

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION
AUDITED SEPARATE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 DECEMBER 2024



TABLE OF CONTENTS

<u>CONTENTS</u>	<u>PAGES</u>
STATEMENT OF THE BOARD OF GENERAL DIRECTORS	2 - 3
INDEPENDENT AUDITORS' REPORT	4 - 6
SEPARATE BALANCE SHEET	7 - 8
SEPARATE INCOME STATEMENT	9
SEPARATE CASH FLOW STATEMENT	10
NOTES TO THE SEPARATE FINANCIAL STATEMENTS	11 - 49

STATEMENT OF THE BOARD OF GENERAL DIRECTORS

The Board of General Directors of Vietnam Engine and Agricultural Machinery Corporation (hereinafter referred to as the "Corporation") presents this report together with the Corporation's audited separate financial statements for the year ended 31 December 2024.

BOARD OF MANAGEMENT AND BOARD OF GENERAL DIRECTORS

The members of the Board of Management and the Board of General Directors of the Corporation who held office during the year and up to the date of this report are as follows:

Board of Management

Mr. Ngo Khai Hoan	Chairman	Appointed on 20 June 2024
Mr. Nguyen Khac Hai	Chairman	Resigned on 20 June 2024
Mr. Nguyen Hoang Giang	Member	Appointed on 20 June 2024
Mr. Phan Pham Ha	Member	Dismissed on 20 June 2024
Ms. Nguyen Thi Nga	Member	Resigned on 20 June 2024
Mr. Nguyen Tien Vy	Member	
Mr. Phan Kim Khoa	Member	
Ms. Nguyen Thi Hoa	Member	Appointed on 20 June 2024
Ms. Tran Thi Nguyet	Member	Appointed on 20 June 2024

Board of General Directors

Mr. Nguyen Hoang Giang	General Director	Appointed on 20 June 2024
Mr. Phan Pham Ha	General Director	Dismissed on 20 June 2024
Mr. Le Minh Quy	Deputy General Manager	
Mr. Pham Anh Tuan	Deputy General Manager	

Board of Supervisors

Ms. Nguyen Thi Phuong Lan	Head of the Board of Supervisors
Ms. Nguyen Thi Dien	Member
Ms. Le Thi Thanh Binh	Member

Legal Representative

The legal representative of the Corporation as of the date of this report is Mr. Nguyen Hoang Giang - General Director.

EVENTS AFTER THE REPORTING DATE

The Board of General Directors confirms that no significant events have occurred after the balance sheet date that would materially affect the separate financial statements, requiring adjustment or disclosure.

THE AUDITOR

The accompanying separate financial statements for the year ended 31 December 2024 have been audited by UHY Auditing and Consulting Company Limited.

STATEMENT OF THE BOARD OF GENERAL DIRECTORS (CONT'D)

RESPONSIBILITY OF THE BOARD OF GENERAL DIRECTORS

The Board of General Directors of the Corporation is responsible for preparing the separate financial statements that give a true and fair view of the Corporation's separate financial position as at 31 December 2024, as well as its separate results of operations and its separate cash flows for the year then ended. In preparing the separate financial statements, the Board of General Directors is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the separate financial statements;
- Design and implement an effective system of internal control to ensure preparation and fair presentation of the separate financial statements in order to limit risks and frauds;
- Prepare the separate financial statements on the going concern basis unless it is inappropriate to presume that the Corporation will continue in business.

The Board of General Directors confirms that the Corporation has complied with the above requirements in preparing the separate financial statements.

The Board of General Directors is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the separate financial position of the Corporation and to ensure that the separate financial statements comply with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and other related legal regulations on preparation and presentation of the separate financial statements. It is also responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of General Directors confirms that the Corporation has fully complied with its regulatory disclosure obligations as stipulated in Circular No. 96/2020/TT-BTC, dated 16 November 2020, issued by the Ministry of Finance, concerning information disclosure in the securities market. The Corporation also ensures full compliance with the provisions of Decree No. 155/2020/ND-CP, dated 31 December 2020, issued by the Government, which provides detailed guidance on the implementation of specific provisions of the Securities Law. Furthermore, the Corporation adheres to the corporate governance requirements outlined in Circular No. 116/2020/TT-BTC, dated 31 December 2020, issued by the Ministry of Finance, which specifies governance standards applicable to public companies under Decree No. 155/2020/ND-CP.

For and on behalf of the Board of General Directors, 



Nguyen Hoang Giang
General Director
Ha Noi, 24 March 2025

No: 257/2025/UHY-BCKT

INDEPENDENT AUDITORS' REPORT

**To: The Board of Management and Board of General Directors
Vietnam Engine and Agricultural Machinery Corporation**

We have audited the accompanying separate financial statements of Vietnam Engine and Agricultural Machinery Corporation (hereinafter referred to as the "Corporation"), as prepared on 24 March 2025 and set out on pages 07 to page 49, which comprise the separate balance sheet as at 31 December 2024, the separate income statement and the separate cash flow statement for the year ended 31 December 2024 and the notes thereto.

The Board of General Director's responsibility

The Board of General Directors of the Corporation is responsible for the preparation and fair presentation of these separate financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the related legal regulations on the preparation and presentation of the separate financial statements, and for such internal control as the Board General Director determines is necessary to enable the preparation and presentation of the separate financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these separate financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the separate financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the separate financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Corporation's preparation and fair presentation of the separate financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of General Director, as well as evaluating the overall presentation of the separate financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

INDEPENDENT AUDITORS' REPORT (CONT'D)

Basis of qualified audit opinion

As at 31 December 2024, the Corporation has not assessed the net realisable value of slow-moving and obsolete inventories amounting to VND 70,844,990,151 (the unprovided balance of slow-moving and obsolete inventories as at 1 January 2024 was VND 72,390,660,183). We were unable to obtain sufficient appropriate audit evidence regarding Management's assessment of the net realisable value of these slow-moving and obsolete inventories, or to determine whether it would be necessary to make a provision for inventory obsolescence or to retrospectively adjust related items in the Corporation's separate financial statements for the year ended 31 December 2024.

The Corporation has not assessed the potential impairment of its investment in its subsidiary – Material And Complete Equipment Export-Import Corporation ("Matexim"), with respect to the qualified audit opinions expressed in Matexim's audited financial statements for the year ended 31 December 2024. The qualified opinion relates to the capitalisation of borrowing costs, depreciation, and land rental expenses of the sponge iron plant (which has been inactive since 2015) and Bac Kan Branch, which are still recorded under prepaid expenses and work-in-progress accounts, amounting to VND 481,868,382,941.

The Corporation has also not assessed the potential impairment of its investment in its subsidiary – Tran Hung Dao Mechanical Company Limited ("VEAMTHD"), with respect to the qualified audit opinions expressed in VEAMTHD's audited financial statements for the year ended 31 December 2024. The qualified opinion relates to overdue receivables without provision amounting to VND 40,111,370,576 and slow-moving inventories totalling VND 10 billion (primarily arising before the parent company's equitisation), for which the net realisable value has not been determined and no provision for impairment has been considered.

Qualified audit opinion

In our opinion, except for the matters described in the "Basis for Qualified Opinion" section, the accompanying separate financial statements present fairly, in all material respects, the financial position of Vietnam Engine and Agricultural Machinery Corporation as at 31 December 2024, and its separate financial performance and separate cash flows for the year then ended, in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System, and related legal regulations on the preparation and presentation of financial statements.

Emphasis of Matter

We draw attention to Note 16 to the separate financial statements, which describes that the Medium-Class Four-Wheel Tractor Manufacturing Project remains outstanding, and that the carrying amount of construction-in-progress has been reduced by the amount compensated by the related individuals.

We also draw attention to Note 37 to the separate financial statements, which states that, as at the date of this report, the competent State authorities have not yet officially approved the finalisation of the equitisation of the Parent Company – Vietnam Engine and Agricultural Machinery Corporation – at the time it was officially converted into a joint stock company.

INDEPENDENT AUDITORS' REPORT (CONT'D)

Emphasis of Matter (cont'd)

Our opinion is not modified in respect of this matter.



Nguyễn Văn Hai

Audit Director

Auditor's Practicing Certificate

No. 1395-2023-112-1

For and on behalf of

UHY AUDITING AND CONSULTING COMPANY LIMITED

Hanoi, 24 March 2025

Pham Thi Thao

Auditor

Auditor's Practicing Certificate

No. 2465-2023-112-1

SEPARATE BALANCE SHEET
As at 31 December 2024

ASSETS	Code	Note	31/12/2024 VND	01/01/2024 VND
CURRENT ASSETS	100		16,138,914,853,601	16,685,883,063,632
Cash and cash equivalents	110	5	146,236,801,147	84,989,168,332
Cash	111		69,199,980,184	57,989,168,332
Cash equivalents	112		77,036,820,963	27,000,000,000
Short-term investments	120	6	11,996,830,273,973	11,886,672,054,795
Held-to-maturity investments	123		11,996,830,273,973	11,886,672,054,795
Current accounts receivable	130		3,250,520,533,357	3,934,889,750,474
Short-term trade receivables	131	7	314,341,997,099	327,124,863,408
Short-term advances to suppliers	132	8	180,236,147,109	179,264,843,313
Other short-term receivables	136	9	3,718,608,180,933	4,401,927,936,845
Provision for short-term doubtful debts	137	10	(971,508,767,836)	(982,712,841,317)
Shortage of assets waiting for resolution	139	14	8,842,976,052	9,284,948,225
Inventories	140	11	664,182,012,127	698,566,484,407
Inventories	141		1,176,052,212,659	1,227,258,871,527
Provision for devaluation of inventories	149		(511,870,200,532)	(528,692,387,120)
Other current assets	150		81,145,232,997	80,765,605,624
Short-term prepaid expenses	151	15	1,506,172,023	1,423,987,636
Value-added tax deductible	152		79,379,913,179	79,158,353,713
Taxes and other receivables from the State budget	153	18	259,147,795	183,264,275
NON-CURRENT ASSETS	200		3,616,127,092,636	3,664,776,365,025
Long-term receivables	210		28,000,000	28,000,000
Other long-term receivables	216	9	28,000,000	28,000,000
Fixed assets	220		388,674,138,991	430,273,419,030
Tangible fixed assets	221	12	340,197,666,304	381,615,878,487
- Cost	222		1,384,996,142,937	1,378,150,813,484
- Accumulated depreciation	223		(1,044,798,476,633)	(996,534,934,997)
Intangible fixed assets	227	13	48,476,472,687	48,657,540,543
- Cost	228		52,570,286,266	52,570,286,266
- Accumulated amortization	229		(4,093,813,579)	(3,912,745,723)
Long-term assets in progress	240		55,644,448,639	59,805,984,015
Construction in progress	242	16	55,644,448,639	59,805,984,015
Long-term investments	250	6	3,142,752,943,576	3,138,918,707,479
Investments in subsidiaries	251		2,656,119,550,877	2,656,119,550,877
Investments in associates, jointly controlled entities	252		707,098,071,180	707,098,071,180
Investments in other entities	253		11,001,060,828	11,001,060,828
Provision for long-term investments	254		(231,465,739,309)	(235,299,975,406)
Other long-term assets	260		29,027,561,430	35,750,254,501
Long-term prepaid expenses	261	15	29,027,561,430	35,750,254,501
TOTAL ASSETS	270		19,755,041,946,237	20,350,659,428,657

SEPARATE BALANCE SHEET (CONT'D)

As at 31 December 2024

RESOURCES	Code	Note	31/12/2024 VND	01/01/2024 VND
LIABILITIES	300		213,566,462,493	301,761,221,265
Current liabilities	310		213,566,462,493	301,761,221,265
Short-term trade payables	311	17	12,926,645,070	18,435,166,220
Short-term advances from customers	312	19	4,054,283,015	4,621,114,090
Taxes and other payables to the State budget	313	18	30,682,026,649	124,669,074,329
Payables to employees	314		26,511,075,526	42,076,327,964
Short-term accrued expenses	315	20	11,485,815,085	15,526,551,415
Short-term unearned revenues	318		101,720,000	92,472,721
Short-term other payables	319	21	38,853,105,668	37,475,686,705
Short-term provisions	321		91,325,705	154,611,657
Bonus and welfare fund	322		88,860,465,775	58,710,216,164
OWNER'S EQUITY	400		19,541,475,483,744	20,048,898,207,392
Capital	410	22	19,541,513,438,801	20,048,936,162,449
Share capital	411		13,288,000,000,000	13,288,000,000,000
- Shares with voting rights	411a		13,288,000,000,000	13,288,000,000,000
Retained earnings	421		6,253,513,438,801	6,760,936,162,449
- Accumulated retained earnings brought forward	421a		111,222,123	102,853,121
- Retained earnings for the current year	421b		6,253,402,216,678	6,760,833,309,328
Other funds	430		(37,955,057)	(37,955,057)
Subsidised fund	431		(37,955,057)	(37,955,057)
TOTAL LIABILITIES AND OWNERS' EQUITY	440		19,755,041,946,237	20,350,659,428,657

Hanoi, 24 March 2025

Dang Quan
Preparer

Vu Phong Hai
Person in charge of accounting



Nguyen Hoang Giang
General Director

SEPARATE INCOME STATEMENT

For the year ended 31 December 2024

ITEMS	Code	Note	Year 2024	Year 2023
			VND	VND
Revenue from sale of goods and rendering of services	01	24	316,859,399,172	318,813,155,350
Deductions	02	25	-	327,054,840
Net revenue from sale of goods and rendering of services	10		316,859,399,172	318,486,100,510
Cost of goods sold and services rendered	11	26	290,540,274,599	431,133,154,018
Gross profit from sale of goods and rendering of services	20		26,319,124,573	(112,647,053,508)
Financial income	21	27	6,531,800,949,631	7,940,178,190,700
Financial expenses	22	28	(3,140,628,189)	52,022,398,478
- In which: Interest expenses	23		-	46,689,256,897
Selling expenses	25	29	19,017,167,588	22,231,365,193
General and administrative expenses	26	29	153,112,661,527	776,592,830,937
Operating profit	30		6,389,130,873,278	6,976,684,542,584
Other income	31	30	4,705,289,762	494,705,837
Other expenses	32	31	2,182,679,579	19,387,295,931
Other profit	40		2,522,610,183	(18,892,590,094)
Accounting profit before tax	50		6,391,653,483,461	6,957,791,952,490
Current corporate income tax expense	51	32	138,251,266,783	196,958,643,162
Net profit after tax	60		6,253,402,216,678	6,760,833,309,328

Hanoi, 24 March 2025



Dang Quan
Preparer



Vu Phong Hai
Person in charge of accounting




Nguyen Hoang Giang
General Director

SEPARATE CASH FLOW STATEMENT

(Applying indirect method)

For the year ended 31 December 2024

ITEMS	Code	Note	Year 2024 VND	Year 2023 VND
I. Cash flows from operating activities				
<i>Profit before tax</i>	01		6,391,653,483,461	6,957,791,952,490
<i>Adjustments for:</i>				
Depreciation and amortization	02		48,444,609,492	57,213,679,014
Provisions/(reversal of provisions)	03		(31,923,782,118)	723,115,099,121
Foreign exchange (gains)/losses arisen from revaluation of monetary accounts denominated in foreign currency	04		(84,284,685)	59,746,216
(Profits)/losses from investing activities	05		(6,530,109,547,540)	(7,938,761,626,250)
Interest expense	06		-	46,689,256,897
<i>Operating profit before changes in working capital</i>	08		(122,019,521,390)	(153,891,892,512)
Increase, decrease in receivables	09		18,696,568,443	53,929,013,767
Increase, decrease in inventories	10		51,206,658,868	27,767,732,220
Increase, decrease in payables (excluding interest, corporate income tax)	11		(35,297,624,866)	20,634,099,062
Increase, decrease in prepaid expenses	12		6,640,508,684	4,032,920,579
Interest paid	14		-	(52,324,337,095)
Corporate income tax paid	15		(221,049,170,607)	(120,238,574,987)
Other cash outflows for operating activities	17		(39,858,518,106)	(47,449,549,426)
<i>Net cash flows from operating activities</i>	20		(341,681,098,974)	(267,540,588,392)
II. Cash flows from investing activities				
Purchase and construction of fixed assets and other long-term assets	21		(3,978,812,940)	(7,513,609,441)
Loans to other entities and payments for purchase of debt instruments of other entities	23		(18,608,727,245,727)	(17,310,997,264,495)
Collections from borrowers and proceeds from sale of debt instruments of other entities	24		18,498,569,026,549	17,260,235,209,700
Interest, dividend and profit paid	27		7,206,783,787,542	6,697,248,286,436
<i>Net cash flows from investing activities</i>	30		7,092,646,755,424	6,638,972,622,200
III. Cash flows from financing activities				
Repayment of borrowings	34		-	(820,680,000,000)
Dividends paid/Profit distributed	36		(6,689,779,883,934)	(5,563,863,054,024)
<i>Net cash flows from financing activities</i>	40		(6,689,779,883,934)	(6,384,543,054,024)
<i>Net increase/(decrease) in cash for the year</i>	50		61,185,772,516	(13,111,020,216)
<i>Cash and cash equivalents at the beginning of the year</i>	60		84,989,168,332	98,106,406,646
Impact of exchange rate fluctuation	61		61,860,299	(6,218,098)
<i>Cash and cash equivalents at the end of the year</i>	70	5	146,236,801,147	84,989,168,332

Dang Quan
Preparer

Vu Phong Hai
Person in charge of accounting

Nguyen Hoang Giang
General Director

Hanoi, 24 March 2025

NOTES TO THE SEPARATE FINANCIAL STATEMENTS

These notes are an integral part of and should be read in conjunction with the accompanying separate financial statements.)

1. COMPANY OVERVIEW

1.1 OWNERSHIP STRUCTURE

Vietnam Engine and Agricultural Machinery Corporation (hereinafter referred to as the "Corporation") was established in Vietnam and operates under Business Registration Certificate No. 0100103866, initially issued on 6 October 2010 by the Hanoi Department of Planning and Investment, and most recently amended for the eleventh time on 1 July 2024.

The Corporation previously operated as a state-owned one-member limited liability company under the Ministry of Industry and Trade before being converted into a joint stock company in accordance with Decision No. 4874/QĐ-BCT dated 30 May 2014 issued by the Ministry of Industry and Trade regarding the equitisation of the Corporation; Decision No. 562/QĐ-TTg dated 5 April 2016 issued by the Government on the approval of the equitisation plan for the Parent Company – Vietnam Engine and Agricultural Machinery Corporation – Joint Stock Company; and Decision No. 5029/QĐ-BTC dated 23 December 2016 issued by the Ministry of Industry and Trade on the adjustment to the Corporation's charter capital structure.

As at 31 December 2024, the charter capital of the Corporation is VND 13,288,000,000,000, comprising 1,328,800,000 ordinary shares with a par value of VND 10,000 each. Since 2 July 2018, the Corporation's shares have been traded on the UPCom market under the stock code VEA.

The Corporation's head office is located at Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam.

1.2 PRINCIPAL BUSINESS ACTIVITIES

The Corporation's business activities include:

- Manufacture of agricultural and forestry machinery;
- Manufacture of engines and turbines (excluding aircraft, automobile, motorcycle, and motorbike engines);
- Manufacture of motor vehicles, motorcycles, and motorbikes; Manufacture of food processing, beverage, and tobacco machinery;
- Manufacture of motor vehicle bodies, trailers, and semi-trailers;
- Manufacture of parts and accessories for motor vehicles and vehicle engines;
- Manufacture of bearings, gears, gearboxes, control components, and power transmission parts;
- Manufacture of other metal products not elsewhere classified;
- Manufacture of pumps, compressors, taps, and valves;
- Trading machinery, equipment, and spare parts for agricultural machinery, automobiles, and other motor vehicles; selling spare parts and accessories for automobiles and other motor vehicles; selling motorcycles and motorbikes; maintenance and repair of motorcycles and motorbikes; selling spare parts and accessories for motorcycles and motorbikes; manufacturing furnaces, kilns, and material handling equipment;
- Manufacturing hand tools powered by motors or pneumatic systems and other general-purpose machinery;
- Manufacture of machine tools, metal-forming, and metallurgy equipment;
- Manufacture of mining and construction machinery; production of iron, steel, cast iron, cast steel, and non-ferrous metal casting;

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

1. COMPANY OVERVIEW (CONT'D)

1.2 PRINCIPAL BUSINESS ACTIVITIES (CONT'D)

- Manufacture of metal structures, containers, tanks, and metal storage tools; Manufacture of boilers (excluding central boilers); Metal forging, stamping, pressing, and rolling;
- Repairing of prefabricated metal products;
- Repairing and maintaining transportation equipment (excluding automobiles, motorcycles, motorbikes, and other engines); repairing other equipment;
- Installation of industrial machinery and equipment;
- Trading other machinery, equipment, and spare parts;
- Completing construction works; other specialized construction activities;
- Repair of machinery and equipment, electrical devices, electronic and optical equipment;
- Conducting scientific research and experimental development in natural sciences and engineering;
- Other professional and scientific activities not elsewhere classified;
- Construction of all types of buildings, installation of electrical systems;
- Installation of water supply, drainage, heating, air conditioning, and other building systems; Mining of iron ore, other non-ferrous metal ores, and precious metal ores;
- Trading metals and metal ores; providing short-term accommodation services;
- Operating restaurants and mobile food services (excluding bar, karaoke, and nightclub businesses);
- Provision of on-demand catering services (banquets, meetings, weddings, etc.);
- Other catering services (excluding bar services);
- Engaging in other specialized wholesale trade not elsewhere classified;
- General wholesale;
- Wholesale of certain ready-made garments, footwear; Wholesale of electronic equipment and telecommunications components; Wholesale of other household goods; Wholesale of materials and other installation equipment in construction;
- Wholesale trading of solid, liquid, and gaseous fuels and related products;
- Real estate business, land use rights ownership, use, or leasing;
- Real estate brokerage, auction of real estate and land use rights;
- Conducting other business support activities not elsewhere classified;
- Engaging in architectural and related technical consultancy services.

The Corporation's principal business activities are the manufacturing and trading of motor vehicles, engines, and agricultural machinery.

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District,
Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended
31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

1. COMPANY OVERVIEW(CONT'D)**1.3 BUSINESS STRUCTURES**

The Corporation has 4 dependent branches, including:

No.	Branch	Address	Accounting Method
1	Ho Chi Minh City Branch -Vietnam Engine and Agricultural Machinery Corporation	90 - 92 Tran Binh Trong Street, Ward 1, District 5, Ho Chi Minh City.	Dependent accounting
2	Nghe An Branch - Vietnam Engine and Agricultural Machinery Corporation	284 Binh Minh Street, Nghi Huong Ward, Cua Lo Town, Nghe An Province	Dependent accounting
3	Vietnam Engine and Agricultural Machinery Corporation – Motor Factory	Bac Son Ward, Bim Son Town, Thanh Hoa Province.	Independent accounting
4	Vietnam Engine and Agricultural Machinery Corporation – Foundry Factory	Lot B15, Area B, Hiep Phuoc Industrial Park, Nguyen Van Tao Street, Hiep Phuoc Commune, Nha Be District, Ho Chi Minh City.	Independent accounting

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

1. COMPANY OVERVIEW (CONT'D)

1.3 BUSINESS STRUCTURES (CONT'D)

Information on the Corporation's subsidiaries, joint ventures, and associates as at 31 December 2024 is as follows:

STT	Name of Subsidiaries/Associated companies	Place of incorporation and operation	Proportion of ownership interest (%)	Proportion of voting rights (%)	Main activities
Subsidiaries					
1	Precision Equipment No.1 JSC	Hanoi	51.00	51.00	Manufacturing and trading of mechanical products, hydraulic pumps, water pumps, tools, jigs & molds.
2	Pho Yen Mechanical JSC	Thai Nguyen	51.00	51.00	Manufacturing spare parts; auxiliary engine components.
3	Coloa Mechanical JSC	Hanoi	53.66	53.66	Road freight transport, manufacturing of mechanical products.
4	VEAM Transport and Trading JSC	Hanoi	51.00	51.00	Passenger transport, freight transport.
5	Material And Complete Equipment Export-Import Corporation (i)	Hanoi	51.00	51.99	Wholesale of machinery, equipment, and other machinery parts.
6	Machinery Spareparts No.1 JSC	Thai Nguyen	55.00	55.00	Manufacturing and trading of materials and spare parts for motor vehicles.
7	Tractor and Agricultural Machinery Co.Ltd	Hanoi	100.00	100.00	Manufacturing tractors and agricultural machinery.
8	Tran Hung Dao Mechanical Co., Ltd	Hanoi and Bac Ninh	100.00	100.00	Manufacturing agricultural and forestry machinery.
9	Song Cong Diesel Limited Company	Thai Nguyen	100.00	100.00	Manufacturing spare parts for agriculture, fisheries, and auxiliary components for motor vehicle.
10	Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	Dong Nai	100.00	100.00	Manufacturing engines and agricultural machinery.
11	Research Institute Of Technology For Machinery	Hanoi	100.00	100.00	Research, application, technology transfer in materials, casting, heat, mechanics, and automation.
12	Veam Korea Corporation	Korea	89.00	89.00	Exporting Korean products to the Vietnamese market.
13	Vinh Mechanical JSC (ii)	Nghe An	49.00	59.93	Manufacturing metal structures.
Associated companies					
1	Nakyco JSC	Ho Chi Minh City	49.00	49.00	Manufacturing and trading of machinery, equipment, spare parts.
2	An Giang Mechanical JSC	An Giang	47.41	47.41	Manufacturing other metal products not classified elsewhere.
3	Veam Tay Ho Investment JSC	Hanoi	29.01	29.01	Construction of residential buildings and offices, providing public services for urban areas, residential complexes, and offices.
4	Honda Vietnam Co. Ltd	Vinh Phuc	30.00	30.00	Manufacturing, assembling, importing motorcycles and automobiles for sales and export.
5	Toyota Motor Vietnam Co., Ltd	Vinh Phuc	20.00	20.00	Assembling and manufacturing automobiles and auto parts, providing warranty and repair services in Vietnam.
6	Matexim Hai Phong JSC (iii)	Hai Phong	19.46	21.23	Passenger transportation, wholesale of metals and metal ores.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

1. COMPANY OVERVIEW (CONT'D)

1.3 BUSINESS STRUCTURES (CONT'D)

Notes:

- (i) Material and Complete Equipment Export-Import Corporation is a subsidiary of the Corporation, with the Corporation holding a direct voting right of 51.00%. Additionally, the Corporation holds an indirect voting right of 0.99% through Song Cong Diesel Limited Company (a wholly owned subsidiary with 100% voting rights). As a result, the Corporation's total voting rights in Material and Complete Equipment Export-Import Corporation amount to 51.99%.
- (ii) Vinh Mechanical JSC is a subsidiary of the Corporation, as the Corporation holds a direct voting right of 49.00%. Furthermore, it has an indirect voting right of 10.93% through Machinery Spareparts No.1 JSC, a subsidiary in which the Corporation owns 55.00% voting rights. Consequently, the Corporation's total voting rights in Vinh Mechanical JSC amount to 59.93%.
- (iii) Matexim Hai Phong JSC is an associate of the Corporation, with the Corporation holding a direct voting right of 19.46% and an indirect voting interest of 1.77% through Material And Complete Equipment Export-Import Corporation (a subsidiary in which the Corporation holds 51.99% of the voting rights). Accordingly, the Corporation's total voting rights in Matexim Hai Phong JSC is 21.23%.

2. FINANCIAL YEAR AND ACCOUNTING CURRENCY

2.1 FINANCIAL YEAR

The Corporation's financial year starts on 01 January and ends on 31 December of each calendar year.

The accompanying separate financial statements are the combined financial statements of the Head Office and its 4 dependent branches. Intra-office transactions and balances between the Head Office and the 4 dependent branches have been eliminated in the preparation of these financial statements. These financial statements have been prepared for the financial year ended 31 December 2024.

2.2 ACCOUNTING CURRENCY

Currency used in accounting: Vietnamese Dong (VND)

3. APPLIED ACCOUNTING STANDARDS AND REGULATIONS

3.1 ACCOUNTING STANDARDS

The Corporation applies the Vietnamese Accounting Standards issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 ("Circular 200") of the Ministry of Finance and Circular No. 53/2016/TT-BTC dated 21 March 2016 of the Ministry of Finance, which amends and supplements certain provisions of Circular No. 200/2014/TT-BTC.

3.2 STATEMENT OF COMPLIANCE WITH ACCOUNTING STANDARDS AND REGULATIONS

The Corporation complies with the current Vietnamese Accounting Standards and Vietnamese Corporate Accounting System in preparing and presenting the financial statements for the year ended 31 December 2024.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

4. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted by the Corporation in the preparation of these separate financial statements are as follows:

4.1 CHANGES IN ACCOUNTING POLICIES AND NOTES

The accounting policies used by the Corporation in preparing the financial statements for the year ended 31 December 2024 are consistent with those applied in preparing the financial statements for the year ended 31 December 2023.

4.2 ACCOUNTING ESTIMATES

The preparation of separate financial statements in accordance with Vietnamese Accounting Standards requires the Board of General Directors to make estimates and assumptions that affect the reported amounts of liabilities, assets, and the disclosure of contingent liabilities and assets as of the date of the separate financial statements, as well as the reported amounts of revenues and expenses throughout the financial year. Actual business results may differ from the estimates and assumptions made.

4.3 CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, bank deposits, cash in transit, short-term investments, or investments with an original maturity of no more than three months that have high liquidity. Highly liquid investments are those that can be readily converted into specific amounts of cash with minimal risk of changes in value.

4.4 RECEIVABLES

Receivables are presented at their book value, net of provisions for doubtful debts.

The classification of receivables is based on the following principles:

- Trade receivables represent commercial receivables arising from sales transactions between the Corporation and independent buyers, including receivables from entrusted export sales made through other entities.
- Other accounts receivables reflect non-commercial receivables that are not related sales transactions.

Provision for doubtful debts is made for receivables that are overdue as stated in the economic contract, contractual commitment, or debt commitment, as well as for receivables that are not yet due but are deemed unrecoverable. Specifically, the provision for overdue receivables is based on the original repayment terms in the purchase and sale contract, regardless of any debt extensions agreed upon by the parties. Provisions are also made for receivables that are not yet due but where the debtors have declared bankruptcy, are in the process of dissolution, are missing, or have fled.

Increases and decreases in the provision for doubtful debts that are required to be made as at the reporting date are recognised in general and administrative expenses.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.5 INVENTORIES

The Corporation applies the perpetual inventory method. Inventories are measured at the lower of cost and net realizable value. The cost of inventories includes the purchase price, direct material costs, direct labor, and manufacturing overheads or other related costs, if any, incurred to bring the inventories to their present location and condition. Net realizable value is determined as the estimated selling price less the costs of completion and any marketing, selling, and distribution expenses.

Provision for devaluation of inventories is made in accordance with prevailing regulations. Accordingly, the Corporation is allowed to make provisions for the estimated loss arising due to the impairment of value (obsolescence, damage, etc), or in cases where the original cost of inventories exceeds their net realizable value as of the accounting period-end. Any increase or decrease in the balance of the inventory devaluation allowance at the reporting date is recognized in the cost of goods sold.

4.6 TANGIBLES FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are presented at cost and presented on the balance sheet under historical cost, accumulated depreciation, and net book value.

The historical cost of tangible fixed assets includes the purchase price (excluding trade discounts or rebates), taxes and costs directly attributable to the acquisition of the fixed assets to bring it to its intended working condition.

The historical cost of tangible fixed assets constructed by contractors includes the value of the completed and handed-over works, directly related costs, and registration fees (if any).

Subsequent expenditures on tangible fixed assets are capitalized when it is certain that they will bring future economic benefits. Expenses that do not meet this criterion are recorded as operating expenses in the financial year.

The historical cost of tangible fixed assets for construction investment is the settled value of the completed project when put into use. If a tangible fixed asset has been put into use but has not yet been settled, the historical cost is recorded based on a provisional value, which is adjusted after the final settlement of the completed project. If there is a difference between the estimated cost and the final settlement value, the Corporation will adjust the historical cost of the fixed asset according to the approved final settlement without retrospectively adjusting the depreciation expense recorded from the time the asset was put into use until the final settlement approval date.

Tangible fixed assets of the Corporation were revalued at the time of equitization and are currently awaiting approval from the relevant authorities in accordance with regulations.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.6 TANGIBLES FIXED ASSETS AND DEPRECIATION (CONT'D)

Tangible fixed assets are depreciated using the straight-line method over their estimated useful life. The estimated useful life for different types of tangible fixed assets are as follows:

<i>Fixed assets</i>	<i>Estimated Useful Life (Years)</i>
- Buildings and structures	03 - 25
- Machinery and equipment	03 - 15
- Vehicles and transmission equipment	05 - 10
- Office equipment and management tools	03 - 10
- Other fixed assets	04 - 08

4.7 INTANGIBLE FIXED ASSETS AND AMORTISATION

Intangible fixed assets are recognized at cost, which are reflected on the separate balance sheet. Intangible fixed assets are recorded at historical cost and presented on the balance sheet under historical cost, accumulated amortisation, and net book value.

The historical cost of intangible fixed assets includes all costs incurred by the Corporation to acquire the asset up to the point it is ready for its intended use. Subsequent expenditures related to intangible fixed assets are recognised as period production and business expenses, unless such costs are directly attributable to a specific intangible fixed asset and result in increased future economic benefits from that asset.

Land use rights

Intangible fixed assets represent the value of land use rights and are presented at cost less accumulated amortization. Land use rights with a defined term are amortized using the straight-line method over the lease term. Indefinite-term land use rights are not amortized. Details of the land use rights are as follows:

Address	Useful lives
Land use right at Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi City	50 years
Land use right at 37 Nguyen Thai Binh, District 1, Ho Chi Minh City	In the process of obtaining the land use right certificate
Land use right at VEAM Hotel, Cua Lo	Indefinite land use right

Other intangible fixed assets

Other intangible fixed assets include computer software, the Corporation's website copyrights, which are presented at cost less accumulated amortization. Other intangible fixed assets are amortised using the straight-line method over their useful lives.

4.8 FINANCIAL INVESTMENTS

Held-to-maturity investments

Held-to-maturity investments include investments that the Corporation intends and is able to hold until maturity. Held-to-maturity investments consist of term bank deposits.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.8 FINANCIAL INVESTMENTS (CONT'D)

Held-to-maturity investments are initially recognized at cost, including purchase price and directly attributable transaction costs. After initial recognition, these investments are recorded at their recoverable amount. Interest income from held-to-maturity investments after acquisition is recognized in the income statement on an accrual basis.

Investments in subsidiaries, joint ventures, and associates

Investments in subsidiaries, joint ventures, and associates are recorded at cost. The Corporation recognizes income on the income statement from the share of profits accumulated by the investee after the investment date. Dividends and profits distributed for periods prior to equitization are deducted from the carrying value of the investment.

Investments in subsidiaries, joint ventures, and associates are presented in the balance sheet at cost less any provisions for impairment (if any). The provisions for impairment is based on the losses incurred by the investee from 24 January 2017 (the date when the Corporation officially converted to a joint-stock company) to the reporting date, with the provision amount equal to the investee's losses during this period, multiplied by the Corporation's ownership percentage in the investee.

Investments in subsidiaries:

A subsidiary is an entity that is controlled by the Corporation. Control is achieved when the Corporation has the ability to govern the financial and operating policies of the investee to obtain economic benefits from its activities.

Investments in joint ventures and associates:

Joint ventures and associates are entities in which the Corporation has significant influence but does not control. Significant influence is demonstrated by the right to participate in decisions about the financial and operating policies of the investee, without exercising control or joint control over these policies.

Investments in other entities refer to investments in the equity instruments of other entities where the Corporation does not have control, joint control, or significant influence over the investee.

Provision for long-term investments is determined based on the investee's losses from the date of 24 January 2017 (when the Corporation officially converted to a joint-stock company) to the reporting date. The provision is calculated by multiplying the investee's losses during this period by the Corporation's ownership percentage in the investee.

The Corporation's investments in subsidiaries, joint ventures, associates, and capital contributions to other entities were revalued at the time of equitisation and are pending approval by the competent authorities in accordance with regulations.

Loan receivables are measured at cost less provision for doubtful debts.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.9 PREPAID EXPENSES

Prepaid expenses include actual costs incurred in the current expenses period but related to multiple accounting periods. These expenses include prepaid land and office rental, brand value, and other prepaid expenses.

The brand value: Recognized in the valuation report of the Corporation for Machinery and Agricultural Equipment at the time of equitisation and is awaiting approval from the competent authorities in accordance with regulations. It is allocated to operating expenses over ten years from the date the Corporation was officially converted into a joint-stock company.

Land and office rental: This represents rent paid in advance. Prepaid rent is allocated to the income statement using the straight-line method, corresponding to the lease term.

Other prepaid expenses: These include the value of tools and equipment awaiting allocation, fixed asset repair costs, building maintenance costs, and other minor expenses that are expected to provide future economic benefits to the Corporation. These expenses are capitalized as prepaid items and are amortized in the income statement using the straight-line method in accordance with prevailing regulations.

4.10 CONSTRUCTION IN PROGRESS

Construction-in-progress costs are recorded at historical cost and represent the investment expenses for construction projects. These costs include necessary expenses for forming assets, such as construction costs, equipment, other related expenses, and interest costs in accordance with the Corporation's accounting policies. These costs will be transferred to the carrying amount of fixed assets at a provisional value (if the final settlement has not yet been approved) when the assets are handed over and put into use..

According to the State's regulations on investment and construction management, depending on the level of management authority, the final settlement value of completed construction projects must be approved by the relevant authorities. Therefore, the final recognised value of construction in progress may be subject to change based on the approved final settlement.

4.11 LIABILITIES

Liabilities are amounts payable to suppliers and other parties. Liabilities include trade payables to suppliers and other payables. Liabilities not recognised at an amount lower than the obligation to be settled.

The classification of liabilities is based on the following principles:

- Trade payables include amounts payable arising from commercial transactions related to the purchase of goods, services, assets, where the seller is an independent entity from the buyer, including payables between the parent company and its subsidiaries, joint ventures, and associates;
- Other payables reflect non-commercial payables that are not related to the purchase or sale of goods and services.

Payables are monitored in detail for each party and payment term.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.12 ACCRUED EXPENSES

Accrued expenses include amounts payable for goods and services received from suppliers or provided to customers during the reporting year but not yet paid, as well as other accrued liabilities recognised in production and business expenses. This ensures that when actual expenses are incurred, they do not cause significant fluctuations in operating costs, in line with the matching principle between revenue and expenses.

The accruals for production and business expenses within the year are calculated rigorously and must be supported by reasonable and reliable evidence of the expenses that need to be accrued in the period, to ensure that the expenses recorded in this account align with the actual expenses incurred.

4.13 OWNER'S EQUITY

Contributed capital of the Corporation is recognized at the actual amount contributed by the shareholders.

The share capital contributed by shareholders is recorded at the actual issuance price of the shares and is presented under two separate components: Share capital and share premium. Share capital is recorded at the par value of the shares, while share premium reflects the difference between the par value and the issuance price of the shares (including cases of reissuing treasury shares).

Retained earnings is the profit from the Corporation's operations after deducting (-) adjustments for the retrospective application of accounting policy changes and corrections of material errors from previous years. The retained earnings may be distributed to investors based on their capital contribution ratio after approval by the General Meeting of Shareholders.

Dividends payable to shareholders are recognized as a liability on the Corporation's balance sheet after being approved by the General Meeting of Shareholders, the dividend distribution notice from the Board of Management, and the notification of the dividend entitlement date from the Vietnam Securities Depository.

4.14 REVENUE AND EXPENSE RECOGNITION

Revenue is recognized when it is probable that the Corporation will receive economic benefits. Net revenue is determined at the fair value of amounts received or receivable, after deducting trade discounts, sales returns, and sales allowances. Revenue is recognized when the following conditions are met:

Revenue from sale of goods

Sales revenue is recognized when all of the following five (5) conditions are satisfied:

- The Corporation has transferred substantially all the risks and rewards of ownership of the goods or products to the buyer;
- The Corporation no longer retains control over or managerial involvement with the goods as would be the case with ownership;
- Revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Corporation;
- The costs associated with the sale transaction can be measured reliably.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.14 REVENUE AND EXPENSE RECOGNITION (CONT'D)

Revenue from rendering of services

Revenue from service transactions is recognized when the outcome of the transaction can be reliably estimated. If the service is rendered over multiple periods, revenue is recognized based on the stage of completion at the reporting date. The outcome of a service transaction is determined when all of the following conditions are met:

- Revenue can be measured reliably;
- There is a probability that economic benefits will flow to the Corporation;
- The stage of completion of the service at the reporting date can be reliably determined;
- The costs incurred for the transaction and the costs to complete the service transaction can be measured reliably.

Financial income

Revenue from interest, dividends, distributed profits, and other financial income is recognized when both of the following two (2) conditions are satisfied:

- It is probable that economic benefits will be obtained from the transaction;
- Revenue can be reliably measured.

Operating expenses and cost of goods sold

Operating expenses that are incurred and related to generating revenue within the year are accumulated based on actual amounts and accurately estimated for the appropriate accounting period.

The cost of goods sold is recognised in accordance with the revenue recorded, ensuring compliance with the prudence principle.

Financial expenses

Financial expenses recognized in the separate income statement are the total financial expenses incurred during the year, not offset against financial income. These costs include provisions for impairment of financial investments, borrowing costs, foreign exchange differences, and other financial expenses.

4.15 FOREIGN CURRENCY

Transactions in foreign currencies are converted at the actual exchange rate on the transaction date. The exchange rate differences arising from these transactions are recorded in the income statement.

The exchange rate difference resulting from revaluation year-end balances, after offsetting gains and losses, are recorded in finance income or finance expenses for the year.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.15 FOREIGN CURRENCY (CONT'D)

Including:

- The actual exchange rate applied when recognizing and revaluing assets is the foreign currency purchase rate of the commercial banks at the financial statement preparation date. For foreign currency deposits, the actual exchange rate when revaluing is the purchase rate of the bank where the company holds its foreign currency account.
- The actual exchange rate for revaluing monetary items denominated in foreign currency classified as liabilities is the selling exchange rate of the foreign currency by the commercial bank at the financial statement preparation date.

4.16 TAXATION

The Corporation applies VAT declaration and calculation in accordance with the prevailing tax regulations, with a VAT rate of 8% and 10% for goods and services.

Current corporate income tax expense is calculated based on taxable income for the year. Taxable income differs from net profit presented in the income statement, as it excludes income or expenses that are taxable or deductible in different periods and excludes items that are non-taxable or non-deductible.

Corporate income tax is calculated at the effective tax rate of 20% on taxable income as of the financial year ended.

The Corporation's income tax determination is based on prevailing tax regulations.

Other taxes are applied in accordance with the current tax laws of Vietnam.

4.17 RELATED PARTIES

Parties are considered related if one party has the ability to control or exert significant influence over the other in making financial and operating policy decisions. Entities are also considered related parties if they are under common control or share common significant influence.

In considering each related party relationship, the substance of the relationship is emphasized rather than just the legal form of the relationship. Accordingly, all transactions and balances with related parties arising during the year are disclosed by the Corporation in the following notes.

5. CASH AND CASH EQUIVALENTS

	31/12/2024	01/01/2024
	VND	VND
Cash on hand	388,110,084	510,365,458
Cash at bank	68,811,870,100	57,478,802,874
Cash equivalents (*)	77,036,820,963	27,000,000,000
Total	146,236,801,147	84,989,168,332
Cash and cash equivalents from related parties	6,293,280	72,691,684
<i>(Details in note 35)</i>		

(*) Term deposits with original maturities of no more than 3 months at commercial banks, bearing interest rates ranging from 4.0% to 5.2% per annum.

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)*(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***6. FINANCIAL INVESTMENTS****6.1 SHORT-TERM FINANCIAL INVESTMENTS**

	31/12/2024		01/01/2024	
	Cost VND	Carrying amount VND	Cost VND	Carrying amount VND
Held-to-maturity investments	11,996,830,273,973	11,996,830,273,973	11,886,672,054,795	11,886,672,054,795
<i>Term deposits (*)</i>	<i>11,996,830,273,973</i>	<i>11,996,830,273,973</i>	<i>11,886,672,054,795</i>	<i>11,886,672,054,795</i>
- Vietnam Bank for Agriculture and Rural Development	1,518,000,000,000	1,518,000,000,000	1,049,000,000,000	1,049,000,000,000
- Vietnam Joint Stock Commercial Bank for Industry and Trade	1,568,000,000,000	1,568,000,000,000	1,527,000,000,000	1,527,000,000,000
- Joint Stock Commercial Bank for Investment and Development of Vietnam	6,293,000,000,000	6,293,000,000,000	5,100,000,000,000	5,100,000,000,000
- Southeast Asia Commercial Joint Stock Bank	2,380,000,000,000	2,380,000,000,000	2,622,500,000,000	2,622,500,000,000
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Ba Dinh branch	57,000,000,000	57,000,000,000	1,386,400,000,000	1,386,400,000,000
- Saigon Thuong Tin Commercial Joint Stock Bank - Bim Son branch	5,000,000,000	5,000,000,000	33,752,054,795	33,752,054,795
- Asia Commercial Joint Stock Bank - Bim Son branch	21,100,273,973	21,100,273,973	38,000,000,000	38,000,000,000
- Vietnam Bank for Agriculture and Rural Development - Bim Son Bac Thanh Hoa branch	23,000,000,000	23,000,000,000	33,000,000,000	33,000,000,000
- Ho Chi Minh City Development Joint Stock Commercial Bank - Binh Phuoc Branch	81,930,000,000	81,930,000,000	47,280,000,000	47,280,000,000
- Saigon Thuong Tin Commercial Joint Stock Bank - Quan 4 branch	49,800,000,000	49,800,000,000	49,740,000,000	49,740,000,000
Term deposits from related parties	2,380,000,000,000	2,380,000,000,000	2,622,500,000,000	2,622,500,000,000
<i>(Details in note 35)</i>				

(*) Term deposits with maturities ranging from 6 to 12 months at commercial banks, bearing interest rates ranging from 4.2% to 8.8% per annum.

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

6. FINANCIAL INVESTMENTS (CONT'D)
6.2 LONG-TERM FINANCIAL INVESTMENTS

	31/12/2024		01/01/2024	
	Cost (*)	Provision	Cost (*)	Provision
	VND	VND	VND	VND
Long-term financial investments	3,374,218,682,885	(231,465,739,309)	3,374,218,682,885	(235,299,975,406)
Investments in subsidiaries	2,656,119,550,877	(220,915,040,658)	2,656,119,550,877	(224,749,276,755)
+ Precision Equipment No.1 JSC	50,015,670,456	-	50,015,670,456	-
+ Pho Yen Mechanical JSC	22,810,192,474	-	22,810,192,474	-
+ Coloa Mechanical JSC	295,794,759	-	295,794,759	-
+ VEAM Transport and Trading JSC	-	-	-	-
+ Material And Complete Equipment Export-Import Corporation	127,576,996,194	-	127,576,996,194	-
+ Machinery Spareparts No.1 JSC	60,825,843,242	-	60,825,843,242	-
+ Tractor and Agricultural Machinery Co., Ltd	95,960,790,920	(95,960,790,920)	95,960,790,920	(95,960,790,920)
+ Tran Hung Dao Mechanical Co., Ltd	284,301,038,861	(94,597,242,388)	284,301,038,861	(87,705,604,230)
+ Song Cong Diesel Limited Company	1,489,915,335,079	-	1,489,915,335,079	-
+ Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	347,000,000,000	(15,159,459,764)	347,000,000,000	(26,193,625,684)
+ Research Institute Of Technology For Machinery	160,145,083,264	(14,437,738,798)	160,145,083,264	(14,129,447,133)
+ Veam Korea Corporation	16,512,996,840	-	16,512,996,840	-
+ Vinh Mechanical JSC	759,808,788	(759,808,788)	759,808,788	(759,808,788)
Investment in joint-ventures and associates	707,098,071,180	(10,550,698,651)	707,098,071,180	(10,550,698,651)
+ Nakycos JSC	10,550,698,651	(10,550,698,651)	10,550,698,651	(10,550,698,651)
+ An Giang Mechanical JSC	23,823,075,776	-	23,823,075,776	-
+ Veam Tay Ho Investment JSC (**)	9,467,051,066	-	9,467,051,066	-
+ Honda Vietnam Co. Ltd	359,311,428,087	-	359,311,428,087	-
+ Toyota Motor Vietnam Co., Ltd	287,776,054,812	-	287,776,054,812	-
+ Matexim Hai Phong JSC	16,169,762,788	-	16,169,762,788	-
Other long-term assets	11,001,060,828	-	11,001,060,828	-
+ Kumba JSC	11,001,060,828	-	11,001,060,828	-
+ Mekong Auto Corporation, Ltd	-	-	-	-

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

6. FINANCIAL INVESTMENTS (CONT'D)

6.3 INFORMATION ON FINANCIAL INVESTMENTS

Supplementary information on the Corporation's investments:

- (*) The Corporation has not determined the fair value as at the financial year-end, as current regulations do not provide specific guidance on the determination of the fair value of financial investments. The fair value of these investments may differ from their carrying amounts.
- (**) The Corporation contributed capital to VEAM Tay Ho Investment JSC through the land use rights for Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, under Business Registration Certificate No. 0103022083. However, the Corporation has reacquired 5 office floors and is in the process of transferring the land use rights to VEAM Tay Ho Investment JSC.

The Corporation's investments in subsidiaries, associates, and other entities were revalued at the time of equitisation and are pending approval from the competent authorities in accordance with applicable regulations.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

6. FINANCIAL INVESTMENTS (CONT'D)

6.3 INFORMATION ON FINANCIAL INVESTMENTS (CONT'D)

Performance of subsidiaries, joint ventures, and associates

The operating results of the Corporation's subsidiaries, joint ventures, and associates for the year 2024 are as follows:

	Year 2024	Year 2023
Operational situation of subsidiaries		
Precision Equipment No.1 JSC	Gain	Gain
Pho Yen Mechanical JSC	Gain	Gain
Coloa Mechanical JSC	Gain	Gain
VEAM Transport and Trading JSC	Gain	Gain
Material And Complete Equipment Export-Import Corporation	Gain	Gain
Machinery Spareparts No.1 JSC	Gain	Gain
Tractor and Agricultural Machinery Co.Ltd	Loss	Gain
Tran Hung Dao Mechanical Co., Ltd	Loss	Loss
Song Cong Diesel Limited Company	Gain	Gain
Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	Gain	Gain
Research Institute Of Technology For Machinery	Loss	Gain
Veam Korea Corporation	Loss	Loss
Vinh Mechanical JSC	Loss	Loss
Operational situation of associates		
Nakycos JSC	Gain	Gain
An Giang Mechanical JSC	Gain	Gain
Veam Tay Ho Investment JSC	Gain	Gain
Honda Vietnam Co. Ltd	Gain	Gain
Toyota Motor Vietnam Co., Ltd	Gain	Gain
Matexim Hai Phong JSC	Loss	Gain
Operational situation of other entities		
Kumba JSC (*)		
Mekong Auto Corporation, Ltd (*)		

(*) As of the date of this separate financial statement, the Corporation has not yet obtained the financial statement of Kumba JSC and Mekong Auto Corporation, Ltd for the year ended 31 December 2024.

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi City, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)*(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***7. TRADE RECEIVABLES**

	31/12/2024		01/01/2024	
	Balance	Provision	Balance	Provision
	VND	VND	VND	VND
Short-term trade receivables	314,341,997,099	(289,000,606,217)	327,124,863,408	(294,777,289,314)
- Matexim Hai Phong JSC and its branches	93,233,179,437	(93,233,179,437)	93,283,179,437	(93,283,179,437)
- VEAM Transport and Trading JSC	64,099,339,995	(64,099,339,995)	66,060,130,993	(66,060,130,993)
- Tractor and Agricultural Machinery Co.Ltd	69,395,639,712	(69,395,639,712)	69,555,560,043	(69,555,560,043)
- Tran Hung Dao Mechanical Co., Ltd	22,476,087,086	(22,476,087,086)	22,566,087,086	(22,566,087,086)
- Material and Complete Equipment Export-Import Corporation - Da Nang branch	13,205,936,501	(13,205,936,501)	13,205,936,501	(13,205,936,501)
- Southern Vietnam Engine And Agricultural Machinery Co., Ltd	11,570,283,424	(2,987,871,789)	13,215,267,833	(3,647,871,789)
- Others	40,361,530,944	(23,602,551,697)	49,238,701,515	(26,458,523,465)
Total	314,341,997,099	(289,000,606,217)	327,124,863,408	(294,777,289,314)
Trade receivables from related parties	285,081,473,589		290,860,764,127	
<i>(Details in note 35)</i>				

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)*(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***8. ADVANCES TO SUPPLIERS**

	31/12/2024		01/01/2024	
	Balance	Provision	Balance	Provision
	VND	VND	VND	VND
Short-term advances to suppliers	180,236,147,109	(42,853,879,039)	179,264,843,313	(42,853,879,039)
- Mekong Auto Branch (*)	169,609,728,269	(34,583,879,039)	169,609,728,269	(34,583,879,039)
- Shandong Tangjun Ouling Automobile Manufacture Co., Ltd. (**)	1,700,000,000	(1,700,000,000)	1,700,000,000	(1,700,000,000)
- Matexim Hai Phong JSC - Quang Ninh branch	6,500,000,000	(6,500,000,000)	6,500,000,000	(6,500,000,000)
- Others	2,426,418,840	(70,000,000)	1,455,115,044	(70,000,000)
Advances to suppliers to related parties	176,179,728,269		176,179,728,269	
<i>(Details in note 35)</i>				

(*): This includes an advance payment to the Mekong Auto Branch under Contract No. 16/2014/VEAM-Mekong Auto dated 22 October 2014, amounting to VND 134,589,036,240 and an advance payment for sample vehicles amounting to VND 436,812,990. According to the contract, the Corporation shall prepay the full value of imported components to the Mekong Auto Branch based on import documentation, so that the branch can assemble and deliver 1,500 light-duty trucks branded Changan Model SC1022DB4N4 to the Corporation. The Corporation has fully paid for the imported components to the Mekong Auto Co., Ltd. Branch and has received 239 fully assembled vehicles; the remaining balance corresponds to the components imported by the Mekong Auto Co., Ltd. Branch but not yet delivered to the Corporation.

(**): According to Appellate Criminal Judgment No. 167/2023/HSPT dated 17 March 2023 issued by the High People's Court in Hanoi, the involved individuals are required to compensate VEAM VND 9,000,000,000. In 2023, VEAM received VND 7,300,000,000 transferred by the Hanoi Civil Judgment Enforcement Department, representing compensation made by the involved individuals. The advance payment to Shandong Tangjun Ouling Automobile Manufacture Co., Ltd. has been reduced by the compensated amount.

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

9. OTHER RECEIVABLES

	31/12/2024		01/01/2024	
	Balance	Provision	Balance	Provision
	VND	VND	VND	VND
Short-term	3,718,608,180,933	(639,654,282,580)	4,401,927,936,845	(645,081,672,964)
- Receivable from shared profits, dividends	2,564,062,559,496	(24,335,759,500)	2,946,557,181,824	(24,335,759,500)
- Accrued interest receivable from term deposits	490,569,735,940	-	793,957,017,878	-
- Loan receivables (1)	514,681,245,124	(514,681,245,124)	520,540,563,990	(520,540,563,990)
- Loan interest receivables (1)	84,894,617,389	(75,249,615,622)	75,686,953,125	(74,787,687,140)
- Advance for scientific research (2)	20,778,347,908	(20,778,347,908)	20,808,347,908	(20,808,347,908)
- Receivable from capitalization (3)	10,164,296,365	-	10,164,296,365	-
- Advances	964,576,478	-	1,752,886,122	-
- Other receivables (4)	32,492,802,233	(4,609,314,426)	32,460,689,633	(4,609,314,426)
Long-term	28,000,000	-	28,000,000	-
- Deposits, mortgages	28,000,000	-	28,000,000	-
	3,718,636,180,933	(639,654,282,580)	4,401,955,936,845	(645,081,672,964)
Other receivables from related parties	3,199,164,727,075		3,578,341,004,005	

(Details in note 35)

- (1) According to the Appellate Criminal Judgment No. 167/2023/HSPT dated 17 March 2023, by the High People's Court in Hanoi, the involved individuals are required to compensate VEAM Transport and Trading JSC (abbreviated as "VETRANCO") a total amount of VND 182,902,675,710. At the same time, VETRANCO is responsible for reimbursing VEAM VND 137,851,530,220. The relevant individuals are in the process of making compensation, and VETRANCO is continuing to settle its debt to VEAM.
- (2) Receivable from the Tractor and Agricultural Machinery Co.Ltd and Tran Hung Dao Mechanical Co., Ltd due to advances for scientific research projects;
- (3) Receivable from the equitization process reflect costs related to the equitization process. This value may be adjusted once final approval from the competent authorities is received.
- (4) Among other receivables, the contractor tax paid amounting to 957,390,582 VND, according to the Appellate Criminal Judgment No. 167/2023/HSPT dated 17 March 2023, by the High People's Court in Hanoi, VEAM is not required to pay this tax amount.

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

10. DOUBTFUL DEBTS

	31/12/2024		01/01/2024	
	Balance	Recoverable amount	Balance	Recoverable amount
	VND	VND	VND	VND
Trade accounts receivable	289,000,606,217	-	295,986,947,307	1,209,657,993
+ VEAM Transport and Trading JSC	64,099,339,995	-	66,060,130,993	-
+ Tractor and Agricultural Machinery Co.Ltd	69,395,639,712	-	69,555,560,043	-
+ Matexim Hai Phong JSC and its branches	93,233,179,437	-	93,283,179,437	-
+ Mekong Auto Corporation, Ltd and its branches	2,172,222,000	-	2,172,222,000	-
+ Others	60,100,225,073	-	64,915,854,834	1,209,657,993
Short-term advances to suppliers	177,879,728,269	135,025,849,230	177,879,728,269	135,025,849,230
+ Mekong Auto Branch	169,609,728,269	135,025,849,230	169,609,728,269	135,025,849,230
+ Shandong Tangjun Ouling Automobile Manufacture Co., Ltd	1,700,000,000	-	1,700,000,000	-
+ Matexim Hai Phong JSC - Quang Ninh branch	6,500,000,000	-	6,500,000,000	-
+ Nakycos JSC	70,000,000	-	70,000,000	-
Other receivables	649,299,284,347	9,645,001,767	645,980,938,949	899,265,985
+ Tran Hung Dao Mechanical Co., Ltd	8,298,468,804	-	8,328,468,804	-
+ Tractor and Agricultural Machinery Co.Ltd	12,479,879,104	-	12,479,879,104	-
+ Material And Complete Equipment Export-Import Corporation	22,266,600,000	-	22,266,600,000	-
+ Loan and loan interest receivables	599,575,862,513	9,645,001,767	596,227,517,115	899,265,985
+ Personal Income Tax for the "Loyalty Program"	3,594,830,000	-	3,594,830,000	-
+ Others	3,083,643,926	-	3,083,643,926	-
Total	1,116,179,618,833	144,670,850,997	1,119,847,614,525	137,134,773,208

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)*(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***11. INVENTORIES**

	31/12/2024		01/01/2024	
	Cost	Provision	Cost	Provision
	VND	VND	VND	VND
- Goods in transit	48,248,093	-	62,083,850	-
- Raw materials	77,525,186,455	(31,408,817,340)	91,526,188,079	(31,601,104,181)
- Tools and supplies	38,793,902,279	(3,991,551,404)	39,543,503,495	(4,262,528,409)
- Work in progress	21,112,637,029	-	19,412,701,836	-
- Finished goods	825,602,215,038	(421,409,142,486)	848,160,376,776	(430,162,411,128)
- Goods	160,166,355,710	(38,354,224,665)	166,187,619,397	(40,988,879,354)
- Goods on consignment	52,803,668,055	(16,706,464,637)	62,366,398,094	(21,677,464,048)
	<u>1,176,052,212,659</u>	<u>(511,870,200,532)</u>	<u>1,227,258,871,527</u>	<u>(528,692,387,120)</u>

As at 31 December 2024, the value of slow-moving and obsolete inventories for which the Corporation's Head Office has not yet made a provision for impairment amounted to VND 70,844,990,151 (the unprovided balance as at 1 January 2024 was VND 72,390,660,183).

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)*(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***12. TANGIBLES FIXED ASSETS**

	Buildings and structures VND	Machinery & equipment VND	Motor vehicles transmission VND	Office equipment VND	Other VND	Total VND
COST						
01/01/2024	594,246,744,983	740,765,641,709	35,671,461,221	5,616,165,571	1,850,800,000	1,378,150,813,484
- Purchase during the year	-	610,029,542	-	-	-	610,029,542
- Transfer from construction in progress	6,235,299,911	-	-	-	-	6,235,299,911
31/12/2024	<u>600,482,044,894</u>	<u>741,375,671,251</u>	<u>35,671,461,221</u>	<u>5,616,165,571</u>	<u>1,850,800,000</u>	<u>1,384,996,142,937</u>
ACCUMULATED DEPRECIATION						
01/01/2024	329,834,970,026	628,183,163,526	31,147,868,992	5,518,132,453	1,850,800,000	996,534,934,997
- Depreciation for the year	24,270,939,273	22,764,638,168	1,194,622,374	33,341,821	-	48,263,541,636
31/12/2024	<u>354,105,909,299</u>	<u>650,947,801,694</u>	<u>32,342,491,366</u>	<u>5,551,474,274</u>	<u>1,850,800,000</u>	<u>1,044,798,476,633</u>
NET BOOK VALUE						
01/01/2024	<u>264,411,774,957</u>	<u>112,582,478,183</u>	<u>4,523,592,229</u>	<u>98,033,118</u>	<u>-</u>	<u>381,615,878,487</u>
31/12/2024	<u>246,376,135,595</u>	<u>90,427,869,557</u>	<u>3,328,969,855</u>	<u>64,691,297</u>	<u>-</u>	<u>340,197,666,304</u>

As of 31 December 2024:

- The historical cost of fully depreciated fixed assets that are still in use is VND 503,075,361,046.
- The historical cost of temporarily unused damaged tangible fixed assets is VND 52,576,717,173 (net book value: VND 8,163,276,291), and the historical cost of damaged tangible fixed assets that are still in use is VND 1,513,059,537 (net book value: VND 0).

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)*(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***13. INTANGIBLE FIXED ASSETS**

	Land use rights VND	Computer software VND	Other VND	Total VND
COST				
01/01/2024	50,914,485,243	1,571,301,023	84,500,000	52,570,286,266
31/12/2024	<u>50,914,485,243</u>	<u>1,571,301,023</u>	<u>84,500,000</u>	<u>52,570,286,266</u>
ACCUMULATED AMORTISATION				
01/01/2024	2,256,944,700	1,571,301,023	84,500,000	3,912,745,723
- Amortisation	181,067,856	-	-	181,067,856
31/12/2024	<u>2,438,012,556</u>	<u>1,571,301,023</u>	<u>84,500,000</u>	<u>4,093,813,579</u>
NET BOOK VALUE				
01/01/2024	<u>48,657,540,543</u>	-	-	<u>48,657,540,543</u>
31/12/2024	<u>48,476,472,687</u>	-	-	<u>48,476,472,687</u>

As of 31 December 2024:

- The historical cost of fully depreciated fixed assets that are still in use is VND 1,655,801,023.
- Intangible fixed assets include the land use rights for the plot located at 37 Nguyen Thai Binh Street, District 1, Ho Chi Minh City, with a historical cost of VND 10,262,436,326, which is currently in the process of obtaining the land use right certificate.

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District ,
Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended
31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

14. SHORTAGE OF ASSETS WAITING FOR RESOLUTION

	<u>31/12/2024</u>	<u>01/01/2024</u>
	Balance	Balance
	VND	VND
- Inventories (*)	8,245,694,103	8,687,666,276
- Fixed assets (*)	597,281,949	597,281,949
	<u>8,842,976,052</u>	<u>9,284,948,225</u>

(*) The value of inventory and fixed asset shortages identified during the inventory count process were based on:

- The inventory count report dated 23 January 2017 (the date of transfer from a one-member limited liability company to a joint stock company), the inventory count report as at 31 December 2020, and Inventory Report No. 575/BC-KD&PTTT dated 9 September 2024, issued by the Parent Company's Head Office; and
- The inventory count reports dated 31 December 2019 and 31 December 2020; Inventory Report No. 38/BC-VM dated 7 February 2020; Inventory Count Report No. 150A/BC-HĐKK dated 2 March 2021; Inventory Count Report No. 01/BC-HĐKK dated 8 January 2022, issued by the Inventory Committee; Meeting Minutes No. 01/BB-VM dated 10 January 2022 regarding the 2021 inventory; Inventory Count Report No. 01/BC-HĐKK dated 8 January 2023, issued by the Inventory Committee; Meeting Minutes No. 01/BB-VM dated 10 January 2023 regarding the 2022 inventory of VEAM Motor Factory; Inventory Report for 2023 No. 07A/BC-HĐKK dated 23 January 2024 and Meeting Minutes No. 02A/BB-VM dated 23 January 2024 regarding the 2023 inventory of VEAM Motor Factory.

15. PREPAID EXPENSES

	<u>31/12/2024</u>	<u>01/01/2024</u>
	VND	VND
Short-term prepaid expenses	1,506,172,023	1,423,987,636
- Allocated tools and supplies	754,568,135	646,610,113
- Insurance and related fees	216,562,500	301,583,335
- Others	535,041,388	475,794,188
Long-term prepaid expenses	29,027,561,430	35,750,254,501
- Allocated tools and supplies	3,806,577,166	4,453,906,550
- Land and office rental	13,660,280,083	16,228,942,632
- Brand value (*)	6,430,714,263	9,520,548,903
- Repairs and maintenance expenses	2,915,371,524	3,649,556,968
- Others	2,214,618,394	1,897,299,448
Total	<u>30,533,733,453</u>	<u>37,174,242,137</u>

(*): The Corporation's brand value was included in the enterprise value at the time of equitisation based on the enterprise valuation for equitisation purposes and is being amortised over a period of 10 years.

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**Lot D, D1 Area, Phu Thuong Ward, Tay Ho District,
Hanoi, Vietnam**SEPARATE FINANCIAL STATEMENTS**For the year ended
31 December 2024**NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)***(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***16. CONSTRUCTION IN PROGRESS**

	31/12/2024 VND	01/01/2024 VND
- VEAM Motor dormitory	159,363,000	159,363,000
- Investment Project for manufacturing medium-sized four-wheel tractors (*)	53,507,597,654	53,507,597,654
- Repair, renovate and invest in additional Veam hotel	304,977,273	304,977,273
- Investment and repair works in 2023	-	5,736,871,841
- Other long-term work-in-progress assets	1,672,510,712	97,174,247
	<u>55,644,448,639</u>	<u>59,805,984,015</u>

(*) The construction-in-progress costs of the Medium-Class Four-Wheel Tractor Manufacturing Project include the technology transfer royalty fee under Contract No. 02/VEAM-ISEKI/2016, dated 5 July 2016, with ISEKI & CO., LTD, amounting to VND 56,529,995,370 for the project located in Bim Son. The Corporation obtained a technology transfer registration certificate from the Ministry of Science and Technology under Document No. 24/GCN-BKHCN dated 2 August 2016. According to Resolution No. 58/NQ-HĐQT dated 26 June 2020, the Board of Management authorised the Corporation's General Director to carry out further market research for the MK4B four-wheel tractors, with the support of professional market consultants. The results of this research will assist in investment and development decisions, including prototype development of MK4B transmissions based on ISEKI's licensed designs, aiming to leverage both the Corporation's existing mechanical production capacity and external resources to minimise total production investment costs.

According to Appellate Criminal Judgment No. 167/2023/HSPT dated 17 March 2023 issued by the High People's Court in Hanoi, the involved individuals are required to compensate VEAM with VND 48,943,720,130, and VEAM has been refunded VND 7,586,276,240 relating to contractor tax payments. The compensation process by the involved individuals is ongoing. The construction-in-progress costs of the "Medium-Class Four-Wheel Tractor Manufacturing Investment" project will be reduced by the amount of compensation received from the involved individuals.

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)*(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***17. TRADE PAYABLES**

	31/12/2024		01/01/2024	
	Balance	Amount that can be settled	Balance	Amount that can be settled
	VND	VND	VND	VND
Short-term trade payables	12,926,645,070	12,926,645,070	18,435,166,220	18,435,166,220
- Tractor and Agricultural Machinery Co.Ltd	17,388,836	17,388,836	5,154,816,262	5,154,816,262
- Carbon Viet Nam Investment Co., Ltd	1,673,698,200	1,673,698,200	939,630,800	939,630,800
- Luu Duong Trading Co., Ltd	1,228,369,500	1,228,369,500	983,913,000	983,913,000
- AC General Construction Joint Stock Company	-	-	1,576,944,789	1,576,944,789
- Hung Cuong Co., Ltd	710,118,718	710,118,718	139,736,315	139,736,315
- Others	9,297,069,816	9,297,069,816	9,640,125,054	9,640,125,054
	12,926,645,070	12,926,645,070	18,435,166,220	18,435,166,220
Trade payables to related parties	188,760,777	188,760,777	5,154,816,262	5,154,816,262
<i>(Details in note 35)</i>				

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)*(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***18. TAXES AND OTHER PAYABLES TO THE STATE BUDGET**

	01/01/2024	Amount payable	Amount paid/	31/12/2024
	VND	in the year	Deducted in the year	VND
	VND	VND	VND	VND
Taxes and other payables to the State budget	124,669,074,329	171,630,414,667	265,617,462,347	30,682,026,649
- Value-added-tax payable	3,485,618,373	5,366,860,902	8,803,410,171	49,069,104
- Value added tax payable related imported goods	-	3,386,223,012	3,386,223,012	-
- Import, export tax	-	1,995,785,145	1,995,785,145	-
- Corporate income tax	105,251,847,335	138,251,266,783	221,049,170,607	22,453,943,511
- Personal income tax	3,277,030,985	21,305,990,624	21,137,828,773	3,445,192,836
- Natural resource tax	956,600	23,706,200	21,903,400	2,759,400
- Land tax, land rental	-	825,586,005	825,586,005	-
- Fees, charges and other payables	12,653,621,036	474,995,996	8,397,555,234	4,731,061,798
- Other taxes	-	7,000,000	7,000,000	-
Taxes and other receivables from the State budget	183,264,275	442,332,040	518,215,560	259,147,795
- Personal income tax	183,264,275	442,332,040	518,215,560	259,147,795

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

19. SHORT-TERM ADVANCES FROM CUSTOMERS

	31/12/2024	01/01/2024
	VND	VND
- Viet Nam Electrical Mechanical Jsc	945,560,441	945,560,441
- Huantao Automobile Co., Ltd.	1,464,331,174	1,464,331,174
- Kinh Bac Vehicle J.S.C	-	375,500,000
- Others	1,644,391,400	1,835,722,475
	<u>4,054,283,015</u>	<u>4,621,114,090</u>

20. SHORT-TERM ACCRUED EXPENSES

	31/12/2024	01/01/2024
	VND	VND
- Commission expenses, maintenance costs	133,759,191	128,846,773
- Shipping, insurance, and storage costs (*)	9,785,496,579	9,785,496,579
- Other accruals	1,566,559,315	5,612,208,063
	<u>11,485,815,085</u>	<u>15,526,551,415</u>

(*) The accrued expenses relate to the truck transportation service contract No. 20181230269/TCGc-VM dated 21 January 2019 between TCG Trading Services Corporation and Vietnam Engine and Agricultural Machinery Corporation – Motor Factory. The Factory has sent official letters No. 11CV-NM dated 12 April 2021, No. 193/VM-KTDV-PT dated 31 May 2021, and No. 77A/CV-VM dated 26 April 2022 to TCG Trading Services Corporation regarding the fulfilment of contractual obligations. However, as at the date of these financial statements, the Factory has not yet received any response.

21. SHORT-TERM OTHER PAYABLES

	31/12/2024	01/01/2024
	VND	VND
- Trade union fee	75,297,032	769,422,850
- Social insurance	-	19,754,682
- Dividends or profits payables	5,156,840,064	4,189,539,998
- Surplus of assets awaiting resolution (*)	20,271,884,625	20,930,912,967
- Other payables	1,746,345,808	1,639,190,694
- Short-term mortgages, deposits received	11,602,738,139	9,926,865,514
	<u>38,853,105,668</u>	<u>37,475,686,705</u>

(*) The surplus assets were identified based on the inventory count minutes as at 31 December 2019 and 31 December 2020, Inventory Report No. 38/BC-VM dated 7 February 2020, Inventory Count Report No. 150A/BC-HĐKK dated 2 March 2021, and Inventory Count Report No. 01/BC-HĐKK dated 8 January 2022 issued by the Inventory Committee; Meeting Minutes No. 01/BB-VM dated 10 January 2022 regarding the 2021 inventory; Inventory Result Report No. 01/BC-HĐKK dated 9 January 2023 issued by the Inventory Committee; and Meeting Minutes No. 01/BB-VM dated 10 January 2023 regarding the 2022 inventory of Veam Motor Factory. However, the value of surplus assets, consisting of materials and goods that were physically overstocked but for which unit prices could not be determined, is not included in the surplus assets pending resolution.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

22. OWNER'S EQUITY

22.1 DETAILS OF OWNERS' EQUITY

	31/12/2024		01/01/2024	
	VND	Percentage	VND	Percentage
+ Ministry of Industry and Trade	11,755,829,660,000	88.47%	11,755,829,660,000	88.47%
+ Others	1,532,170,340,000	11.53%	1,532,170,340,000	11.53%
	13,288,000,000,000	100%	13,288,000,000,000	100%

22.2 TRANSACTIONS WITH OWNERS' EQUITY

	Year 2024	Year 2023
	VND	VND
Owner's Contributed Capital		
+ Opening equity	13,288,000,000,000	13,288,000,000,000
+ Increase in capital during the fiscal year	-	-
+ Decrease in capital during the fiscal year	-	-
+ Closing capital	13,288,000,000,000	13,288,000,000,000
Dividends and distributed profits	6,690,747,184,000	5,563,552,720,000

22.3 SHARES

	31/12/2024	01/01/2024
	Share	Share
- Number of shares registered for issuance	1,328,800,000	1,328,800,000
- Number of shares sold public market	1,328,800,000	1,328,800,000
+ Common shares	1,328,800,000	1,328,800,000
- Number of shares outstanding	1,328,800,000	1,328,800,000
+ Common shares	1,328,800,000	1,328,800,000
+ Preference shares	-	-

* The par value of outstanding shares (VND 10,000 per share)

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

22. OWNER'S EQUITY (CONT'D)

22.4 STATEMENT OF CHANGES IN EQUITY

Items	Share capital	Retained earnings	Total
	VND	VND	VND
01/01/2023	13,288,000,000,000	5,614,365,468,454	18,902,365,468,454
- Profit for previous year	-	6,760,833,309,328	6,760,833,309,328
- Dividend distribution	-	(5,563,552,720,000)	(5,563,552,720,000)
- Appropriation to funds	-	(50,709,895,333)	(50,709,895,333)
31/12/2023	13,288,000,000,000	6,760,936,162,449	20,048,936,162,449
01/01/2024	13,288,000,000,000	6,760,936,162,449	20,048,936,162,449
- Profit for the year	-	6,253,402,216,678	6,253,402,216,678
- Dividend distribution (*)	-	(6,690,747,184,000)	(6,690,747,184,000)
- Appropriation to funds (*)	-	(70,077,756,326)	(70,077,756,326)
31/12/2024	13,288,000,000,000	6,253,513,438,801	19,541,513,438,801

(*) Distribution of 2023 profit according to Resolution No. 155/NQ-BOD dated 05/11/2024 of the Board of Management and Proposal No. 953/TTr-TCNS-TCKT dated 18/12/2024. Details as follows:

- Dividend distribution for 2023: VND 6,690,747,184,000;
- Allocation to the bonus and welfare fund: VND 68,611,822,040;
- Allocation to the management bonus fund: VND 1,465,934,286.

23. OFF – BALANCE SHEET ITEMS

	31/12/2024	01/01/2024
<i>Foreign currencies</i>		
- USD	231,678.83	137,398.72

24. REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	Year 2024	Year 2023
	VND	VND
Revenue	316,859,399,172	318,813,155,350
- Sales of merchandise	14,017,925,477	26,818,019,326
- Sales of finished products	298,410,620,767	275,149,811,533
- Sales of services	4,381,818,300	16,815,493,043
- Others	49,034,628	29,831,448
Revenue from related parties	62,974,095,062	66,490,938,013
<i>(Details in note 35)</i>		
	316,859,399,172	318,813,155,350

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

25. REVENUE DEDUCTIONS

	Year 2024 VND	Year 2023 VND
Revenue deduction	-	327,054,840
- Sales return	-	327,054,840

26. COST OF GOODS SOLD AND SERVICE RENDERED

	Year 2024 VND	Year 2023 VND
- Cost of merchandise goods sold	12,804,389,968	23,898,771,706
- Cost of finished products	256,656,196,264	232,327,116,561
- Cost of services	2,609,531,418	7,578,743,885
- Expenses that exceed the norms	33,899,365,196	33,233,885,120
- Others	1,392,978,341	703,615,801
- Provision for/ Reversal of devaluation of inventories	(16,822,186,588)	133,391,020,945
	290,540,274,599	431,133,154,018

27. FINANCIAL INCOME

	Year 2024 VND	Year 2023 VND
- Dividends and profit sharing	5,735,830,852,291	6,803,187,629,125
- Interest income from loans	9,581,764,438	1,270,173,774
- Interest income from deposits	784,696,930,811	1,134,303,823,351
- Foreign exchange gain from payments	1,607,117,406	1,416,564,450
- Unrealized foreign exchange gain	84,284,685	-
	6,531,800,949,631	7,940,178,190,700

28. FINANCIAL EXPENSES

	Year 2024 VND	Year 2023 VND
- Interest expense	-	46,689,256,897
- Provision for/ Reversal of devaluation of trading securities and investment losses	(3,834,236,097)	5,033,663,343
- Foreign exchange difference loss	693,607,908	239,732,022
- Unrealized foreign exchange gain	-	59,746,216
	(3,140,628,189)	52,022,398,478

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

29. SELLING EXPENSES, GENERAL AND ADMINISTRATIVE EXPENSES

	Year 2024 VND	Year 2023 VND
Selling expenses	19,017,167,588	22,231,365,193
- Labour expenses	6,746,529,204	6,766,805,906
- Material, packing cost	1,304,964,832	1,071,756,713
- Depreciation and amortisation	514,092,012	516,304,104
- Warranty costs	64,889,923	217,411,978
- Reversal of/ provision for warranty	-	(90,209,924)
- Outsourced services	3,345,578,755	5,583,034,709
- Other expenses	7,041,112,862	8,166,261,707
General and administrative expenses	153,112,661,527	776,592,830,937
- Tools costs	1,358,409,843	1,646,751,068
- Office staff expenses	102,965,333,691	123,195,187,034
- Depreciation and amortisation	11,282,055,686	12,008,698,668
- Office equipment expenses	129,047,249	66,981,034
- Provision for/Reversal of doubtful debts	(11,204,073,481)	584,780,624,757
- Outsourced services	15,367,611,436	14,034,681,988
- Other expenses	33,214,277,103	40,859,906,388
	<u>172,129,829,115</u>	<u>798,824,196,130</u>

30. OTHER INCOMES

	Year 2024 VND	Year 2023 VND
- Compensation received, damages recovered, contract penalties	3,534,457,887	263,517,685
- Other items	1,170,831,875	231,188,152
Total	<u>4,705,289,762</u>	<u>494,705,837</u>

31. OTHER EXPENSES

	Year 2024 VND	Year 2023 VND
- Tax penalties and administrative fines	441,237,010	11,123,574,004
- Depreciation of fixed assets not used for business operations	1,735,625,614	8,178,882,368
- Other expenses	5,816,955	84,839,559
	<u>2,182,679,579</u>	<u>19,387,295,931</u>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

32. CURRENT CORPORATE INCOME TAX EXPENSE

	Year 2024 VND	Year 2023 VND
- CIT of offices and branches with dependent accounting	132,767,696,322	182,441,432,264
- Corporate income tax of Veam Motor	-	11,380,880,098
- Corporate income tax of Veam Foundry	5,483,570,461	3,136,330,800
	<u>138,251,266,783</u>	<u>196,958,643,162</u>

33. OPERATING EXPENSES BY NATURE

	Year 2024 VND	Year 2023 VND
- Raw material costs	143,751,892,476	150,348,491,751
- Labour costs	152,411,254,121	166,606,644,720
- Depreciation and amortisation	48,307,227,674	57,067,130,509
- Outsourced services	43,660,722,205	44,052,377,829
- Other expenses	54,957,895,649	61,324,271,415
- Provisions	(28,000,741,682)	718,089,462,838
	<u>415,088,250,443</u>	<u>1,197,488,379,062</u>

34. SEGMENT REPORTING

The General Director Board of the Corporation has determined that the Corporation's core business activities, which comprise the manufacturing and trading of engines and agricultural machinery, are conducted within the territory of Vietnam. Therefore, the Corporation does not present segment reporting by business line or geographical area.

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District,
Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended
31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

35. INFORMATION ABOUT RELATED PARTIES

35.1 TRANSACTIONS WITH RELATED PARTIES

	Relationship	Year 2024 VND	Year 2023 VND
Revenue with related parties		62,974,095,062	66,490,938,013
- Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	Subsidiaries	51,706,013,481	43,419,474,526
- VEAM Transport and Trading JSC	Subsidiaries	373,656,677	374,644,027
- Pho Yen Mechanical JSC	Subsidiaries	5,344,779,505	12,960,732,340
- Machinery Spareparts No.1 JSC	Subsidiaries	5,461,930,399	5,771,513,470
- Song Cong Diesel Limited Company	Subsidiaries	-	3,779,617,650
- An Giang Mechanical JSC	Associated company	87,715,000	184,956,000
Purchase from related parties		12,009,914,471	10,140,525,146
- Southern Vietnam Engine And Agricultural Machinery Co., Ltd	Subsidiaries	600,000,000	1,182,848,446
- Coloa Mechanical JSC	Subsidiaries	71,400,000	70,210,000
- Tractor and Agricultural Machinery Co.Ltd	Subsidiaries	976,238,844	6,488,670,849
- Precision Equipment No.1 JSC	Subsidiaries	376,526,971	-
- Veam Tay Ho Investment JSC	Associated company	2,415,432,928	2,331,909,216
- Material And Complete Equipment Export-Import Corporation	Subsidiaries	7,512,531,800	-
- VEAM Transport and Trading JSC	Subsidiaries	57,783,928	66,886,635
Shared profits, dividends		5,735,830,852,291	6,803,187,629,125
- Honda Vietnam Co. Ltd	Associated company	5,079,453,599,993	5,844,442,844,648
- Toyota Motor Vietnam Co., Ltd	Associated company	261,471,922,012	660,177,008,064
- Song Cong Diesel Limited Company	Subsidiaries	334,426,017,986	252,839,475,413
- Precision Equipment No.1 JSC	Subsidiaries	-	1,468,800,000
- Pho Yen Mechanical JSC	Subsidiaries	37,740,000,000	22,644,000,000
- Machinery Spareparts No.1 JSC	Subsidiaries	14,407,500,300	15,575,676,000
- An Giang Mechanical JSC	Associated company	7,790,360,000	5,453,252,000
- Veam Tay Ho Investment JSC	Associated company	541,452,000	586,573,000
Loan interest income		9,581,764,438	1,270,173,774
- Coloa Mechanical JSC	Subsidiaries	51,285,798	104,646,894
- Vinh Mechanical JSC	Subsidiaries	266,622,344	425,152,038
- An Giang Mechanical JSC	Associated company	-	26,260,274
- Nakycos JSC	Associated company	47,342,937	75,492,346
- Research Institute Of Technology For Machinery	Subsidiaries	-	638,622,222
- Material And Complete Equipment Export-Import Corporation (*)	Subsidiaries	374,100,174	-
- Matexim Hai Phong JSC (*)	Associated company	1,346,966,424	-
- VEAM Transport and Trading JSC (*)	Subsidiaries	3,416,102,713	-
- Tractor and Agricultural Machinery Co.Ltd (*)	Subsidiaries	4,079,344,048	-

(*) Recorded according to Conclusion 1538/KL-TTCP dated 7 July 2024, of the Government Inspectorate.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

35. INFORMATION ABOUT RELATED PARTIES (CONT'D)

35.2 BALANCES OF RELATED PARTIES

	Relationship	31/12/2024 VND	01/01/2024 VND
Cash at bank		6,293,280	72,691,684
- Southeast Asia Commercial Joint Stock Bank (*)	Same member of the Board of Management	6,293,280	72,691,684
Term deposits		2,380,000,000,000	2,622,500,000,000
- Southeast Asia Commercial Joint Stock Bank (*)	Same member of the Board of Management	2,380,000,000,000	2,622,500,000,000
Trade receivables		285,081,473,589	290,860,764,127
- Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	Subsidiaries	11,570,283,424	13,215,267,833
- Nakycos JSC	Associated company	2,185,499,976	2,185,499,976
- VEAM Transport and Trading JSC	Subsidiaries	64,099,339,995	66,060,130,993
- Tractor and Agricultural Machinery Co.Ltd	Subsidiaries	69,395,639,712	69,555,560,043
- Matexim - Da Nang branch	Subsidiaries	13,205,936,501	13,205,936,501
- Tran Hung Dao Mechanical Co., Ltd	Subsidiaries	22,476,087,086	22,566,087,086
- Pho Yen Mechanical JSC	Subsidiaries	-	1,873,594,800
- Research Institute Of Technology For Machinery	Subsidiaries	775,920,500	775,920,500
- Vinh Mechanical JSC	Subsidiaries	5,967,364,958	5,967,364,958
- Mekong Auto Corporation, Ltd and its	Other investments	2,172,222,000	2,172,222,000
- Matexim Hai Phong JSC and its branches	Associated company	93,233,179,437	93,283,179,437
Advances to suppliers		176,179,728,269	176,179,728,269
- Matexim Hai Phong JSC and its branches	Associated company	6,500,000,000	6,500,000,000
- Nakycos JSC	Associated company	70,000,000	70,000,000
- Mekong Auto Corporation, Ltd and its	Other investments	169,609,728,269	169,609,728,269
Trade payables		188,760,777	5,154,816,262
- Precision Equipment No.1 JSC	Subsidiaries	171,371,941	-
- Tractor and Agricultural Machinery Co.Ltd	Subsidiaries	17,388,836	5,154,816,262

(*) As at 31/12/2024, Southeast Asia Commercial Joint Stock Bank (SeABank) is no longer a related party, as Mrs. Nguyen Thi Nga - Vice Chairwoman of SeABank's Board of Directors - resigned from her position as a member of the Corporation's Board of Directors as from 20/6/2024.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

35. INFORMATION ABOUT RELATED PARTIES (CONT'D)

35.2 BALANCES OF RELATED PARTIES (CONT'D)

	Relationship	31/12/2024 VND	01/01/2024 VND
Other receivables		3,199,164,727,075	3,578,341,004,005
<i>Receivable from shared profits, dividends</i>		<i>2,564,062,559,496</i>	<i>2,946,557,181,824</i>
- Matexim Hai Phong JSC and its branches	Associated company	1,868,256,000	1,868,256,000
- Material And Complete Equipment Export-Import Corporation	Subsidiaries	22,266,600,000	22,266,600,000
- Nakycos JSC	Associated company	200,903,500	200,903,500
- Honda Vietnam Co. Ltd	Associated company	2,539,726,799,996	2,922,221,422,324
<i>Loan receivables</i>		<i>514,681,245,124</i>	<i>520,540,563,990</i>
- Coloa Mechanical JSC	Subsidiaries	1,071,460,000	1,800,000,000
- VEAM Transport and Trading JSC	Subsidiaries	123,181,767,727	126,365,546,593
- Material And Complete Equipment Export-Import Corporation	Subsidiaries	273,547,837,417	273,847,837,417
- Matexim Hai Phong JSC	Associated company	83,150,000,000	83,900,000,000
- Tractor and Agricultural Machinery Co.Ltd	Subsidiaries	23,753,917,460	24,650,917,460
- Vinh Mechanical JSC	Subsidiaries	8,471,938,310	8,471,938,310
- Nakycos JSC	Associated company	1,504,324,210	1,504,324,210
<i>Loan interest receivables</i>		<i>84,894,617,389</i>	<i>75,686,953,125</i>
- Matexim Hai Phong JSC and its branches	Associated company	34,234,914,328	32,887,947,904
- Material And Complete Equipment Export-Import Corporation	Subsidiaries	30,929,912,783	30,929,912,783
- VEAM Transport and Trading JSC	Subsidiaries	6,927,195,494	3,511,092,781
- Vinh Mechanical JSC	Subsidiaries	4,834,068,084	4,567,445,740
- Nakycos JSC	Associated company	1,388,261,289	1,340,918,352
- Coloa Mechanical JSC	Subsidiaries	2,500,921,363	2,449,635,565
- Tractor and Agricultural Machinery Co.Ltd	Subsidiaries	4,079,344,048	-
<i>Advance for scientific research</i>		<i>20,778,347,908</i>	<i>20,808,347,908</i>
- Tractor and Agricultural Machinery Co.Ltd	Subsidiaries	12,479,879,104	12,479,879,104
- Tran Hung Dao Mechanical Co., Ltd	Subsidiaries	8,298,468,804	8,328,468,804
<i>Other receivables</i>		<i>14,747,957,158</i>	<i>14,747,957,158</i>
- Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	Subsidiaries	13,733,472,732	13,733,472,732
- Research Institute Of Technology For Machinery	Subsidiaries	37,104,104	37,104,104
- Matexim Hai Phong JSC and its branches	Associated company	977,380,322	977,380,322

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District,
Hanoi, Vietnam

SEPARATE FINANCIAL STATEMENTS

For the year ended
31 December 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

35. INFORMATION ABOUT RELATED PARTIES (CONT'D)

35.3 REMUNERATION OF BOARD OF MANAGEMENT, BOARD OF GENERAL DIRECTORS, AND OTHER KEY MANAGEMENT PERSONNEL

The compensation and salaries of the Board of Management, the Board of General Directors, and Other managers received during the year are as follows:

	Relationship	Year 2024 VND	Year 2023 VND
The Board of Management, the Board of General Directors		9,387,394,623	10,495,950,282
- Mr. Ngo Khai Hoan	Chairman from 20 June 2024	1,157,076,169	-
- Mr. Nguyen Khac Hai	Chairman until 20 June 2024	896,455,087	2,038,651,701
- Mr. Nguyen Hoang Giang	Member, General Director from 20 June 2024	1,157,076,169	-
- Mr. Phan Pham Ha	Member, General Director from 20 June 2024	765,536,346	2,038,651,701
- Ms. Nguyen Thi Nga	Member of Board of Management until 20 June 2024	118,219,159	285,411,226
- Mr. Nguyen Tien Vy	Member	280,209,822	285,411,226
- Mr. Phan Kim Khoa	Member	280,209,822	285,411,226
- Ms. Nguyen Thi Hoa	Member of Board of Management from 20 June 2024	809,953,330	-
- Ms. Tran Thi Nguyet	Member of Board of Management from 20 June 2024	161,990,663	-
- Mr. Ho Manh Tuan	Deputy General Director	-	945,480,947
- Mr. Le Minh Quy	Deputy General Director	1,496,356,369	1,456,412,555
- Mr. Van Dinh Quan	Deputy General Director	-	1,209,212,267
- Mr. Pham Anh Tuan	Deputy General Director	1,315,178,507	858,337,379
- Mr. Vu Phong Hai	Person in charge of charge from 10 June 2024	543,134,929	-
- Ms. Nguyen Thi Mai Huong	Chief Accountant until 10 June 2024	405,998,251	1,092,970,054
Board of Supervisors		2,281,708,433	2,324,062,914
- Ms. Nguyen Thi Phuong Lan	Head of the Board of Supervisors	1,200,899,176	1,223,191,018
- Ms. Nguyen Thi Dien	Member	900,674,381	917,393,251
- Ms. Le Thi Thanh Binh	Member	180,134,876	183,478,645
		11,669,103,056	12,820,013,196

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONT'D)

(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)

37. INFORMATION ON EQUITIZATION FINALISATION

The separate financial statements for the financial year ended 31/12/2024 do not yet include any adjustments (if any) relating to the finalisation of the Corporation's equitisation, as the competent State authorities have not yet approved the equitisation finalisation as at the date the Corporation was officially converted into a joint stock company. At the same time, the Corporation's leasehold land plots are being reviewed for the renewal of land lease contracts with the competent State authorities following the Corporation's conversion from a single-member limited liability company into a joint stock company.

38. INFORMATION ON GOING CONCERN

There are no events that raise significant doubt about the Corporation's ability to continue as a going concern. The Corporation has no intention or obligation to cease operations or significantly downsize its business activities.

39. OTHER INFORMATION

VEAM Motor Factory is using a leased land parcel located in Bac Son Ward, Bim Son Town, Thanh Hoa Province, under Contract No. 212/HĐ/TĐ dated 18 December 2006 between the Corporation and the People's Committee of Thanh Hoa Province, for the purpose of supporting business activities from 2004 to 2054. The total area of the leased land is 288,804.9 m².

According to this contract, VEAM Motor Factory is required to pay annual land rental fees until the contract expiration date, in accordance with prevailing State regulations.

According to Appellate Criminal Judgment No. 855/2023/HS-PT dated 15 November 2023 of the Hanoi High People's Court and First-instance Criminal Judgment No. 234/2023/HS-ST dated 12 June 2023 of the Hanoi People's Court, the individuals involved in the illegal sale of discounted automobiles and the unlawful purchase of tyres, inner tubes, and fenders are required to compensate VEAM Motor Factory amounts of VND 55,673,446,360 and VND 16,828,878,687, respectively. These individuals are also required to return VND 2,417,298,653 and VND 1,468,609,133 to the Factory. Furthermore, from the date the judgment creditor submits an execution request until full payment of all amounts, the judgment debtors are subject to interest on the outstanding amounts, based on the base interest rate announced by the State Bank of Vietnam at the time of payment. On 23 January 2024, the Director of VEAM Motor Factory submitted an execution request to the Hanoi Civil Judgment Enforcement Department regarding the aforementioned judgments.

According to Appellate Criminal Judgment No. 167/2023/HS-PT dated 17 March 2023 of the Hanoi High People's Court and First-instance Criminal Judgment No. 159/2022/HS-ST dated 24 May 2022 of the Hanoi People's Court (details are presented in Notes No. 8, 9, and 16), VEAM will continue to cooperate with the Hanoi Civil Judgment Enforcement Department to expedite the full recovery of the amounts stated in the judgments.

40. COMPARATIVE FIGURES

The comparative figures are those from the Corporation's audited separate financial statements for the year ended 31 December 2023.

Dang Quan
Preparer

Vu Phong Hai
Person in charge of accounting



Hanoi, 24 March 2025

Nguyen Hoang Giang
General Director