,615,253

PAS's customers are local and international shipping lines and shipping agents. Trade receivables are short term.

- (a) This represents outstanding cash advances to the Ministry of Public Works and Transport (MoPWT), which based on letters issued by MoEF dated 22 April 2019 for the purpose of renovating certain parts of city road. The advances were settled by way of deduction from the dividend payment or repayment. There is no specific term of repayment.
- (b) On 21 January 2021, the General Department of Taxation approved a withholding tax credit of KHR 1,125,797 thousand to offset with further income tax payable from the year 2021 onwards. The current income tax liabilities for the nine-month period ended 30 September 2021 of KHR 1,125,797 thousand were offset with the withholding tax credit.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

11. SHARE CAPITAL AND SHARE PREMIUM

	Class A	Class A share (*)		ss B share (**) Class C s		hare (**)	Share premium	Total	
	Number	KHR'000	Number	KHR'000	Number	KHR'000	KHR'000	KHR'000	
At 31 December 2020 (audited)	364,530,861	364,530,861	64,328,975	64,328,975	21,442,992	21,442,992	67,715,235	518,018,063	
At 30 September 2021 (reviewed but unaudited)	364,530,861	364,530,861	64,328,975	64,328,975	21,442,992	21,442,992	67,715,235	518,018,063	

^(*) According to Article 5 of the Articles of Incorporation dated 21 February 2017, the existing capital of KHR 428,859,836,000 were allocated into 364,530,861 class A shares and 64,328,975 class B shares with a par value of KHR 1,000 per share. Both class A shares and class B shares are controlled by the Royal Government of Cambodia represented by MoEF. Class A shares are not entitled to any dividend payment and have no voting rights except for conditions as detailed in article 9 of the Articles of Incorporation dated 21 February 2017. Class B shares have voting rights and are entitled to dividend as approved by the Board of Directors.



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

11. SHARE CAPITAL AND SHARE PREMIUM (continued)

(**) The details of voting rights shares are as follows:

Shareholders	Percentage	Number of shares	KHR'000
Class B shares: The Royal Government of Cambodia Class C shares:	75%	64,328,975	64,328,975
Kamigumi Employee share option scheme	13% 2%	11,150,324 2,144,299	11,150,324 2,144,299
Other investors	10%	8,148,369	8,148,369
	25%	21,442,992	21,442,992
	100%	85,771,967	85,771,967

The number of shares issued in class C shares are 21,442,992 shares with a par value of KHR 1,000 per share. All issued class C shares were fully paid.

12. OTHER RESERVES

	30 September 2021 KHR'000	31 December 2020 KHR'000
	(Reviewed but unaudited)	(Audited)
Opening balance Add: General reserve Add: Legal reserve	29,059,072 1,330,380 1,330,380	24,712,722 2,173,175 2,173,175
Closing balance	31,719,832	29,059,072

Article 34 of the Article of Incorporation dated 21 February 2017 stipulates that PAS's annual profit, after offsetting losses carried forward (if any), is allocated to general reserve at 5% and legal reserve at 5%. On 7 May 2021, the Board of Directors approved to transfer the profit for the year ended 31 December 2020 to general reserve of KHR 1,330,380 thousand and legal reserve of KHR 1,330,380 thousand.

13. BORROWINGS

	30 September 2021 KHR'000	31 December 2020 KHR'000
	(Reviewed but unaudited)	(Audited)
Borrowings from:		
MoEF – (JBIC) – Loan No. CP-P3	58,992,094	71,044,164
MoEF – (JBIC) – Loan No. CP-P4	102,897,042	104,844,848
MoEF – (JBIC) – Loan No. CP-P6	6,758,540	7,802,673
MoEF – (JBIC) – Loan No. CP-P8	110,734,990	123,998,084
MoEF – (JICA) – Loan No. CP-P10	187,478,485	216,371,064
MoEF – (JICA) – Loan No. CP-P21	15,068,703	15,885,000
	481,929,854	539,945,833



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

13. BORROWINGS (continued)

MoEF signed borrowing agreements with JICA and JBIC in respect of the transactions relating to PAS. The borrowings are disbursed by JICA and JBIC directly to the suppliers of PAS. Repayments of borrowings are made by PAS directly to MoEF according to the repayment schedules.

The maturity dates of these borrowings are as follows:

	30 September 2021 KHR'000	31 December 2020 KHR'000
	(Reviewed but unaudited)	(Audited)
Current	ŕ	
Not later than one year	33,624,748	37,602,224
Non-current		
Later than one year but not later than two years	31,772,138	33,453,523
Later than two year but not later than five years	95,316,413	100,360,569
Later than five years	321,216,555	368,529,517
,	448,305,106	502,343,609
	481,929,854	539,945,833

The carrying amounts and fair values of the borrowings are as follows:

	30 September 2021 KHR'000	31 December 2020 KHR'000
	(Reviewed but	(Audited)
Committee workers	unaudited)	
Carrying value	22.024.740	07.000.004
Current portion	33,624,748	37,602,224
Non-current portion	448,305,106	502,343,609
	481,929,854	539,945,833
Fair value		
Current portion	31,177,714	32,951,135
Non-current portion	340,720,653	379,276,903
	274 000 007	440,000,000
	371,898,367	412,228,038

The fair values were calculated based on cash flows discounted using a current lending rate. They were classified as level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risk.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

13. BORROWINGS (continued)

Borrowings denominated in other currencies other than functional currency are as follows:

	30 September 2021 KHR'000	31 December 2020 KHR'000
	(Reviewed but unaudited)	(Audited)
JPY US\$	379,032,812 102,897,042	430,518,335 109,427,498
	481,929,854	539,945,833

The interest rate per annum for each borrowing is as follow:

	30 September 2021	31 December 2020
MoEF – (JBIC) – Loan No. CP-P3	3.00%	3.00%
MoEF – (JBIC) – Loan No. CP-P4	3.70%	3.70%
MoEF – (JBIC) – Loan No. CP-P6	3.00%	3.00%
MoEF – (JBIC) – Loan No. CP-P8	2.65%	2.65%
MoEF – (JICA) – Loan No. CP-P10	1.65%	2.65%
MoEF – (JICA) – Loan No. CP-P21	1.26%	1.26%

14. RETIREMENT BENEFIT OBLIGATIONS

The amount recognised in the interim statement of financial position was as follows:

	30 September 2021 KHR'000	31 December 2020 KHR'000
	(Reviewed but unaudited)	(Audited)
Present value of defined benefit obligations Unfunded status	87,487,589 87,487,589	86,481,967 86,481,967
Net liability recognised in interim statement of financial position	87,487,589	86,481,967

The movement in the defined benefit obligations over the period was as follows:

	Nine-month pe	Nine-month period ended	
	30 September 2021 KHR'000	30 September 2020 KHR'000	
	(Reviewed but unaudited)	(Reviewed but unaudited)	
Beginning balance Current service cost Interest expense Benefits paid	86,481,967 1,281,750 3,460,500 (3,736,628)	83,074,061 1,290,000 3,423,000 (2,168,617)	
Closing balance	87,487,589	85,618,444	



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

14. RETIREMENT BENEFIT OBLIGATIONS (continued)

	30 September 2021 KHR'000	31 December 2020 KHR'000
	(Reviewed but unaudited)	(Audited)
Current portion Non-current portion	8,139,000 79,348,589	7,949,000 78,532,967
	87,487,589	86,481,967

The retirement benefit costs recognised within salaries, wages and related expenses and remeasurement of retirement benefit obligations in the interim statement of profit or loss and other comprehensive income were as follows:

	Nine-month period ended	
	30 September 2021 KHR'000	30 September 2020 KHR'000
	(Reviewed but unaudited)	(Reviewed but unaudited)
Current service cost Interest expense	1,281,750 3,460,500	1,290,000 3,423,000
	4,742,250	4,713,000
The principal actuarial assumptions were as follows:		
	2021	2020

	2021	2020
		_
Average years of service	21	20
Discount rate per annum	6%	6%
Salary increase rate per annum	5%	5%
Turnover rate per annum	0.5%	0.5%

Mortality rates

In the absence of published mortality rates in Cambodia, PAS used the 2017 Thailand Ordinary Mortality table modified to fit Cambodian life expectancy. The 2017 Thailand Ordinary Mortality table contains the most recent estimates of likelihood of death of the general population in Thailand and has remained consistent as at 30 September 2021.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

15. REVENUE

	Three-month period ended		Nine-month period ended		
	30 September	30 September	30 September	30 September	
	2021	2020	2021	2020	
	KHR'000	KHR'000	KHR'000	KHR'000	
	(Reviewed but	(Reviewed but	(Reviewed but	(Reviewed but	
	unaudited)	unaudited)	unaudited)	unaudited)	
Stevedoring charges	41,926,211	38,534,673	116,384,622	104,351,330	
Lift-On Lift-Off (LO-LO)	25,288,418	21,092,904	75,470,189	60,666,125	
Port due/charge services	15,714,019	17,269,736	49,558,529	50,888,724	
Container storage	3,586,843	2,478,972	10,264,669	8,527,519	
Rental income from SEZ	586,443	558,234	1,702,005	1,945,117	
Other revenue	421,647	412,416	1,292,234	1,301,518	
<u> </u>	87,523,581	80,346,935	254,672,248	227,680,333	
Timing of revenue recognition					
At a point in time	83,024,679	76,992,385	241,743,037	216,425,286	
Over time	4,498,902	3,354,550	12,929,211	11,255,047	
	87,523,581	80,346,935	254,672,248	227,680,333	

16. CONSUMABLE SUPPLIES

	Three-month p	Three-month period ended		eriod ended
	30 September 30 September 2021 2020 KHR'000 KHR'000		30 September 2021 KHR'000	30 September 2020 KHR'000
	(Reviewed but unaudited)	(Reviewed but unaudited)	(Reviewed but unaudited)	(Reviewed but unaudited)
Combustible expenses Spare parts Warehouse supplies Oil and lubricant Office supplies Other consumables	11,216,254 7,335,971 1,752,696 974,347 437,982 732,547	7,793,368 7,547,035 1,588,590 798,639 543,709 825,630	31,752,525 24,244,412 5,742,005 2,935,050 1,658,939 1,749,759	24,500,566 25,461,095 5,602,792 2,529,696 2,019,670 1,772,138
	22,449,797	19,096,971	68,082,690	61,885,957

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

17. SALARIES, WAGES AND RELATED EXPENSES

	Three-month period ended		Nine-month period ende	
	30 September	30 September	30 September	30 September
	2021	2020	2021	2020
	KHR'000	KHR'000	KHR'000	KHR'000
	(Reviewed but	(Reviewed but	(Reviewed but	(Reviewed but
	unaudited)	unaudited)	unaudited)	unaudited)
Employee salaries	17,875,300	16,535,768	52,015,211	44,841,638
Bonuses	4,833,424	3,059,291	13,780,671	6,749,646
Retirement benefit expenses	1,580,750	1,571,000	4,742,250	4,713,000
Accrued seniority payments	835,350	685,848	2,767,061	2,355,889
Directors' remuneration	349,200	349,200	1,047,600	1,004,400
Social security expenses	262,535	180,003	579,197	557,122
Wages for contractors	37,800	79,050	195,650	222,150
Other employee-related expenses	1,083,147	1,039,523	3,956,256	3,810,669
	26,857,506	23,499,683	79,083,896	64,254,514

18. DEPRECIATION AND AMORTISATION CHARGES

	Three-month	Three-month period ended		eriod ended	
	30 September 2021 KHR'000	30 September 2020 KHR'000	30 September 2021 KHR'000	30 September 2020 KHR'000	
	(Reviewed but unaudited)	(Reviewed but unaudited)	(Reviewed but unaudited)	(Reviewed but unaudited)	
Property and equipment Investment properties Intangible assets	8,136,192 1,584,750 274,557	7,724,523 1,561,761 268,498	24,172,699 4,752,544 821,633	22,725,877 4,679,508 799,934	
	9,995,499	9,554,782	29,746,876	28,205,319	

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

19. FINANCE INCOME/(COSTS) - NET

inree-month p	perioa ended	Nine-month period ended		
•	•	•	•	
			2020	
KHR'000	KHR'000	KHR'000	KHR'000	
(Reviewed but	(Reviewed but	(Reviewed but	(Reviewed but	
unaudited)	unaudited)	unaudited)	unaudited)	
994,550	1,049,319	2,847,013	3,134,550	
4,208,285	-	28,563,171	-	
_	83,395	55,342	311,833	
5,202,835	1,132,714	31,465,526	3,446,383	
(3,055,143)	(2,858,375)	(8,308,518)	(9,786,144)	
-	(8,282,377)	-	(14,739,834)	
-			(147,293)	
(3,055,143)	(11,140,752)	(8,308,518)	(24,673,271)	
2,147,692	(10,008,038)	23,157,008	(21,226,888)	
	30 September 2021 KHR'000 (Reviewed but unaudited) 994,550 4,208,285 5,202,835 (3,055,143) - (3,055,143)	2021 2020 KHR'000 KHR'000 (Reviewed but unaudited) (Reviewed but unaudited) 994,550 1,049,319 4,208,285 - 83,395 5,202,835 1,132,714 (3,055,143) (2,858,375) - (8,282,377) - (3,055,143) (11,140,752)	30 September 2021 30 September 2020 30 September 2021 KHR'000 (Reviewed but unaudited) 4,208,285 - 28,563,171 5,202,835 1,132,714 31,465,526 (3,055,143) (2,858,375) (8,308,518) - (3,055,143) (11,140,752) (8,308,518)	

- (a) Interest income represents interest earned from savings and fixed deposit accounts held at local banks during the period.
- (b) Interest expenses represent the interest charges on borrowings obtained from the MoEF, which are funded through borrowings obtained from JICA and JBIC.
- (c) PAS has the borrowings (note 13) which are denominated in Japanese yen (JPY) and US dollar (US\$). PAS also has short-term bank deposits which are denominated in US dollar (US\$). Given the fluctuations in KHR against JPY and US\$, this resulted in significant exchange losses/gains on its borrowings and short-term bank deposits. The exchange rates are based on the exchange rates published by the National Bank of Cambodia as at the end of reporting period.

	30 September 2021	30 June 2021	31 December 2020	30 September 2020	30 June 2020
JPY/KHR	36.640	37.045	39.275	38.975	38.215
US\$/KHR	4,079	4,075	4,045	4,100	4,093

20. INCOME TAX EXPENSE

Taxes are calculated on the basis of current interpretation of the tax regulations enacted as at reporting date. The management periodically evaluates position taken in tax returns with respect to situations in which applicable tax regulation is subjected to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

However, these regulations are subject to periodic variation and the ultimate determination of tax liabilities will be made following inspection by the tax authorities. Where the final tax outcome of these matters is different from the amounts initially recorded, such differences will impact the taxes liabilities and balances in the period in which the determination is made.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

21. EARNINGS PER SHARE

i) Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to equity holders of PAS by the weighted average number of ordinary shares in issue during the period.

	Three-month period ended		Nine-month period ended	
	30 September	30 September	30 September	30 September
	2021	2020	2021	2020
_	KHR'000	KHR'000	KHR'000	KHR'000
	(Reviewed but	(Reviewed but	(Reviewed but	(Reviewed but
	unaudited)	unaudited)	unaudited)	unaudited)
Profit attributable to				
shareholders	18,319,622	6,574,557	69,200,797	15,735,076
Weighted average number of				
shares	85,771,967	85,771,967	85,771,967	85,771,967
Basic earnings per share				
(KHR)	213.59	76.65	806.80	183.45

ii) Diluted earnings per share

Diluted earnings per share are calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. PAS had no dilutive potential ordinary shares as at the period end. As such, the diluted earnings per share was equivalent to the basic earnings per share.

22. CASH GENERATED FROM OPERATIONS

		Nine-month period ended		
	-	30 September	30 September	
		2021	2020	
	Notes	KHR'000	KHR'000	
		(Reviewed but	(Reviewed but	
		unaudited)	unaudited)	
Profit before income tax		82,212,451	27,335,944	
Adjustments for:				
Depreciation and amortisation charges	18	29,746,876	28,205,319	
Impairment of trade receivables		(2,222,009)	1,363,785	
Finance (income)/costs - net	19	(23,157,008)	21,226,888	
Retirement benefit obligations	17	4,742,250	4,713,000	
Seniority payment obligations		2,767,061	2,355,889	
Other employees related expenses from loans to				
employees		327,728	491,592	
Changes in working capital:				
Inventories		(1,296,518)	(2,465,365)	
Trade and other receivables		(7,248,515)	1,403,256	
Trade and other payables		4,682,922	(5,187,241)	
Retirement benefit obligations paid		(3,736,628)	(2,168,617)	
Seniority payment obligations		(5,139,640)	(1,589,505)	
Deferred income		55,001	43,544	
	-			
Cash inflow from operations	_	81,733,971	75,728,489	
	=			

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

23. RELATED PARTY TRANSACTIONS

PAS is under the financial supervision of the MoEF and the technical supervision of the MoPWT. Transactions with MoEF and MoPWT are considered to be related parties.

(a) Related party balances

(i) Amount due to MoEF

	30 September 2021 KHR'000	31 December 2020 KHR'000
	(Reviewed but	(Audited)
Borrowings from:	unaudited)	
MoEF – (JICA)	202,547,188	232,256,064
MoEF – (JBIC)	279,382,666	307,689,769
	481,929,854	539,945,833
(ii) Amount due from MoPWT		
	30 September 2021 KHR'000	31 December 2020 KHR'000
	(Reviewed but unaudited)	(Audited)
Advances to MoPWT	1,221,303	4,754,425

(b) Related party transactions

	Nine-month po	Nine-month period ended		
	30 September 2021 KHR'000	30 September 2020 KHR'000		
	(Reviewed but unaudited)	(Reviewed but unaudited)		
Interest expenses on borrowings from MoEF (note 19(b))	8,308,518	9,786,144		

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2021

23. RELATED PARTY TRANSACTIONS (continued)

(c) Key management compensation

Key management compensation for the nine-month period ended is as follows:

	Nine-month p	Nine-month period ended		
	30 September 2021 KHR'000	30 September 2020 KHR'000		
	(Reviewed but unaudited)	(Reviewed but unaudited)		
Board of directors Fees and related expenses	1,047,600	1,146,300		
Key management personnel Salaries and other expenses	2,232,267	1,675,551		
Retirement benefit expenses (*)	175,861_	179,820		

Key management personnel comprise of Chief Executive Officer and Executive Directors who make strategic decisions over PAS's direction, financial and operational performances.

(*) Retirement benefit scheme is operated at entity wide which key management personnel are also entitled to the benefit scheme the same as other employees of PAS.

24. COMMITMENTS

As at 30 September 2021, PAS had outstanding capital expenditure commitment of KHR 846,050 million (31 December 2020: KHR 918,371 million) for its purchase of construction services, property and equipment.



PART 4

Management's Discussion and Analysis



A. Overview of Operations

PAS is the only international deep sea port of the Kingdom of Cambodia, which is operating on an approximately 125 hectares land area, located in Preah Sihanouk city, Preah Sihanouk province and connected by multi-modal transport networks. According to the definition of Sub-Decree No. 50 ANKr/BK dated 17th July 1998, PAS has been entitled as a port operator with detailed business and services in the above Part 1, section B of this 3rd quarter 2021 report.

For this 3rd quarter 2021, the volume of PAS's container throughput increased by 29,754 TEUs equivalent to 18.09% compared to 3rd quarter 2020, and Gross cargoes throughput increased by 17.16% equivalent to 252,865 tons. Among gross cargoes throughput, container in tons increased 18.83% equivalent to 198,753 tons, and general cargoes decreased 45,464 tons equivalent to 50.41% and fuels increased by 30.37% equal to 99,576 tons. PAS's calling vessel decreased by 1.40% equal to 5 vessels, and gross tonnages decreased by 14.09% equal to 523,357 tons compared to 3rd quarter 2020.

The discussion and analysis by the management on PAS's financial status and operation results below were made on the basis of financial information report audited by the independent auditor for 3rd quarter 2021 and 2020 as shown in Part 3 of this 3rd quarter 2021 report.

PAS has important sources of income as follows:

- Port Charges for Vessel Services: is the income derived from vessel services and ship
 berthing alongside consisting of tonnage dues, berthage charge, channel charge,
 pilotage fee, tug assistance charge, mooring & unmooring charge, charge for
 opening & closing hatch cover and waste collection charges.
- **Stevedoring Charges**: is the income derived from loading and unloading services of general cargo or container onto and from the vessel berthing alongside at the port.
- LOLO Charges: is the income derived from loading and unloading services of general cargo or containers into or out of the yard.
- **Storage Fees**: is the income derived from storing general cargo or container in the warehouse and yard.
- **Transportation Charges**: is the income derived from transport services of general cargo or container within the port premises.
- Income from Special Economic Zone: is the income derived from land lease for building factory, building from Sihanoukville Port Special Economic Zone.

PAS had recorded financial transaction (account book) and financial reports in Riel, which is its national currency, while the operations using other international currency were shown in Riels based on the average of daily official exchange rate of the National Bank of Cambodia according to the respective dates of the operations.

1. Revenue Analysis

1-A Revenue Analysis

For the period ended 30th Sep 2021 compared to the period ended 30th Sep 2020

Description	3 rd Quarter 2021	3 rd Quarter 2020	Change	s
	'000 riels	`000 riels	'000 riels	%
Revenue	87,523,581	80,346,935	7,176,646	8.93%

For this 3rd quarter 2021, PAS's income increased by 7,176,646,000 Riels equivalent to 8.93% increased from 80,346,935,000 Riels in 3rd quarter 2020 to 87,523,581,000 Riels in 3rd quarter 2021. This increased in income was mostly derived from Stevedoring Charges, LOLO Charges, and Port Charge for Vessel Services.

1-B Revenue by Segment Analysis

Table of Revenue Comparison by Sections Against Total Revenues

For 3rd Quarter 2021 and 3rd Quarter 2020

Description	3 rd Quarter 2021		3 rd Quarter 2020		
	'000 riels	Percentage of total income	'000 riels	Percentage of total income	
Stevedoring Charge	41,926,211	47.90%	38,534,673	47.96%	
LOLO Charge	25,288,418	28.89%	21,092,904	26.25%	
Port Charge for Vessel Services	15,714,019	17.95%	17,269,736	21.49%	
Storage (Warehouse and Yard)	3,586,843	4.10%	2,478,972	3.09%	
Transportation	21,751	0.02%	17,759	0.02%	
Passenger vessel	0	0.00%	0	0.00%	
Special Economic Zone	586,443	0.67%	558,234	0.69%	
Rental fee	325,617	0.37%	317,343	0.39%	
Other revenues	74,280	0.08%	77,314	0.10%	
Total Revenue	87,523,581	100.00%	80,346,935	100.00%	



In the 3rd quarter 2021 as well as 2020, there were four important types of incomes accounted for 98% of PAS's total business and service incomes. Those incomes were derived from Stevedoring charges, LOLO charges, Port Charges for Vessel Services and Storage (Warehouse and Yard).

For the period ended 30th Sep 2021 compared to the period ended 30th Sep 2020

Description	3 rd Quarter 2021	3 rd Quarter 2020	Changes	
	'000 riels	'000 riels	'000 riels	%
Stevedoring Charge	41,926,211	38,534,673	3,391,538	8.80%
LOLO Charge	25,288,418	21,092,904	4,195,515	19.89%
Port Charge for Vessel Services	15,714,019	17,269,736	(1,555,717)	-9.01%
Storage (Warehouse and Yard)	3,586,843	2,478,972	1,107,870	44.69%



The income from Stevedoring charge increased approximately by 8.80% equivalent to 3,391,538,000 Riels, and LOLO charge increased by 19.89% equivalent to 4,195,515,000 Riels comparing between 3rd quarter 2021 and 3rd quarter 2020. These growths were resulted by the increase of container throughput with the volume of 29,754 TEUs equivalent to 18.09% and the increase of Cargo handling of 13.55% equal to 305,775 Tons for this 3rd quarter 2021.

The income derived from this port charge for vessel services was depended on the number of vessels and tonnage throughput of PAS. For this 3rd quarter of 2021, the number of vessels calling to PAS decreased by 5 vessels equal to 1.40%, and tonnage throughput decreased by 14.09% equal to 523,357 tons. However, the income on Port charge for vessel service decreased from 17,269,736,000 Riels in 3rd quarter 2020 to 15,714,019,000 Riels in 3rd quarter 2021, decreased by 9.01% equal to 1,555,717,000 Riels. This is because in 3rd quarter 2021, the container vessels decreased by 5.14% equal to 9 vessels and general cargo vessels increased by 34.48% equal to 20 vessels if compare to the same period in 2020.

The income from storage, warehouse, and yard increased by 1,107,870,000 Riels equivalent to 44.69% compared between 3rd quarter 2021 with the income amount of 3,586,843,000 Riels and 3rd quarter 2020 with amount of 2,478,972,000 Riels.

2. Gross Profit Margin Analysis

PAS had prepared its resultant reports in a form of specification report and therefore there was no disclosure of the gross profits. However, the format of this report can enable us to discuss and analyze the operating profit derived from the gross revenues minus the operating expenses.

The operating expenses will be discussed and analyzed in the following section 3, the analysis of profit before tax.

3. Profit/(Loss) before Tax Analysis

The profit before tax is the result derived from the gross profit minus the operating expense and income or expense of net interest. In an analysis of the operating expenses, we will point out the expense on Consumable supplies, expense on Salary and Wages, and Related expenses, expense on Depreciation and Amortization, expense on Repair and Maintenance, Other expense and Other gain /(Losses)-net as follows:

For the period ended 30th Sep 2021 compared to the period ended 30th Sep 2020

Description	3 rd Quarter 2021	3 rd Quarter 2020 Changes		es
	'000 riels	'000 riels	'000 riels	%
Revenue	87,523,581	80,346,935	7,176,646	8.93%
Consumable Supplies	(22,449,797)	(19,096,971)	(3,352,826)	17.56%
Salaries, Wages and related expenses	(26,857,506)	(23,499,683)	(3,357,823)	14.29%
Depreciation and Amortization charge	(9,995,499)	(9,554,782)	(440,717)	4.61%
Repairs and Maintenances	(1,066,344)	(1,909,482)	843,138	-44.16%
Other expenses	(6,389,041)	(4,858,098)	(1,530,943)	31.51%
Other gain /(Losses)-net	64,397	(302,297)	366,694	-121.30%
Finance Income/(Costs)-net	2,147,692	(10,008,038)	12,155,730	-121.46%
Profit before income tax	22,977,483	11,117,584	11,859,900	106.68%



For 3rd quarter 2021, PAS's expenses on Consumable Supplies amounted to 22,449,797,000 Riels increased by 3,352,826,000 Riels equivalent to 17.56% compared to the 3rd quarter of 2020 with the expense amounted of 19,096,971,000 Riels. The main factor that caused such increase was resulted by combustible expense increased by 43.92% equivalent to 3,422,886,000 Riels and warehouse supplies expense increased by 10.33% equivalent to 164,106,000 Riels. Besides, oil and lubricant expense increased by 22.00% equivalent to 175,708,000 Riels in this 3rd quarter 2021.

The fundamental of PAS's salary calculation is based on the output (Stevedoring and LOLO incomes), i.e. when stevedoring and LOLO incomes increases, the expense on salary will also increase, and on the contrary, if stevedoring and LOLO incomes decreases, the expense on salary will also decrease, and we found that stevedoring income increased by 8.80% and LOLO incomes increased by 19.89% in this 3rd quarter 2021. Therefore, the expense on Salary, wages, and other related expenses had increased by 14.29% equivalent to 3,357,823,000 Riels compared that to 3rd quarter 2021 with the expense amount of 26,857,506,000 Riels and 23,499,683,000 Riels in 3rd quarter 2020. The main factors of this increasing are on employee salaries expenses which increased by 8.10% equal to 1,339,532,000 Riels and the expense on bonuses which increased approximately 57.99% equal to 1,774,133,000 Riels compared to 3rd quarter 2020.

The expense on depreciation and amortization included property, equipment, and intangible asset in 3rd quarter 2021 amounted to 9,995,499,000 Riels increased by 440,717,000 Riels equivalent to 4.61% compared to that of 3rd quarter 2020 with the expense amount of 9,554,782,000 Riels. The factor that caused such an increase was resulted from the expense on depreciation of property and equipment which increased by 411,669,000 Riels equivalent to 5.33%.

The expense on repair and maintenance decreased by 843,138,000 Riels equal to 44.16%, the total expense of repair and maintenance in 3rd quarter 2021 was 1,066,344,000 Riels and 1,909,482,000 Riels in 3rd quarter 2020.

The Other expenses increased by 31.51% equivalent to 1,530,943,000 Riels, which increased from 4,858,098,000 Riels in 3rd quarter 2020 6,389,041,000 Riels in 3rd quarter 2021. The main reasons that caused the increased of Other expenses were contributions and donations which increased by 79.02% equal to 1,629,205,000 Riels and the increased of administrative expenses by 162.12% equivalent to 425,638,000 Riels in this 3rd quarter 2021.

Moreover, the increased of professional and related costs by 347.99% equal to 361,629.000 Riels if compared to the same period of 2020.

Other gain /(Losses)-net refers to Realized Foreign Exchange Gain-Loss which in this 3rd quarter 2021, the gain from realized foreign exchange with the amount of 64,397,000 Riels increased by 121.30% equivalent to 366,694,000 Riels compared to 3rd quarter 2020 amounted to the loss of 302,297,000 Riels.

Finance Income/(Costs)-net refers to Unrealized Foreign Exchange Gain-Loss, for the 3rd quarter 2021, there was an income of 2,147,692,000 Riels increased the Finance income by 121.46% equivalent to 12,155,730,000 Riels compared to that of 3rd quarter 2020 with the Net-Finance costs of 10,008,038,000 Riels. The main factor of this change in Finance Income/(Costs)-net was because in 3rd quarter 2021, there was the increase of net unrealized exchange gain on foreign currency (Japanese Yen) amounted to 4,208,284,000 Riels, if compared to 3rd quarter 2020 with the net exchange losses on foreign currency of 8,282,377,000 Riels.

In conclusion, PAS's Profit before tax in 3rd quarter 2021 is 22.977,483,000 Riels increase by 11,859,900,000 Riels equivalent to 106.68% if compared to 3rd quarter 2020 with the amount of 11,117,584,000 Riels.

4. Profit/(Loss) after Tax Analysis

PAS is under the law of business companies in the field of taxation and VAT; therefore, PAS has the obligation to pay tax on annual profit at the rate of 20%. From 2020 onward, PAS continue its obligation to pay tax on annual profit at the rate of 20% after PAS have received the incentive benefit in Taxation from the Security market for the last three years (2017 to 2019).

For the period ended 30th Sep 2021 compared to the period ended 30th Sep 2020

Description	3 rd Quarter 2021	3 rd Quarter 2020	Chan	ges
	'000 riels	'000 riels	'000 riels	%
Profit before income tax (A)	22,977,483	11,117,584	11,859,900	106.68%
Income tax expense (B)	(4,657,861)	(4,543,027)	(114,834)	2.53%
Profit for the period	18,319,622	6,574,557	11,745,066	178.64%
Remesurement of retirement benefit obligations	-	-		
Total comprehensive income for the period	18,319,622	6,574,557	11,745,066	178.64%
Effective Tax Rate (B)/(A)	20.27%	40.86%		

PAS has a Profit after tax with the equivalent amount 18,319,622,000 Riels in the 3rd quarter 2021 and 6,574,557,000 Riels in the 3rd quarter 2020 with the increased amount of 11,745,066,000 Riels equivalent to 178.64%. The main factors that caused the profit after tax to increased is due to the increase in total Revenue and increased unrealized foreign exchange gain (Japanese Yen) compare to the same period of 2020.

The Effective tax rate on profit decreased from 40.86% in 3rd quarter 2020 to 20.27% in 3rd quarter 2021, as a result of increased of Profit before income tax in 3rd quarter 2021.



5. Factors and Trends Analysis affecting Financial conditions and results

A number of factors that influence the status and financial outcome of PAS are:

- Factors That Cause Restriction on International Business

Because of PAS's main source of income is derived from the movement of cargo throughput which is the transaction of international trade, therefor, various factors that affects the international trade may influence PAS's business operation through such factors as the status of global, regional and local economy, social stability, security issues, or maritime cooperation. According to the IMF, the world economy will increase to 5.9% for year 2021, while Cambodia's economy will growth around 1.9%, according to the Asian Development Bank (ADB). This is still showing a stable economy growth of Cambodia which is a good sign for port business.

- PAS's Ability and Work Performance Efficiency

For the 3rd quarter 2021, PAS has container handling capacity up to 650,000 TEUs after launching two more units of QCs since 2017. This factor has enabled the work capacity and efficiency to increase in the performance of its services.

- Status of Domestic Transportation

For this 3rd quarter of 2021, the domestic transportation network, especially the National Route No. 4 connecting from PAS to Phnom Penh capital, has not caused any obstacles to cargo transportation. Despite the outbreak of COVID-19 in early 2021, the cargo transportations on National Route No. 4 still continues as usual. While the rail transportation, at present, the Royal Railway Company transports both export and import cargo through PAS 6 times per week and this rail transportation has also been performed smoothly and with no issues that may obstruct the transportation process.

Cooperation between Ports in the Region

The cooperation between regional ports, especially the connectivity between major hub ports in the region is very important in cargo traffic facilitation between PAS and other mainly international marketplaces, thereby influencing on the expenses and transportation period which may affect other industrial competitiveness. In this case, PAS has strived to keep a good communication with various major ports in the region in order to ensure a smooth operation.

Depreciation

Because of PAS's business is using many kinds of infrastructures, the expenses on depreciation of port's infrastructures such as ship berths, machinery, and buildings are relatively large, which may affect the PAS business. Therefore, PAS shall conduct an

appropriate inspection on the depreciation policy and shall make necessary modification in every period of the financial report. For this 3rd quarter 2021, there is no modification or a request for modification of the depreciation policy by the independence auditor.

B. Significant factors affecting Profit

1. Demand and Supply Conditions Analysis

PAS's business activities have a direct link with the national, regional, and global economy. In particular, when there is a change in the national economy, there will be a direct impact on port's business and service operation, i.e when the national economy increases, the port's business and service operation will also increase, accordingly, PAS's revenues also have the same growth rate, on the contrary, if the national economy decreases, there will also be a negative impact on PAS's revenues. According to ADB's report, Cambodia's economy growth with the expected rate of 1.9%, while the world economy growth with the expected rate of 5.9% (IMF) for year 2021. Therefore, there will not be big impact on market's demand and supply even though there is an increase of COVID-19 infection cases in Cambodia since early this year.

2. Fluctuations in Prices of Raw Materials Analysis

Petroleum is the most important raw material in serving port's services since it is an important demand for machinery operation. The rise of oil price will affect PAS's profit because the latter still keeps its services at the same price even when the oil price rises or drop. Therefore, PAS has strictly implement the procurement procedures in order to guarantee the price of these raw materials to be appropriate and competitive in market value.

3. Tax Analysis

PAS is under the law of business companies in the field of taxation and VAT; therefore, PAS has the obligation to pay tax in accordance with the laws and regulations in force. PAS has to pay tax and in accordance with the ration of income and was determined as a large tax payer by the General Department of Taxation. With regard to tax on annual profit, PAS will be obligated to pay at 20% rate start from year 2020 after received the incentive benefit for three years. While other kinds of taxes, PAS has implemented its obligation according to the law on taxation of the Kingdom of Cambodia.

C. Material Changes in Sales and Revenue

PAS' main income is derived from stevedoring, LOLO and port's services which contributed around 98% of the total income in 3rd quarter of 2021, and the main factor bolstering up the increase of revenue is the rise of volume of cargo throughputs, especially containerized cargoes which is the most important source of PAS's income. The growth in the field of agriculture, commerce, construction, and industry has reflected the status of Cambodia's economy, and at the same time these factors also have positive influences on PAS's business operation, services and revenues.

D. Impacts of Foreign Exchange, Interest Rates and Commodity Price

- Impacts from Currency Exchange Rate

PAS has received JICA and JBIC financial soft loans from the Ministry of Economy and Finance, thereby requiring PAS to pay back both principal and interest in Japanese Yen and US dollars while the PAS's functional currency is Riel. Therefore, the change of Riel exchange rate compared to US dollars, Riel compared to Japanese Yen, and US dollars compared to Japanese Yen will affect the rate of PAS's profit.

Impacts from the Interest Rate

At present, PAS does not have any loans with flexible interest rates. PAS has received JICA and JBIC financial soft loan from the Ministry of Economy and Finance with the interest rate from 2.65% to 3.70%. Therefore, in this 3rd quarter 2021, there is no impact on the changes of interest rate.

Impacts from the Change of Oil Prices

The change of oil price will have an impact on PAS's profit since the port's operation is strongly relied on machinery that consumes fuel oil. Therefore, PAS has enhanced the efficiency of cargo loading-unloading operation and management of container yard in order to cut down the unnecessary removal or displacement of containers with the aim to reduce the operational expense and promote its services.

E. Impacts of Inflation

PAS has kept its service charges stable without making any modification or amendment according to the change of inflation and still retains its sound financial status.

F. Economic/Fiscal/Monetary Policy of Royal Government

The policy on economy, tax system, and currency of the Government has a strong influence on PAS's business operation since this policy is aimed at supporting and stimulating the international trade and yielding positive result on PAS's business. The main policies of the Royal Government are:

- Industrial sector promotion policy, the Royal Government has planned to transform
 Preah Sihanouk province to be a center for trade, logistics, and production through
 the construction of port infrastructure, expansion of National Route No. 4, the
 Express Way construction project from Phnom Penh Sihanoukville, and
 infrastructure of the International Airport in Preah Sihanouk province.
- Industrial, mine and energy sector, the oil exploration in Cambodian Sea is being developed and PAS has already prepared to support such move.
- Maritime transportation stimulation policy.
- Policy on rice export to foreign markets is yielding positive result to PAS.
- Policy on international trade stimulation, thereby trying an effort to cut down trade barriers involving trading process between Cambodia and other partner countries in the world.
- The Royal Government, through the National Bank, has implemented the currency policy through the free currency exchange market mechanism under the intervention in order to stabilize the national currency, and the balance of this currency has secured the stability of Cambodia's Macro Economy, which built confidences for the investors and encouraged private sectors' business operation.
- The taxation incentive in stock market sector to various enterprises publishing the IPO in Cambodia has been stimulating more and more public enterprises and private companies to be incorporated into the IPO and to contribute to the development of the national economy.



Part 5

Other Necessary Information for Investor Protection



In this 3rd quarter of 2021, there is other necessary information for the protection of investors as below:

- Discussed and approved to support the report on the situation and emergency measures of Sihanoukville Autonomous Port due to the undeveloped of the volume of containers passing through
- Discussed and approved to allow PAS expand the QC Rail by 25 meters and install 1 set of Dolphin
- Discussed and approved to prepare a letter of request to His Excellency the General,
 Deputy Prime Minister, Minister of Economy and Finance to revise the procurement procedure to select the construction companies from the International Competitiveness
 Bidding (ICB) to Limited International Bidding (LIB).
- Discussed and approved to examine the possibility with the Japanese parties to equip the Harbor Mobile Crane (HMC), which may contribute to expanding the container lifting capacity before the completion of the construction of the new container port (Step 1) because Harbor Mobile Crane will be able to facilitate the lift-on and lift-off operation from container vessels docked at general cargo terminals and multi-purpose ports.
- Discussed and approved to choose Ernst & Young (Cambodia) Ltd, an independent audit firm, one of the big four companies to audit the Sihanoukville Autonomous Port for the period 2022 to 2024.
- Discussed and approved PAS to submit a report and presentation on the feasibility study the new container terminal project of Phase 2 and Phase 3 to the guardian ministries in order to request support to expedite the process of applying for a Japanese ODA Loan. Support on the request for additional Transshipment Cargoes Services at PAS.
- Approved the request to study the traffic direction of the container truck from PAS to the express way.
- Discussed and approved the progress report on the solution of PAS on the issues raised by the representatives of the private sector in the field of transportation and infrastructure.
- Discussed and approved the establishment of a committee to study, evaluate and negotiate the price of land at the proposed location and possibly other locations with the participation of the state controller (Mr. Nom Sinith) to implement the procedure of purchasing a plot of land for development into a new container depot (ICD)

approximately 30 km near the Expressway network and near the exit, with an area of 60 to 100 hectares to be included in the agenda of the next Board Meeting (Extraordinary Meeting if necessary) before requesting His Excellency the General Assembly, Deputy Prime Minister, Minister of the Ministry of Economy and Finance to review and decide.

• Discussed and approved the Vision, Mission and Values of PAS and allowed to review.

Signature of Directors of Sihanoukville Autonomous Port

Date: 10 Nov 2021 Read and Approved

Signature

Lou Kim Chhun Chairman



នំពេ<mark>ខថែស្វយ័ងអ្វេទព្រះសីទានុ</mark> Sihanoukville Autonomous Port







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