

SONG HONG CONSTRUCTION JOINT STOCK COMPANY

SEPARATE FINANCIAL STATEMENTS

4th Quarter 2024

SEPARATE BALANCE SHEET

As at 31 December 2024

Unit: VND

ITEMS	Code	Note	31/12/2024	01/01/2024
A. SHORT-TERM ASSETS	100		306,156,744,168	309,797,673,189
I. Cash and cash equivalents	110	V.01	19,995,666,304	33,016,304,391
1. Cash	111		2,495,666,304	1,016,304,391
2. Cash equivalents	112		17,500,000,000	32,000,000,000
II. Short-term investments	120	V.02	783,551,681	747,570,010
1. Investments held to maturity	123		783,551,681	747,570,010
III. Short-term receivables	130		25,601,624,806	22,019,157,370
1. Short-term trade receivables	131	V.03	10,270,487,741	5,471,730,475
2. Short-term advances to suppliers	132	V.04	5,592,132,047	5,557,838,327
3. Short-term inter-company receivables	133		-	-
4. Receivables according to the progress of construction con	134		-	-
5. Short-term loans receivables	135		-	-
3. Other short-term receivables	136	V.05	14,434,757,119	12,600,588,568
4. Provision for uncollectible short-term receivables	137	V.06	(4,695,752,101)	(1,611,000,000)
IV. Inventories	140	V.07	259,775,901,377	253,545,110,288
1. Inventories	141		259,775,901,377	253,545,110,288
V. Other current assets	150		0	469,531,130
1. Deductible VAT	152		0	469,531,130
B. LONG-TERM ASSETS	200		224,022,476,302	230,981,621,464
II. Fixed assets	220		43,141,478,114	46,649,080,328
1. Tangible fixed assets	221	V.08	42,811,478,114	46,394,080,328
- Cost	222		61,012,342,920	61,012,342,920
- Accumulated depreciation (*)	223		(18,200,864,806)	(14,618,262,592)
2. Intangible fixed assets	227	V.9	330,000,000	255,000,000
- Cost	228		330,000,000	255,000,000
- Accumulated depreciation (*)	229		-	-
II. Investment property	230	V.10	16,091,324,302	19,703,974,749
- Cost	231		18,342,532,540	21,666,153,424
- Accumulated depreciation (*)	232		(2,251,208,238)	(1,962,178,675)
III. Long-term assets in progress	240	V.11	282,361,620	282,361,620
1. Construction in progress	242		282,361,620	282,361,620
IV. Long- term investments	250	V.12	163,505,490,563	163,505,490,563
1. Investment in subsidiaries	251		29,400,000,000	29,400,000,000
2. Investments in joint-ventures, associates	252		400,000,000	400,000,000
3. Investments in equity of other entities	253		133,705,490,563	133,705,490,563
V. Other long-term assets	260		1,001,821,703	840,714,204
1. Long- term prepayments	261		1,001,821,703	840,714,204
TOTAL ASSETS(270=100+200)	270		530,179,220,470	540,779,294,653

SEPARATE BALANCE SHEET

As at 31 December 2024
(Continuous)

Unit: VND

ITEMS	Code	Note	31/12/2024	01/01/2024
C. LIABILITIES	300		250.870.995.960	252.214.111.509
I. Short-term liabilities	310		228.115.000.160	229.515.115.709
1. Short-term trade payables	311	V.13	439.625.918	6.342.287.157
2. Short-term advances from customers	312	V.14	0	25.857.641
3. Taxes and other payables to State	313	V.15	354.883.077	74.422.066
4. Payables to employees	314		480.386.364	502.790.908
5. Short-term unearned revenue	318		220.886.363	321.551.818
6. Other short-term payments	319	V.16	224.834.927.736	220.194.675.417
7. Bonus and welfare fund	322		1.784.290.702	2.053.530.702
II. Long-term liabilities	330		22.755.995.800	22.698.995.800
1. Other long-term liabilities	337		705.995.800	648.995.800
2. Long-term loans and finance lease liabilities	338	V.17	22.050.000.000	22.050.000.000
D. OWNER'S EQUITY	400		279.308.224.510	288.565.183.144
I. Owner's equity	410	V.18	279.308.224.510	288.565.183.144
1. Contributed capital	411		200.000.000.000	200.000.000.000
- Ordinary shares with voting rights	411a		200.000.000.000	200.000.000.000
2. Capital surplus	412		22.123.458.400	22.123.458.400
3. Treasury shares (*)	415		(22.127.942.200)	(22.127.942.200)
4. Development and investment funds	418		40.009.766.120	40.009.766.120
5. Undistributed profit after tax	421		39.302.942.190	48.559.900.824
- Undistributed post-tax profits accumulated by the end of the previous period	421a		38.305.700.824	57.404.891.141
- Undistributed profit after tax of current period	421b		997.241.366	(8.844.990.317)
II. Funding and other funds	430		-	-
TOTAL RESOURCES(440=300+400)	440		530.179.220.470	540.779.294.653

Prepared by

Phạm Minh Cường

Chief Accountant

Luong Thi Anh Phuong

Hanoi, 15 January 2024

General Director

Phạm Quỳnh Trang



SEPARATE INCOME STATEMENT

4th Quarter 2024

Unit: VND

Code	Items	Note	4th Quarter 2024		Cumulative from the beginning of the year to the end of this quarter	
			From 01.10.2024 to 31.12.2024	From 01.10.2023 to 31.12.2023	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
01	Revenue from sale of goods and rendering of services	VII.1	8.652.907.151	1.894.506.086	13.209.223.017	6.384.113.583
02	Deductible items	VII.2	-	5.299.544.196	-	5.299.544.196
10	Net revenue from sale of goods and rendering of services	VII.3	8.652.907.151	(3.405.038.110)	13.209.223.017	1.084.569.387
11	Cost of sales	VII.4	3.839.313.986	(846.449.106)	6.580.780.715	1.970.431.636
20	Gross profit from sale of goods and rendering of services		4.813.593.165	(2.558.589.004)	6.628.442.302	(885.862.249)
21	Financial incomes	VII.5	278.391.556	427.724.420	2.037.984.453	1.975.101.516
22	Financial expenses	VII.6	477.971.507	497.464.109	1.907.657.261	2.493.039.451
23	- In which: Interest expenses		477.971.507	497.464.109	1.907.657.261	2.493.039.451
26	General administrative expenses	VII.9	6.188.909.557	2.249.975.213	11.423.792.580	7.719.127.941
30	Net profit from operating activities		(1.574.896.343)	(4.878.303.906)	(4.665.023.086)	(9.122.928.125)
31	Other income	VII.7	5.723.348.518	2.213.490.909	5.723.348.518	2.213.490.909
32	Other expense	VII.8	27.272.727	1.846.539.619	27.272.727	1.847.828.834
40	Other profit (loss)		5.696.075.791	366.951.290	5.696.075.791	365.662.075
50	Total profit before tax		4.121.179.448	(4.511.352.616)	1.031.052.705	(8.757.266.050)
51	Current corporate income tax expenses		33.811.339	-	33.811.339	-
60	Profit after tax		4.087.368.109	(4.511.352.616)	997.241.366	(8.757.266.050)

Prepared by

Phạm Minh Cường

Chief Accountant

Luong Thi Anh Phuong

Hanoi, 15 January 2024

General Director

Phạm Quỳnh Trang



SEPARATE CASH FLOW STATEMENT

Direct method

For period from 01/01/2024 to 31/12/2024

Unit: VND

Items	Code	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
I. Cash flows from operating activities			
1. Proceeds from sales and services rendered and other revenues	01	9.274.661.788	7.187.537.989
2. Expenditures paid to suppliers	02	(6.917.312.756)	(82.613.818.822)
3. Expenditures paid to employees	03	(5.846.689.049)	(5.549.845.266)
4. Paid interests	04	-	-
5. Paid enterprise income tax	05	-	(473.482.632)
6. Other proceeds from operating activities	06	3.393.678.820	78.686.461.665
7. Other expenditures on operating activities	07	(14.962.961.343)	(26.399.440.868)
Net cash flows from operating activities	20	(15.058.622.540)	(29.162.587.934)
II. Cash flows from investing activities			
1. Proceeds from interests, dividends and	27	2.037.984.453	1.975.101.516
Net cash flows from investing activities	30	2.037.984.453	1.975.101.516
III. Cash flows from financial activities			
1. Proceeds from borrowings	33	-	14.700.000.000
2. Dividends and profits paid to owners	36	-	(8.751.106.375)
Net cash flows from financial activities	40	-	5.948.893.625
Net cash flows during the fiscal year	50	(13.020.638.087)	(21.238.592.793)
Cash and cash equivalents at the beginning of fiscal year	60	33.016.304.391	54.254.897.184
Effect of exchange rate fluctuations	61	-	-
Cash and cash equivalents at the end of fiscal year	70	19.995.666.304	33.016.304.391

Prepared by

Chief Accountant

Hanoi, 15 January 2024

General Director

Phạm Minh Cường

Luong Thi Anh Phuong

Phạm Quỳnh Trang



NOTES TO THE SEPARATE FINANCIAL STATEMENTS

4th Quarter 2024

I. BACKGROUND

1. Forms of Ownership

Song Hong Construction Joint Stock Company is a joint stock company established under Decision No. 257/QĐ-BXD dated February 21, 2006, and Decision No. 747/QĐ-BXD dated May 9, 2006 (amending Decision 257/QĐ-BXD) by the Minister of Construction, as well as Business Registration Certificate No. 0100107042 dated April 17, 2006 (11th amendment on January 26, 2024) issued by the Department of Planning and Investment of Hanoi City

The charter capital of the Company, according to the Business Registration Certificate, is VND 200,000,000,000 (Two hundred billion VND).

The total number of employees of the Company as of December 31, 2024, is 29 people.

The Company's headquarters is located at 164 Lo Duc Street, Hai Ba Trung District, Hanoi City

2. Business field

The business field of the Company is construction.

3. Business activities

Structural design of civil and industrial works; architectural design of interior and exterior layouts for civil and industrial projects.

General planning design; overall and detailed planning for urban areas and residential areas; design of grading, drainage systems, and internal roads for urban areas, residential areas, and industrial zones;

Design of urban, agricultural, and industrial electrical planning; electrical supply and lightning protection design for civil and industrial construction projects; supervision of construction works for civil and industrial projects; geotechnical surveys for construction projects;

Consultation on appraisal, evaluation, and planning of investment projects, technical specifications, construction drawings, and overall estimates for civil and industrial works, transportation, irrigation, urban infrastructure, and interior and exterior design; quality inspection of construction works and construction testing;

Construction of civil and industrial works, transportation, irrigation, technical infrastructure, underground works, electrical and telecommunications systems, and other technical projects, as well as finishing construction works;

Concrete drilling, demolition of construction works, relocation of houses; investment consulting (excluding tourism);

Investment in hotel and restaurant services. Food and beverage business. Travel agency and services for tourists (excluding nightclubs, bars, and karaoke rooms);

Investment in real estate business with ownership or leasing. Brokerage and auction of real estate (excluding land valuation consulting services);

Business in household, industrial, medical equipment, raw materials, coal, and fuels; production and trading of ceramic products, building materials, and steel;

Business in railway, road, and water transportation, along with activities supporting transport; renting transportation vehicles, renting construction or demolition equipment with operators;

Repair, installation, maintenance, supply of spare parts for machinery and equipment serving industry, agriculture, traffic, transportation, mining, mechanics, irrigation, hydropower, automation;

Exploitation and processing of minerals, agricultural and forestry products, food, civil and industrial wooden furniture, exploitation of black metal ores for steel smelting, exploitation of stone, sand, gravel, clay and kaolin (except for minerals prohibited by the State);

Business in importing various goods, equipment, materials for construction, medical supplies, cultural items, sports equipment, agricultural and forestry products, food, alcoholic beverages, and carbonated drinks;

Real estate exchange; real estate valuation; real estate consulting; real estate advertising; property management;

Support activities for financial services: trust services, supervision based on fees and contracts.

4. The Company's normal business period

The Company's normal business period is 12 months.

The average production and business cycle of the industry or sector: 12 months.

5. Characteristics of the company's activities during the accounting period that affect the financial statements

During the accounting period, the company's activities did not have any significant characteristics affecting the individual financial statements. The company's operations were normal throughout all periods of the year.

II. ACCOUNTING PERIOD AND ACCOUNTING MONETARY UNIT

1. Accounting period

Annual accounting period commences from 1st January and ends on 31st December. For this accounting period, the Company prepares the Interim Financial Statements for period from 01/01/2024 to 31/12/2024

2. Accounting monetary unit

Monetary unit used in accounting is Viet Nam Dong (National symbol is “đ”; International symbol is “VND”).

III. ACCOUNTING STANDARDS AND ACCOUNTING SYSTEM

1. Accounting System

The company applies Enterprise Accounting System issued under Circular No. 200/2014/TT-BTC dated 22 December, 2014 by Minister of Finance on guideline enterprise accounting and Circular No. 53/2016/TT-BTC dated 21 March, 2016 by Ministry of Finance amending and supplementing some articles of Circular No. 200/2014/TT-BTC.

2. Announcement on compliance with Vietnamese standards and accounting system

The company applies Vietnamese Accounting Standards and supplement documents issued by the State. Financial statements are prepared in accordance with regulations of each standard and supplement documents as well as with current accounting system.

IV. ACCOUNTING POLICIES

1. Exchange rates applied in accounting system

The Company which has transactions in foreign currencies performs accounting records and prepares financial statements in one consistent currency - VND. The conversion of foreign currencies into VND is based on:

- Actual transacted exchange rate;
- Accounting recorded exchange rate.

2. Principles for determining the effective interest rate (actual interest rate) used to discount cash flows

The effective interest rate (actual interest rate) is determined as follows:

- It is the lending interest rate of commercial banks that is commonly applied in the market at the time of the transaction;
- If the aforementioned lending interest rate of commercial banks cannot be determined, the effective interest rate is the rate at which the Company can borrow through the issuance of debt instruments that do not have the right to convert into shares (such as issuing non-convertible bonds or borrowing through ordinary promissory notes) under normal production and business conditions

3. Recognition of cash and cash equivalents

Cash and cash equivalents comprise cash on hand, cash in banks and short-term, highly liquid investments with an original maturity of less than three months that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value.

The funds deposited by other enterprises and individuals as collateral or margin at the Company are managed and recorded as the Company's funds.

When arising transactions in foreign currencies, foreign currencies shall be converted into Vietnam dong under the principle: Debit transactions are applied with actual exchange rates; Credit transactions are applied with weighted average exchange rates in book.

At the time of preparing the financial statements in accordance with legal regulations, foreign currency balances are revalued based on the actual transaction exchange rate, which is the foreign currency buying rate of the commercial bank where the company regularly conducts transactions at the time of preparing the financial statements.

4. Financial investment

a. Held-to-maturity investments

Includes term deposits in banks and loans held until maturity for the purpose of earning periodic interest.

For investments held to maturity, if not already provision for bad debts in accordance with law and accounting assessing recoverability, accountants conduct reviews of the ability to recall. Where there is strong evidence suggesting that part or all of the investment may not be recoverable, the accountants shall record the periodical losses in financial expenses. In case of loss cannot be reliably determined, accountants conduct the accounting disclosures in financial statements about the recoverability of investments.

b. Loans receivables

Loans based on agreements between parties that are not traded in the market like securities. Depending on the contract, these loans may be repaid in a lump sum at maturity or gradually repaid in installments.

For loans, if a provision for doubtful debts has not been established according to legal regulations, the accountant assesses the recoverability. If there is clear evidence that part or all of the loan may not be recoverable, the accountant recognizes the losses as financial expenses for the period. If the amount of loss cannot be reliably determined, the accountant discloses the recoverability of the loan in the financial statements.

5. Receivables

The classification of receivables is done into customer receivables and other receivables based on the principle:

a. Receivables from customers include receivables of a commercial nature arising from buy-sell transactions, such as: receivables from sales of goods, provision of services, liquidation, and disposal of assets (fixed assets, financial investments) between the company and the buyer (an independent entity from the seller, including receivables between the parent company and subsidiaries, joint ventures, and associates). This receivable also includes amounts receivable from the sale of exported goods by the consignor through the consignee.

b. Other receivables include receivables that are non-commercial in nature and not related to buy-sell transactions, such as:

- Receivables that generate financial income, such as receivables for interest on loans, deposits, dividends, and profits distributed;
- Amounts paid on behalf of third parties that are entitled to reimbursement; receivables for export transactions collected on behalf of the consignor;
- Non-commercial receivables such as loans of assets, receivables for penalties, compensation, and missing assets pending resolution...

When preparing the financial statements, accountants classify receivables as long-term or short-term based on their remaining terms. The receivable items in the balance sheet may include amounts reflected in accounts other than receivables, such as: loans reflected in account 1283; deposits or guarantees reflected in account 244; and advances reflected in account 141...

Receivables in foreign currencies need to be re-evaluated at the end of the year when preparing financial statements. Actual transacted exchange rate when re-evaluating receivables in foreign currencies at the time of preparing financial statements is the published exchange rate of the commercial bank with which the Company often have transactions (selected by the Company when transacts with receivable subject).

Provision for doubtful receivables is established for each receivable deemed difficult to collect, based on regulations regarding the aging of overdue debts and the estimated level of potential losses.

The identification of necessary provision for doubtful debts is based on the items that are classified as short-term, long-term receivables on Balance Sheet. Provision for doubtful debts is made for each one based on the age of overdue debts or the estimated losses that may occur.

6. Inventory

a. Principles of recognizing inventories

Inventories of the company are assets purchased for production or for sale during the normal production and business cycle. For work-in-progress, if the production and turnover time exceeds a normal business cycle, it should not be presented as inventory on the balance sheet but classified as a long-term asset.

Types of products, goods, materials, assets held in custody, consigned goods, entrusted import-export, and processing items that are not owned or controlled by the company should not be recognized as inventory.

Inventories are stated at original cost. Where the net realizable value is lower than cost, inventories should be measured at the net realizable value. The costs of inventories comprise the purchase price, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

b. Method of calculating inventories

The method for determining the value of work-in-progress: the costs of unfinished production are accumulated based on the actual expenses incurred for each stage of production.

c. Method of accounting inventories

Inventory is recorded by perpetual.

d. Method of setting up provision for devaluation of inventories

Provisions for devaluation of inventories made at the end of the year are the excess of original cost of inventory over their net realizable value.

7. Fixed assets and depreciation of fixed assets

Fixed assets (tangible and intangible) are stated at the historical cost. During the using time, fixed assets (tangible and intangible) are recorded at cost, accumulated depreciation and net book value.

Finance lease assets are recorded at their original cost based on fair value or the present value of minimum lease payments (excluding VAT) and any directly attributable initial costs related to the finance lease asset. During use, finance lease assets are recorded at original cost, accumulated depreciation, and remaining value.

Depreciation is calculated using the straight-line method. The estimated depreciation periods are as follows:

- Buildings	08 - 20 years
- Machine, equipment	05 - 08 years
- Transportation equipment	05 - 08 years
- Office equipment and furniture	03 - 05 years

8. Prepaid expenses

Prepaid expenses related to the production and business costs of a financial year or a business cycle are recorded as short-term prepaid expenses and are charged to production and business costs within that financial year. Expenses incurred in the financial year but related to the operational results of multiple accounting periods are recorded as long-term prepaid expenses to be gradually allocated to business results in subsequent accounting periods.

The calculation and allocation of long-term prepaid expenses to profit and loss account in the period should be based on nature of those expenses to select a reasonable method and allocated factors. Prepaid expenses are allocated partly into operating expenses on a straight-line basis.

9. Payables

The classification of payables is done according to the following principles:

a. Trade payables include amounts owed to sellers arising from transactions for the purchase of goods, services, or assets, and the seller (who is independent of the buyer, including amounts owed between parent and subsidiary companies, joint ventures, and affiliates). This payable also includes amounts due upon import through a trustee (in consignment import transactions).

b. Other payables include non-commercial payables not related to the purchase, sale, or provision of goods and services:

- Payables related to financial costs, such as interest payable, dividends and profits payable, and investment operation costs payable;
- Payables due to third-party payments; amounts received by trustees from related parties for payment as directed in import-export consignment transactions;
- Non-commercial payables such as those arising from borrowed assets, penalties, compensation, unprocessed surplus assets, and social insurance, health insurance, unemployment insurance, and trade union fees payable...

When preparing financial statements, accountants classify payables as long-term or short-term based on the remaining term. When there is evidence indicating that a loss is likely to occur, accountants immediately recognize a payable based on the principle of prudence.

Payables in foreign currencies need to be re-evaluated at the year end when preparing financial statements. Actual transacted exchange rate when re-evaluating payables in foreign currencies at the time of preparing financial statements is the published exchange rate of the commercial bank with which the Company often have transactions (selected by the Company when transacting with payable subjects).

10. Recognition of borrowings

Borrowings whose maturity time is over 12 months from the date of financial statements are presented as long-term borrowings and financial lease liabilities. Borrowings whose maturity time is within 12 months from the date of financial statements are presented as short-term borrowings and financial lease liabilities to prepare settlement plan.

Borrowing costs directly related to the loan (beyond interest payable), such as evaluation, audit, and loan documentation costs, are recorded as financial expenses. If these costs arise from loans specifically for investment, construction, or the production of work-in-progress, they can be capitalized.

When preparing financial statements, the balances of foreign currency loans are re-evaluated based on the actual exchange rates at the time of preparing the financial statements. Any exchange rate differences arising from payments and end-of-period re-evaluations of foreign currency loans are recorded as revenue or financial operating expenses.

11. Recognition and capitalization of borrowing costs

Borrowing costs are recognized into operating costs during the period, except for which directly attributable to the acquisition, construction or production of a qualifying asset included (capitalized) in the cost of that asset, when gather sufficient conditions as regulated in SAV No. 16 "Borrowing costs".

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset that takes more than 12 months to put into use under certified purposes or for sale should be included (capitalized) in the cost of that asset, including interest on borrowings, amortization of discounts or premiums relating to issuing bonds and ancillary costs incurred in connection with the arrangement of borrowings.

For loans specifically for the construction of fixed assets or investment properties, interest costs can be capitalized even when the construction period is less than 12 months.

12. Accrued expenses

Payables for goods and services that are already received from suppliers or already supplied to buyers in the reported period but not actually paid due to shortage of bills or accounting files and documents are recognized as operating expenses of the reported period.

Recognizing accrued expenses into operating expenses in the period needs to be performed according to the matching principle between revenues and expenses incurred in the period.

Accrued expenses shall be balanced with actual incurred expenses. The difference between accrued and actual expenses shall be reversed.

13. Owner's equity

a. Principles of recognizing owner's equity

Owner's equity is stated at actually contributed capital of owners.

b. Recognition Undistributed profit

Profit after tax retained is the profit of business operations after deduction (-) regulated items due to applying a change in accounting retrospectively or to make a retrospective restatement to correct materiality in previous years. The profit is available for appropriation to investors after approval by Board of Management and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnamese regulatory requirements.

14. Revenue

a. Sale of goods

Revenue from sale of goods should be recognized when all the following conditions have been satisfied:

- The entity has transferred to the buyer the significant risks and rewards of ownership of the goods;
- The entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control;
- The amount of revenue can be measured reliably;
- It is probable that The economic benefits associated with the transaction will flow to the entity;
- The cost incurred or to be incurred in respect of the transaction can be measured reliably.

b. Rendering of services

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associate with the transaction shall be recognised by reference to the stage of completion of the transaction at the end of reporting period. The outcome of a transaction can be estimated reliable when all the following conditions are satisfied:

- The amount of the revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the entity;
- The stage of the completion of the transaction at the end of the reporting period can be measured reliably;
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

The stage of the completion of the transaction may be determined by surveys of work completed methods.

c. Financial income

Revenue arising from the used by the others of entity assets yielding interest, royalties and dividends shall be recognised when:

- It is probable that the economic benefits associated with the transaction will flow to the entity;
- The amount of the revenue can be measured reliably.

Dividends shall be recognised when the shareholder's right to receive payment is established.

d. Other revenues

Recognition of other revenues beside the entity's business activities includes:

- Revenue from liquidation of fixed assets;
- Income from the sale and leaseback of assets;
- Taxes payable upon the sale of goods and provision of services that are later reduced or refunded (such as refundable export taxes, reduced VAT, special consumption tax, and environmental protection tax)
- Revenue from the third party's compensation for a loss of property (e.g. insurance compensation, compensation for relocating business office and other similar revenues);
- Revenue from fines paid by customers for breaching contracts;
- Other revenues than those listed above.

15. Deductibles from revenue

Deductibles adjusted to revenues from sale of goods and rendering of services arising in the period include: Sale discounts, sale rebates and sale returns.

In case that products, goods and services have already been consumed since the previous period, but until the subsequent period, sale discounts, sale rebates or sale returns incur, then the Company recognizes deductibles from revenue according to the following requirements:

- If products, goods and services have already been consumed since the previous period and need to be discounted, rebated, returned in the subsequent period but before the time of issuing financial statements, accountants recognize it as an event that needs to be adjusted arising after the date of Balance Sheet and deduct revenues of the period's financial statements (the previous period).
- In case that products, goods and services need to be discounted, rebated, returned after the time of issuing financial statements, the entity needs to deduct revenues of the arising period (the subsequent period).

16. Cost of goods sold

Reflecting the cost value of products, goods and services sold in the period.

The provision for devaluation of inventories is included in the cost of goods sold on the basis of the number of inventories and the difference between the net realizable value is less than the cost of inventories.

As for the value of inventory shrinkage and loss, accountants immediately count towards cost of goods sold (after deducting the compensation, if any).

As for the cost of direct materials consumed in excess of normal level, labour cost, fixed general operation unallocated to the value of products stocked, accountants immediately count them towards in cost of goods sold (after deducting the compensation, if any) even if the products and goods have not been determined to be consumed.

Import duties, special consumption taxes and environmental protection taxes have been included in the value of purchased goods, and when the goods are sold, those taxes are refunded, the decrease of the cost of goods sold is recorded.

As for costs of goods sold unrecognized as corporate income taxable expenses under the regulations of Tax law but with full of invoices and documents and accounted reasonably under Accounting system, the Company does not reduce accounting expenses but adjusts in the corporate income tax settlement to increase corporate income tax payable.

17. Financial expenses

Reflecting financial expenses including expenses or losses related to financial investment activities, expenses of lending and borrowing equity, expenses of contributing in joint ventures, associates, losses of transferring short-term securities, expenses of selling securities transactions; Provision for devaluation of trading securities, provision for loss of investments in other entities, losses of selling foreign currencies, losses of exchange rate...

As for financial expenses unrecognized as corporate income taxable expenses under the regulations of Tax law but with full of invoices and documents and accounted reasonably under Accounting system, the Company does not reduce accounting expenses but adjusts in the corporate income tax settlement to increase corporate income tax payable.

18. Selling expenses and administrative expenses

Expenses recognized as selling expenses include: Expenses actually arising in process of selling products, goods and rendering services including expenses for offering, introducing, advertising products, sale commissions, expenses for products' warranty, storage, packing, transporting, ...

Expenses recognized as administrative expenses include: Expenses for administrative labour (salaries, wages, allowances,...); social insurance, health insurance, union fund, unemployment insurance of administrative staffs; expenses of office commodities, working tools, depreciation of fixed assets used for administration; land rent, excise; provision for doubtful receivables; outside purchasing costs (electricity, water, telephone, fax, asset insurance, fire insurance...); other costs in cash (guest receptions, customer conferences...).

As for selling expenses and administrative expenses unrecognized as corporate income taxable expenses under the regulations of Tax law but with full of invoices and documents and accounted reasonably under Accounting system, the Company does not reduce accounting expenses but adjusts in the corporate income tax settlement to increase corporate income tax payable.

19. Principles and methods of recognizing current corporate income tax

Current corporate income tax expense is the amount of corporate income tax payable counted on taxable income in the period and prevailing tax rate. Currently, the company is applying a corporate income tax rate of 20%.

20. Other accounting principles and methods

Related parties

Enterprises and individuals that directly or indirectly through one or more intermediaries, have control on or are under control of the Company, or are under common control with the Company, including parent companies, subsidiaries and associates are related parties. Associates and individuals that directly or indirectly hold voting right of the Company and have a significant impact on the Company, key management personnel including Board of Directors and employees of the Company, closed family members of these individuals or these associates or companies associated with these individuals are also considered as related parties.

In considering each relationship of related parties, it is necessary to pay attention to the nature of the relationship, not only its legal form.

V. DESCRIPTIVE INFORMATION IN ADDITION TO ITEMS PRESENTED IN THE BALANCE SHEET

Unit: VND

1 . Cash and cash equivalents	31/12/2024	01/01/2024
Cash in hand	1,578,358,108	97,550,400
Cash at banks	917,308,196	918,753,991
Cash equivalents (Term deposits of no more than 3 months) (*)	17,500,000,000	32,000,000,000
Total	19,995,666,304	33,016,304,391

In which: (*) Time deposits of no more than 3 months at Tien Phong Commercial Joint Stock Bank.

2 . Short-term investments	31/12/2024		01/01/2024	
	Original cost	Book value	Original cost	Book value
- Investments held to maturity (term deposits with terms of	783,551,681	783,551,681	747,570,010	747,570,010
Total	783,551,681	783,551,681	747,570,010	747,570,010

(*) Include:

Joint Stock Commercial Bank for Investment and Development of Vietnam
Ngân hàng TP Bank

Total

	31/12/2024	01/01/2024
	783,551,681	747,570,010
Total	783,551,681	747,570,010

3 . Short-term trade receivables	31/12/2024	01/01/2024
Short-term trade receivables	10,270,487,741	5,471,730,475
- Multi-Purpose Performance Hall Project	2,539,424,000	2,539,424,000
- Central Organizing Committee Project	1,130,471,101	1,130,471,101
- Others	6,600,592,640	1,801,835,374
Total	10,270,487,741	5,471,730,475

4 . Short-term advances to suppliers	31/12/2024	01/01/2024
Short-term advances to suppliers	5,592,132,047	5,557,838,327
- Song Hong Technical Infrastructure Construction Joint Stock Company	1,000,000,000	1,000,000,000
- Architectural, Engineering and environmental consulting NDC Joint stock company	472,080,000	472,080,000
- ADCI Architecture design and Construction investment corporation	2,527,653,600	2,527,653,600
- Consultant and Inspection Joint stock company of construction technology and equipment	341,234,744	341,234,744
- Others	1,251,163,703	1,216,869,983
Total	5,592,132,047	5,557,838,327

5 . Other short-term receivables	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
Other receivables	3,824,209,833	-	4,138,141,535	-
Advances	1,322,583,574	-	1,265,459,790	-
Other payables (debt balance)	8,337,963,712	-	7,196,987,243	-
- Other	8,337,963,712	-	7,196,987,243	-
Total	13,484,757,119	-	12,600,588,568	-

6 . Bad debt	31/12/2024		01/01/2024	
	Original value	Recoverable amount	Original value	Recoverable amount
- Total value of overdue receivables	4,695,752,101	-	1,611,000,000	-
+ <i>Civil engineering construction joint stock company</i>	0	-	135,000,000	-
+ <i>Incomex Technical Services Joint Stock Company</i>	0	-	300,000,000	-
+ <i>Song Hong Technical Infrastructure Construction Joint</i>	1,000,000,000	-	1,176,000,000	-
+ <i>Multi-purpose performance house building Body</i>	2,539,424,000			
+ <i>Multi-purpose performance house building with foundation</i>	25,857,000			
+ <i>Works of the Central Organizing Committee</i>	1,130,471,101			
Total	4,695,752,101	-	1,611,000,000	-

7 . Inventories	31/12/2024		01/01/2024	
	Original value	Provision	Original value	Provision
Work in progress	259,775,901,377	-	253,545,110,288	-
Total	259,775,901,377	-	253,545,110,288	-

Value of stagnant, poor, degraded inventory that cannot be sold As at 31 December 2024: 0 VND
Amount of inventories pledged for payable debts As at 31 December 2024: 0 VND

8 . Increase/ decrease in tangible fixed assets

Item	Buildings & architectures	Machinery, Equipment	Mean of Transportation	Management tools	Total
Cost					
Opening balance	47,329,450,602	-	11,831,674,227	1,851,218,091	61,012,342,920
Increased in this period	-	-	-	-	-
Closing balance	47,329,450,602	-	11,831,674,227	1,851,218,091	61,012,342,920
Accumulated depreciation					
Opening balance	9,883,338,950	-	3,157,527,823	1,577,395,819	14,618,262,592
Increased in this period	1,777,875,080	-	1,713,152,496	91,574,638	3,582,602,214
<i>Depreciation in this period</i>	<i>1,777,875,080</i>	<i>-</i>	<i>1,713,152,496</i>	<i>91,574,638</i>	<i>3,582,602,214</i>
Closing balance	11,661,214,030	-	4,870,680,319	1,668,970,457	18,200,864,806
Net carrying amount					
At opening day	37,446,111,652	-	8,674,146,404	273,822,272	46,394,080,328
At closing day	35,668,236,572	-	6,960,993,908	182,247,634	42,811,478,114

Cost of fully depreciated tangible fixed assets but still in use: 2,904,376,239

9 . Increase/ decrease in intangible fixed assets

Item	Auction winning car license plate	Total
Cost		
Opening balance	255,000,000	255,000,000
Increased in this period	-	-
- <i>Purchase of the Year</i>		
Closing balance	330,000,000	330,000,000
Accumulated depreciation		
Net carrying amount		
At opening day	255,000,000	255,000,000
At closing day	330,000,000	330,000,000

10 . Investment properties

Items	01/01/2024	Tăng	Giảm	31/12/2024
Investment property for rent				
Cost	21,666,153,424	-	3,323,620,884	18,342,532,540
- House	17,443,801,387	-	3,323,620,884	14,120,180,503
+ <i>Floor G1, Building D1 Vinh Tuy</i>	<i>12,264,884,867</i>	<i>-</i>	<i>3,323,620,884</i>	<i>8,941,263,983</i>
+ <i>Floor G2,3, building D1 Vinh Tuy</i>	<i>5,178,916,520</i>	<i>-</i>	<i>-</i>	<i>5,178,916,520</i>
- Land use rights	4,222,352,037	-	-	4,222,352,037
+ <i>Floor G1, Building D1 Vinh Tuy</i>	<i>2,981,462,638</i>	<i>-</i>	<i>-</i>	<i>2,981,462,638</i>
+ <i>Floor G2,3, building D1 Vinh Tuy</i>	<i>1,240,889,399</i>	<i>-</i>	<i>-</i>	<i>1,240,889,399</i>
Accumulated depreciation	1,962,178,675	695,803,268	406,773,705	2,251,208,238

SONG HONG CONSTRUCTION JOINT STOCK COMPANY

No. 164 Lo Duc, Hai Ba Trung District, Ha Noi City

SEPARATE FINANCIAL STATEMENTS

For period from 01/01/2024 to 31/12/2024

- House	1,962,178,675	695,803,268	406,773,705	2,251,208,238
+ Floor G1, Building D1 Vinh Tuy	1,376,620,766	489,360,184	406,773,705	1,459,207,245
+ Floor G2,3, building D1 Vinh Tuy	585,557,909	206,443,084	-	792,000,993
- Land use rights	-	-	-	-
+ Floor G1, Building D1 Vinh Tuy	-	-	-	-
+ Floor G2,3, building D1 Vinh Tuy	-	-	-	-
Net carrying amount	19,703,974,749	-	-	16,091,324,302
- House	15,481,622,712	-	-	11,868,972,265
+ Floor G1, Building D1 Vinh Tuy	10,888,264,101	-	-	7,482,056,738
+ Floor G2,3, building D1 Vinh Tuy	4,593,358,611	-	-	4,386,915,527
- Land use rights	4,222,352,037	-	-	4,222,352,037
+ Floor G1, Building D1 Vinh Tuy	2,981,462,638	-	-	2,981,462,638
+ Floor G2,3, building D1 Vinh Tuy	1,240,889,399	-	-	1,240,889,399

In which: Cost of investment real estate in the period is adjusted according to tax inspection report

11 . Long-term assets in progress

	31/12/2024	01/01/2024
Construction in progress	282,361,620	282,361,620
- Ha Dong Project	39,831,769	39,831,769
- Kim Lien Project Phase II	204,713,273	204,713,273
- Dong Anh Project	17,834,760	17,834,760
- Giai Phong Project	19,981,818	19,981,818
Total	282,361,620	282,361,620

12 . Long- term investments

	31/12/2024			01/01/2024		
	Original cost	Provisions	Fair value (*)	Original cost	Provisions	Fair value (*)
- Investment in subsidiaries	29,400,000,000	-		29,400,000,000	-	
SHF Joint Stock Company (1)	29,400,000,000	-		29,400,000,000	-	
- Investments in joint-ventures, associates	400,000,000	-		400,000,000	-	
Song Hong Trading and Service Development Joint Stock Company (2)	400,000,000	-		400,000,000	-	
- Investments in equity of other entities	133,705,490,563	-		133,705,490,563	-	
Incomex Consulting Joint Stock Company	900,000,000	-		900,000,000	-	
Van Khoi Thanh Corporation	3,000,000,000	-		3,000,000,000	-	
IT Viet Nam Investment Joint Stock Company	31,752,600	-		31,752,600	-	
Green Town Viet Nam Joint Stock Company (4)	97,710,000,000	-		97,710,000,000	-	
Morningstar Trading and Manufacture Joint stock company (3)	32,063,737,963	-		32,063,737,963	-	
Total	163,505,490,563	-		163,505,490,563	-	

(1) The charter capital of SHF Joint Stock Company is 30 billion. In which: Song Hong Construction Joint Stock Company owns 98% equivalent to 29,400,000,000 VND. The main field of operation of SHF Joint Stock Company is agriculture.

(2) The charter capital of Song Hong Trading and Service development joint stock company is 1 billion. In which: Song Hong Construction Joint Stock Company owns 40%. The main activities of Song Hong Trading and Service development joint stock company are trade and

(3) As of September 30, 2024, Sao Mai Production and Trading Joint Stock Company's contributed capital is 175 billion, of which Song Hong Construction Joint Stock Company owns 15% of capital with a total investment cost of 32,063,737,963 VND.

(4) As of September 30, 2024, the charter capital of Green Town Vietnam Joint Stock Company is VND 1,329,500,000,000. Of which: Song Hong Construction Joint Stock Company owns 7.35%.

(*) The Company has not determined the reasonable value of this financial investment to explain in financial statements because there is no

13 . Short-term trade payables	31/12/2024		01/01/2024	
	Value	Realizable value	Value	Realizable value
Short-term trade payables	439,625,918	439,625,918	6,342,287,157	6,342,287,157
- <i>Incomex Construction Joint Stock Company - Multi-purpose</i>	0	0	2,533,841,763	2,533,841,763
- <i>Sai Gon Petroleum Construction and Investment joint stock</i>	0	0	1,130,471,101	1,130,471,101
- <i>Others</i>	439,625,918	439,625,918	2,677,974,293	2,677,974,293
	439,625,918	439,625,918	6,342,287,157	6,342,287,157

14 . Short-term advances from customers	31/12/2024		01/01/2024	
Short-term advances from customers			0	25,857,641
- <i>Others</i>			0	25,857,641
Total			0	25,857,641

15 . Taxes and payables to the State budget

	01/01/2024		Payables	Already paid/Offset/Others	31/12/2024	
	Receivables	Payables			Receivables	Payables
Value-added tax	469,531,130	-	1,282,556,704	564,062,405	0	248,963,169
Business income tax	-	-	33,811,339	-	-	33,811,339
Personal income tax	-	74,422,066	719,123,134	721,436,631	-	72,108,569
Total	469,531,130	74,422,066	2,035,491,177	1,285,499,036	0	354,883,077

16 . Other short-term payments	31/12/2024		01/01/2024	
- Trade Union Fees		42,412,882		36,938,514
- Social insurance, Health insurance, Unemployment insurance		1,127,262		1,127,262
- Other payables		224,686,375,492		220,051,597,541
<i>Dividends payable</i>		602,353,676		518,666,176
<i>Catalan Land Joint stock company (*)</i>		161,748,510,000		159,025,000,000
<i>Thanh Xuan Joint Stock Company (Payable for business cooperation)</i>		55,860,000,000		55,860,000,000
<i>Others</i>		6,475,511,816		4,647,931,365
- Other receivables (credit balance)		105,012,100		105,012,100
Total		224,834,927,736		220,194,675,417

(*) Business cooperation contract No. 0701/HDHT dated January 7, 2022 signed between Song Hong Construction Joint Stock Company and Catalan Land Joint Stock Company on business cooperation in the Xuan La Commercial Center, Market, Supermarket, Office for Lease Project, scale of 2,075 m2 of land in Xuan La ward, Tay Ho district, Hanoi and contract appendix No. 01-0701/2022/PL-HDHT dated April 28, 2022

17 . Loans and finance lease liabilities	31/12/2024	Increase	Decrease	01/01/2024
17.1 Long-term loans and finance lease liabilities	22,050,000,000	-	-	22,050,000,000
a, Long-term loans	22,050,000,000	-	-	22,050,000,000
<i>BIM Land Joint stock company (*)</i>	22,050,000,000	-	-	22,050,000,000
17.2 Able to pay	22,050,000,000	-	-	22,050,000,000
a, Long-term loans and finance lease liabilities	22,050,000,000	-	-	22,050,000,000

18 . Owner's equity

18.1. Increase and decrease in owner's equity (Appendix 01)

18.2. The details of the owner's equity

	31/12/2024	01/01/2024
State shareholder	-	-
Other shareholders	200,000,000,000	200,000,000,000
Total	200,000,000,000	200,000,000,000

18.3. Capital transactions with owners and distribution of dividends and profits

	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
- Owner's Equity		
+ Opening balance	200,000,000,000	200,000,000,000
+ Increase in the period	-	-
+ Decrease in the period	-	-
+ Closing balance	200,000,000,000	200,000,000,000
- Dividends, profits shared	8,786,000,000	-

18.4 Stock

	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
- Quantity of registered issuing stocks	20,000,000	20,000,000
- Quantity of issued stocks	20,000,000	20,000,000
+ Common stocks	20,000,000	20,000,000
+ Preferred stocks	-	-
- Quantity of repurchased stocks	2,428,000	2,428,000
+ Common stocks	2,428,000	2,428,000
+ Preferred stocks	-	-
- Quantity of Outstanding Stocks	17,572,000	17,572,000
+ Common stocks	17,572,000	17,572,000
+ Preferred stocks	-	-
- Par value of Stocks	10,000	10,000

VI. DESCRIPTIVE INFORMATION IN ADDITION TO THE ITEMS PRESENTED IN THE INCOME STATEMENT

Unit: VND

1 . Revenues from sale of goods and rendering of services

	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
Revenues		
- Real estate business revenue	6,778,540,241	
- Revenues from rendering of services	6,430,682,776	6,384,113,583
Total	13,209,223,017	6,384,113,583

2 . Turnover deductions

	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
Returned sales		5,299,544,196
Total		5,299,544,196

3 . Net revenue from sale of goods and rendering of services

	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
- Returned sales		(5,299,544,196)
- Net revenues from rendering of services	13,209,223,017	6,384,113,583
Total	13,209,223,017	1,084,569,387

4 . Cost of sales

	From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
- Cost of service provision	6,580,780,715	1,970,431,636
Total	6,580,780,715	1,970,431,636

5 . Financial incomes		From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
	- Interests of bank deposits and loans	950.184.453	1.975.101.516
	- Dividends, profits shared	1.087.800.000	-
	Total	2.037.984.453	1.975.101.516
6 . Financial expenses		From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
	- Interests of borrowing	1.907.657.261	2.493.039.451
	Total	1.907.657.261	2.493.039.451
7 . Other income		From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
	- Liquidation and sale of fixed assets	27.272.727	0
	- Other incomes	5.696.075.791	2.213.490.909
	Total	5.723.348.518	2.213.490.909
8 . Other expenses		From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
	- Other expenses	27.272.727	1.847.828.834
	Total	27.272.727	1.847.828.834
9 . Selling and general administrative expenses		From 01/01/2024 to 31/12/2024	From 01/01/2023 to 31/12/2023
	- General administrative expenses	11.423.792.580	7.719.127.941
	Total	11.423.792.580	7.719.127.941

VII. OTHER INFORMATION

1 . Comparative information

Comparative figures in the separate Balance sheet are figures in the separate financial statements for 2023 , which have been audited by Branch of Moore AISC Auditing and Informatics Services Company limited.

2 . Information about continuous operations.

There is no event leading to any serious doubt about going concern and the Company has neither intention nor force to stop operation or restrict significantly its operation scale.

Prepared by

Chief Accountant

Hanoi, 15 January 2024

General Director

Phạm Minh Cường

Luong Thi Anh Phuong

Phạm Quỳnh Trang



Appendix 01: Increase and decrease in owner's equity

Items	Owner's Equity	Share capital surplus	Treasury stocks	Development and investment funds	Undistributed profit after tax
As at 01/01/2023	200,000,000,000	22,123,458,400	-22,127,942,200	39,884,546,792	66,913,329,797
Increase in period	-	-	-	125,219,328	(8,757,266,050)
<i>Profit in period</i>	-	-	-	-	(8,757,266,050)
<i>Distribution of funds</i>	-	-	-	125,219,328	-
Decrease in period	-	-	-	-	9,508,438,656
<i>Dividend payment</i>	-	-	-	-	8,786,000,000
<i>Distribution of development investment fund</i>	-	-	-	-	125,219,328
<i>Distribution of bonus and welfare funds</i>	-	-	-	-	125,219,328
<i>Other decrease</i>	-	-	-	-	472,000,000
As at 31/12/2023	200,000,000,000	22,123,458,400	-22,127,942,200	40,009,766,120	48,647,625,091
As at 01/01/2024	200,000,000,000	22,123,458,400	(22,127,942,200)	40,009,766,120	48,559,900,824
Increase in period	-	-	-	-	997,241,366
<i>Profit in period</i>	-	-	-	-	997,241,366
Decrease in period	-	-	-	-	10,254,200,000
<i>Dividend payment</i>	-	-	-	-	8,786,000,000
<i>Distribution of bonus and welfare funds</i>	-	-	-	-	976,200,000
<i>Remuneration of the Board of Management and Board of Supervisors</i>	-	-	-	-	492,000,000
As at 31/12/2024	200,000,000,000	22,123,458,400	(22,127,942,200)	40,009,766,120	39,302,942,190