

**B.C.H JOINT STOCK COMPANY**  
**SEPARATE FINANCIAL STATEMENTS**

**For the financial year ended 31 December 2024 audited by**  
**NHAN TAM VIET AUDIT COMPANY LIMITED**

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## **REPORT OF THE BOARD OF DIRECTORS**

The Board of Directors of B.C.H Joint Stock Company (hereinafter referred to as the Company) presents its report together with the audited separate financial statements for the fiscal year ended December 31, 2024.

### **Company Overview**

B.C.H Joint Stock Company operates under Business Registration Certificate No. 0800286887, first registered on March 10, 2004, issued by the Department of Planning and Investment of Hai Duong province.

During its operation, the Company has changed its business registration 8 times. The 8th change in business registration certificate was issued by the Department of Planning and Investment of Hai Duong Province on July 4, 2024.

*Charter capital according to the 8th business registration certificate: 190,000,000,000 VND*

*Actual contributed charter capital as of December 31, 2024: 190,000,000,000 VND*

### **Headquarters**

Address: Km 77+500, Kim Lien Commune, Kim Thanh District, Hai Duong Province, Vietnam

Phone: 02203.560.641

Fax: 02203.560.642

Tax code: 0 8 0 0 2 8 6 8 8 7

### **Financial situation and business operations**

The Company's financial position as of December 31, 2024, results of operations and cash flows for the fiscal year ended December 31, 2024 are presented in the separate financial statements attached to this report (from page 07 to page 41).

### **Significant events occurring after the end of the financial year**

The Board of Directors of the Company confirms that there are no significant events occurring after December 31, 2024 up to the date of this report that have not been considered for adjustment of figures or disclosure in the separate financial statements.

### **Board of Directors and Executive Management**

Members of the Board of Directors and Executive Board of the Company at the time of preparing the separate financial statements include:

#### **Board of Directors**

<u>Full name</u>	<u>Position</u>
Mr. Pham Ba Phu	Chairperson
Mr. Dang Ngoc Hung	Member
Mr. Nguyen Tong Thang	Member

#### **Board of Directors**

<u>Full name</u>	<u>Position</u>	<u>Date of Appointment/Removal</u>
Mr. Dang Ngoc Hung	General Director	
	Deputy General	
Mrs. Le Thu Phuong	Director	Appointed on 15/05/2024
Ms. Dang Thi Tuyen Dung	Chief Accountant	Appointed on 15/05/2024



**B.C.H JOINT STOCK COMPANY**  
**REPORT OF THE BOARD OF DIRECTORS(next)**

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***Board of Control***

<u>Full name</u>	<u>Position</u>
Mr. Le Thanh Tuan	Prefect
Mr. Vu Van Duong	Member
Mrs. Nguyen Thi Linh	Member

**Auditor**

Nhan Tam Viet Auditing Company Limited has audited the separate financial statements for the fiscal year ending December 31, 2024.

**Confirmation of the Board of Directors**

The Board of Directors of the Company is responsible for preparing the separate financial statements which give a true and fair view of the financial position, results of operations and cash flows of the Company during the year. In preparing the separate financial statements, the Board of Directors of the Company undertakes to comply with the following requirements:

- Establish and maintain internal controls that the Board of Directors and the Management Board determine are necessary to enable the preparation and presentation of separate financial statements that are free from material misstatement, whether due to fraud or error;
- Select suitable accounting policies and apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether the applicable accounting standards have been followed, and whether there are any material departures that need to be disclosed and explained in the separate financial statements;
- Prepare and present separate financial statements in compliance with Vietnamese Accounting Standards, Enterprise Accounting Regime and legal regulations related to the preparation and presentation of separate financial statements;
- Prepare the separate financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Company temporarily stopped the entire steel billet production line according to Resolution of the Extraordinary General Meeting of Shareholders No. 02/2014/BCH-ĐHĐCĐ dated August 1, 2014. B.C.H Joint Stock Company leased the entire production line to Thai Hung Trading Joint Stock Company as collateral at the bank with a maximum agreed rental price of 3.5% of the appraised asset value approved by the bank.

These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

However, since the temporary suspension of the steel billet production line, the Company has gradually promoted the steel billet trading business, helping the Company to remain stable in the market with a revenue of VND 4,845,498,292,642 in 2024. In addition, due to its demonstrated financial capacity and good business development orientation, the Company continues to receive loans from Vietnam Joint Stock Commercial Bank for Industry and Trade - Nam Thai Nguyen Branch, Vietnam Joint Stock Commercial Bank for Investment and Development - Hai Duong Branch, Vietnam Joint Stock Commercial Bank for Investment and Development - Nam Thai Nguyen Branch during the year. Therefore, the Company's working capital has always been maintained at a stable level, creating favorable conditions for sustainable development. The Company's Board of Directors affirms that there are no plans to stop the Company's operations in the coming years.

## **B.C.H JOINT STOCK COMPANY**

### **REPORT OF THE BOARD OF DIRECTORS(next)**

Therefore, the separate financial statements for the fiscal year ending December 31, 2024 are still prepared on the basis of the going concern assumption.

The Board of Directors of the Company ensures that the accounting records are kept to reflect the financial position of the Company, with a fair and reasonable level at any time and to ensure that the separate financial statements comply with current regulations of the State. At the same time, it is responsible for ensuring the safety of the Company's assets and taking appropriate measures to prevent and detect fraud and other violations.

The Board of Directors of the Company commits that the separate financial statements have reflected fairly and fairly the financial position of the Company as at December 31, 2024, the business results and cash flows of the fiscal year ended December 31, 2024, in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting Regime and in compliance with legal regulations related to the preparation and presentation of separate financial statements.

#### **Other commitments**

The Board of Directors commits that the Company complies with Decree 155/2020/ND-CP dated December 31, 2020 guiding corporate governance applicable to public companies and the Company does not violate the obligation to disclose information as prescribed in Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding information disclosure on the stock market.

Hai Duong, March 29, 2025  
On behalf of the Board of Directors,  
**Deputy General Director**



**Le Thu Phuong**

According to Power of Attorney No. 01/UQ-BCH dated January 1, 2025.



Number : 2806.03.03/2024/BCTC-NTV2

## INDEPENDENT AUDIT REPORT

### Regarding the 2024 Separate Financial Statements

Dear : Shareholders, Board of Directors and Executive Board  
B.C.H Joint Stock Company

We have audited the accompanying separate financial statements of B.C.H Joint Stock Company prepared on 29 March 2025 from page 07 to page 41, including the Balance Sheet as at 31 December 2024, the Statement of Business Performance, the Statement of Cash Flows for the financial year then ended and the Notes to the Separate Financial Statements.

#### Responsibilities of the Board of Directors

Board of Directors B.C.H Joint Stock Company be responsible for the preparation and fair presentation of the Company's separate financial statements in accordance with Vietnamese accounting standards, the Vietnamese enterprise accounting system and legal regulations related to the preparation and presentation of separate financial statements and be responsible for internal control that the Board of Directors determines is necessary to ensure the preparation and presentation of separate financial statements that are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibilities

Our responsibility is to express an opinion on the separate financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. These standards require that we comply with ethical requirements and plan and perform our audit to obtain reasonable assurance about whether the Company's 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 Company'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 Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, 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 audit opinion.

## INDEPENDENT AUDIT REPORT (CONTINUED)

### Auditor's opinion

In our opinion, the Financial Statements referred to above give a true and fair view, in all material respects, of the financial position of B.C.H Joint Stock Company as at December 31, 2024, as well as the results of its operations and cash flows for the fiscal year then ended, in accordance with Vietnamese accounting standards, the Vietnamese corporate accounting regime and the relevant legal regulations on the preparation and presentation of separate financial statements.

### Issues to be emphasized

We would like to draw the readers' attention to note VII.6 on the following issue:

The Company temporarily stopped the entire steel billet production line according to Resolution of the Extraordinary General Meeting of Shareholders No. 02/2014/BCH-ĐHĐCĐ dated August 1, 2014. B.C.H Joint Stock Company leased the entire production line to Thai Hung Trading Joint Stock Company as collateral at the bank with a maximum agreed rental price of 3.5% of the appraised asset value approved by the bank.

These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

However, since the temporary suspension of the steel billet production line, the Company has gradually promoted the steel billet trading business, helping the Company to remain stable in the market with a revenue of VND 4,845,498,292,642 in 2024. In addition, due to its demonstrated financial capacity and good business development orientation, the Company continues to receive loans from Vietnam Joint Stock Commercial Bank for Industry and Trade - Nam Thai Nguyen Branch, Vietnam Joint Stock Commercial Bank for Investment and Development - Hai Duong Branch, Vietnam Joint Stock Commercial Bank for Investment and Development - Nam Thai Nguyen Branch during the year. Therefore, the Company's working capital has always been maintained at a stable level, creating favorable conditions for sustainable development. The Company's Board of Directors affirms that there are no plans to stop the Company's operations in the coming years. Therefore, the separate financial statements for the fiscal year ending December 31, 2024 are still prepared on the basis of the going concern assumption.

The above matters do not affect our unqualified audit opinion on the separate financial statements stated above.

Hanoi, March 29, 2025

**NHAN TAM VIET AUDIT COMPANY LIMITED**

**Deputy General Director**

**Auditor**



**Nguyen Thi Hanh**

Certificate of Business Registration No.:  
1690-2023-124-1

**Pham Van Tuan**

Certificate of Business Registration No.:  
4497-2023-124-1



**B.C.H JOINT STOCK COMPANY**

Address: Km77+500, Kim Lien Commune, Kim Thanh District, Hai Duong Province, Vietnam

**SEPARATE FINANCIAL STATEMENTS**

for the fiscal year ending December 31, 2024

**SEPARATE BALANCE SHEET**

As of December 31, 2024

Unit: VND

ASSET	Cod e	Explan a tion	Year-end number	Beginning of year number
<b>A - CURRENT ASSETS</b>	<b>100</b>		<b>577,130,091,339</b>	<b>1,080,653,342,821</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>V.1</b>	<b>5,671,250,590</b>	<b>9,520,125,251</b>
1. Money	111		5,671,250,590	9,520,125,251
2. Cash equivalents	112		-	-
<b>II. Short-term financial investment</b>	<b>120</b>	<b>V.2</b>	<b>82,766,953,487</b>	<b>82,766,953,487</b>
1. Trading securities	121	V.2a	9,766,953,487	9,766,953,487
2. Provision for impairment of trading securities	122		-	-
3. Held to maturity investment	123	V.2b	73,000,000,000	73,000,000,000
<b>III. Short-term receivables</b>	<b>130</b>		<b>81,993,888,914</b>	<b>751,812,120,848</b>
1. Short-term trade receivables	131	V.3	151,212,878,653	638,209,117,994
2. Short-term seller advance	132	V.4	67,176,000	186,833,210,180
3. Short-term internal receivables	133		-	-
4. Receivable according to construction contract pro	134		-	-
5. Short-term loan receivable	135		-	-
6. Other short-term receivables	136	V.5	6,816,896,614	2,872,855,027
7. Provision for short-term doubtful receivables	137	V.3	(76,103,062,353)	(76,103,062,353)
8. Assets missing pending resolution	139		-	-
<b>IV. Inventory</b>	<b>140</b>	<b>V.6</b>	<b>396,479,033,762</b>	<b>235,623,518,631</b>
1. Inventory	141		396,979,490,033	236,123,974,902
2. Provision for inventory write-down	149		(500,456,271)	(500,456,271)
<b>V. Other current assets</b>	<b>150</b>		<b>10,218,964,586</b>	<b>930,624,604</b>
1. Short-term prepaid expenses	151		-	-
2. Deductible value added tax	152		10,115,551,511	575,624,604
3. Taxes and other amounts receivable from the Stat	153	V.12	103,413,075	355,000,000
4. Government bond repurchase transaction	154		-	-
5. Other current assets	155		-	-



**B.C.H JOINT STOCK COMPANY**

Address: Km77+500, Kim Lien Commune, Kim Thanh District, Hai Duong Province, Vietnam

**SEPARATE FINANCIAL STATEMENTS**

for the fiscal year ending December 31, 2024

**Separate balance sheet (continued)**

ASSET	Cod e	Explanat ion	Year-end number	Beginning of year number
<b>B - LONG-TERM ASSETS</b>	<b>200</b>		<b>1,088,490,407,687</b>	<b>1,106,379,332,402</b>
<b>I. Long-term receivables</b>	<b>210</b>		-	-
1. Long-term receivables from customers	211		-	-
2. Long-term prepayment to seller	212		-	-
3. Business capital in affiliated units	213		-	-
4. Long-term internal receivables	214		-	-
5. Long-term loan receivable	215		-	-
6. Other long-term receivables	216		-	-
7. Provision for doubtful long-term receivables	219		-	-
<b>II. Fixed assets</b>	<b>220</b>		<b>186,293,116,377</b>	<b>204,182,041,092</b>
1. Tangible fixed assets	221	V.7	186,293,116,377	204,182,041,092
<i>Original price</i>	222		516,229,852,903	521,746,255,548
<i>Accumulated depreciation</i>	223		(329,936,736,526)	(317,564,214,456)
2. Financial lease fixed assets	224		-	-
<i>Original price</i>	225		-	-
<i>Accumulated depreciation</i>	226		-	-
3. Intangible fixed assets	227	V.8	-	-
<i>Original price</i>	228		159,462,000	159,462,000
<i>Accumulated depreciation</i>	229		(159,462,000)	(159,462,000)
<b>III. Investment real estate</b>	<b>230</b>		-	-
Original price	231		-	-
Accumulated depreciation	232		-	-
<b>IV. Long-term unfinished assets</b>	<b>240</b>		-	-
1. Long-term unfinished production and business cos	241		-	-
2. Cost of basic construction in progress	242		-	-
<b>V. Long-term financial investment</b>	<b>250</b>		<b>902,197,291,310</b>	<b>902,197,291,310</b>
1. Investment in subsidiaries	251	V.9	902,197,291,310	902,197,291,310
2. Investment in joint ventures and associates	252		-	-
3. Investing in other entities	253		-	-
4. Long-term financial investment reserve	254		-	-
5. Held to maturity investment	255		-	-
<b>VI. Other long-term assets</b>	<b>260</b>		-	-
1. Long-term prepaid expenses	261		-	-
2. Deferred income tax assets	262		-	-
3. Long-term replacement equipment, supplies and sp	263		-	-
4. Other long-term assets	268		-	-
<b>TOTAL ASSETS</b>	<b>270</b>		<b>1,665,620,499,026</b>	<b>2,187,032,675,223</b>

**B.C.H JOINT STOCK COMPANY**

Address: Km77+500, Kim Lien Commune, Kim Thanh District, Hai Duong Province, Vietnam

**SEPARATE FINANCIAL STATEMENTS**

for the fiscal year ending December 31, 2024

**Separate balance sheet (continued)**

CAPITAL SOURCE	Cod e	Explanat ion	Year-end number	Beginning of year number
<b>C - LIABILITIES PAYABLE</b>	<b>300</b>		<b>1,574,517,943,116</b>	<b>2,045,949,640,571</b>
<b>I. Short-term debt</b>	<b>310</b>		<b>1,153,517,943,116</b>	<b>1,505,949,640,571</b>
1. Short-term trade payables	311	V.10	672,216,544,157	555,140,439,586
2. Short-term advance payment buyer	312	V.11	3,945,694	204,469,204,614
3. Taxes and other payments to the State	313	V.12	-	-
4. Payable to workers	314		208,408,117	203,184,097
5. Short-term payable expenses	315	V.13	1,712,135,609	1,916,870,973
6. Short-term internal payables	316		-	-
7. Payable according to construction contract progress	317		-	-
8. Short-term unearned revenue	318		-	-
9. Other short-term payables	319	V.14	70,239,771	114,239,771
10. Short-term loans and finance leases	320	V.15a	479,195,413,075	743,994,444,837
11. Short-term payables provision	321		-	-
12. Bonus and welfare fund	322	V.16	111,256,693	111,256,693
13. Price stabilization fund	323		-	-
14. Government bond repurchase transaction	324		-	-
<b>II. Long-term debt</b>	<b>330</b>		<b>421,000,000,000</b>	<b>540,000,000,000</b>
1. Long-term trade payables	331		-	-
2. Long term prepayment buyer	332		-	-
3. Long-term payable expenses	333		-	-
4. Internal payable on working capital	334		-	-
5. Long-term internal payables	335		-	-
6. Long-term unrealized revenue	336		-	-
7. Other long-term payables	337		-	-
8. Long-term loans and financial leases	338	V.15b	421,000,000,000	540,000,000,000
9. Convertible bonds	339		-	-
10. Preferred stock	340		-	-
11. Deferred income tax payable	341		-	-
12. Long-term payables provision	342		-	-
13. Science and Technology Development Fund	343		-	-

**B.C.H JOINT STOCK COMPANY**

Address: Km77+500, Kim Lien Commune, Kim Thanh District, Hai Duong Province, Vietnam

**SEPARATE FINANCIAL STATEMENTS**

for the fiscal year ending December 31, 2024

**Separate balance sheet (continued)**

<b>CAPITAL SOURCE</b>	<b>Cod e</b>	<b>Explanat ion</b>	<b>Year-end number</b>	<b>Beginning of year number</b>
<b>D - OWNER'S EQUITY</b>	<b>400</b>		<b>91,102,555,910</b>	<b>141,083,034,652</b>
<b>I. Equity</b>	<b>410</b>	<b>V.17</b>	<b>91,102,555,910</b>	<b>141,083,034,652</b>
1. Owner's equity	411		190,000,000,000	190,000,000,000
- Common shares with voting rights	411a		190,000,000,000	190,000,000,000
- Preferred stock	411b		-	-
2. Share capital surplus	412		-	-
3. Bond conversion option	413		-	-
4. Other owners' equity	414		-	-
5. Treasury stock	415		-	-
6. Asset revaluation difference	416		-	-
7. Exchange rate difference	417		-	-
8. Development investment fund	418		-	-
9. Enterprise Arrangement Support Fund	419		-	-
10. Other equity funds	420		-	-
11. Undistributed profit after tax	421		(98,897,444,090)	(48,916,965,348)
- Undistributed profit after tax accumulated to the	421a		(48,916,965,348)	(51,562,358,751)
- Undistributed profit for this period	421b		(49,980,478,742)	2,645,393,403
12. Source of capital for basic construction investment	422		-	-
<b>II. Other funding and funds</b>	<b>430</b>		-	-
1. Funding sources	431		-	-
2. Funds for forming fixed assets	432		-	-
<b>TOTAL CAPITAL</b>	<b>440</b>		<b>1,665,620,499,026</b>	<b>2,187,032,675,223</b>

The chartist



Le Ngoc Anh

Chief Accountant



Dang Thi Tuyet Dung

Established, March 29, 2025

Deputy General Director



  
Le Thu Phuong



**B.C.H JOINT STOCK COMPANY**

Address: Km77+500, Kim Lien Commune, Kim Thanh District, Hai Duong Province, Vietnam

**SEPARATE FINANCIAL STATEMENTS**

for the fiscal year ending December 31, 2024

**SEPARATE BUSINESS PERFORMANCE REPORT**

2024

Unit: VND

INDICATORS	Cod e	Explan ation	This year	Last year
1. Sales and service revenue	01	VI.1	4,845,498,292,642	3,843,305,614,192
2. Revenue deductions	02	VI.1	10,082,344,895	7,968,461,500
3. Net revenue from sales and services	10	VI.1	4,835,415,947,747	3,835,337,152,692
4. Cost of goods sold	11	VI.2	4,778,745,923,276	3,808,488,581,745
5. Gross profit from sales and service provision	20		56,670,024,471	26,848,570,947
6. Financial revenue	21	VI.3	3,401,438,400	5,274,463,925
7. Financial costs	22	VI.4	104,452,902,160	24,104,883,991
Including: interest expense	23		90,153,990,488	13,545,200,269
8. Cost of sales	25	VI.5	1,196,456,320	1,552,933,085
9. Business management costs	26	VI.6	4,130,542,928	3,930,824,393
10. Net operating profit	30		(49,708,438,537)	2,534,393,403
11. Other income	31	VI.7	729,363,636	111,000,000
12. Other costs	32	VI.8	749,816,916	-
13. Other profits	40		(20,453,280)	111,000,000
14. Total accounting profit before tax	50		(49,728,891,817)	2,645,393,403
15. Current corporate income tax expense	51	VI.9	251,586,925	-
17. Profit after corporate income tax	60		(49,980,478,742)	2,645,393,403

Established, March 29, 2025

The chartist

Chief Accountant

Deputy General Director




  
 Le Thu Phuong

Le Ngoc Anh

Dang Thi Tuyet Dung

**B.C.H JOINT STOCK COMPANY**

Address: Km77+500, Kim Lien Commune, Kim Thanh District, Hai Duong Province, Vietnam

**SEPARATE FINANCIAL STATEMENTS**

for the fiscal year ending December 31, 2024

**SEPARATE CASH FLOW STATEMENT**

(By indirect method)

2024

Unit: VND

INDICATORS	Co de	Explan ation	This year	Last year
<b>I. Cash flow from operating activities</b>				
1. Profit before tax	01		(49,728,891,817)	2,645,393,403
2. Adjustments for the following items:				
- Depreciation of fixed assets and investment real estate	02		17,888,924,715	17,931,962,599
- Provisions	03		-	-
- Exchange rate gains and losses due to revaluation foreign currency monetary items	04		-	-
- Profit and loss from investment activities	05		(3,987,632,242)	(5,274,135,484)
- Interest expense	06		90,153,990,488	13,545,200,269
- Other adjustments	07		-	-
3. Profit from business activities before changes in working capital	08		54,326,391,144	28,848,420,787
- Increase, decrease receivables	09		660,503,949,956	(652,672,515,933)
- Increase, decrease inventory	10		(160,855,515,131)	(38,289,573,805)
- Increase, decrease payables	11		(87,453,524,304)	444,196,493,022
- Increase, decrease prepaid expenses	12		-	-
- Increase, decrease trading securities	13		-	-
- Interest paid	14		(90,584,718,802)	(11,848,900,825)
- Corporate income tax paid	15		-	-
- Other income from operating activities	16		-	-
- Other operating expenses	17		-	-
<b>Net cash flow from operating activities</b>	20		<b>375,936,582,863</b>	<b>(229,766,076,754)</b>
<b>II. Cash flow from investing activities</b>				
1. Money spent on purchasing and constructing fixed assets and other long-term assets	21		-	-
2. Proceeds from liquidation and sale of fixed assets and other long-term assets	22		150,000,000	-
3. Money spent on lending, buying debt instruments other units	23		-	-
4. Proceeds from loan recovery, resale of debt instruments other units	24		-	-
5. Money spent on investment in other entities	25		-	(902,197,291,310)
6. Proceeds from capital investment in other entities	26		-	-
7. Interest income, dividends and profits	27		3,863,574,238	5,175,209,761
<b>Net cash flow from investing activities</b>	30		<b>4,013,574,238</b>	<b>(897,022,081,549)</b>

**B.C.H JOINT STOCK COMPANY**

Address: Km77+500, Kim Lien Commune, Kim Thanh District, Hai Duong Province, Vietnam

**SEPARATE FINANCIAL STATEMENTS**

for the fiscal year ending December 31, 2024

**Separate cash flow statement (continued)**

INDICATORS	Co de	Explan ation	This year	Last year
III. Cash flow from financing activities				
1. Proceeds from issuing shares, receiving capital contributions owner	31		-	-
2. Money returned to owners, buyback issued company shares	32		-	-
3. Proceeds from borrowing	33		1,325,502,844,629	1,594,449,592,050
4. Loan principal repayment	34		(1,709,301,876,391)	(459,265,025,033)
5. Lease principal repayment	35		-	-
6. Dividends, profits paid to owners	36		-	-
Net cash flow from financing activities	40		(383,799,031,762)	1,135,184,567,017
Net cash flow during the year	50		(3,848,874,661)	8,396,408,714
Cash and cash equivalents at the beginning of the year	60	V.1	9,520,125,251	1,123,716,537
Impact of foreign exchange rate changes on foreign curr	61		-	-
Cash and cash equivalents at year end	70	V.1	5,671,250,590	9,520,125,251

**The chartist**

**Le Ngoc Anh****Chief Accountant**

**Dang Thi Tuyet Dung**

Established, March 29, 2025

**Deputy General Director****Le Thu Phuong**



**B.C.H JOINT STOCK COMPANY**

Address: Km77+500, Kim Lien Commune, Kim Thanh District, Hai Duong Province, Vietnam

**SEPARATE FINANCIAL STATEMENTS**

For the fiscal year ending December 31, 2024

Notes to the Financial Statements (continued)

**NOTES TO SEPARATE FINANCIAL STATEMENTS  
2024****I. CHARACTERISTICS OF COMPANY OPERATIONS**

1. **Form of capital ownership** : Joint Stock Company

2. **Business Field** : Trade and services

3. **Business sector** :

The Company's business lines include:

- + Production, trading, import and export of steel billets and steel products;
- + Production, trading, processing of metals and metal products;
- + Exploitation, trading and processing of minerals (iron ore, manganese, aluminum bauxite, ferro, coke, electrode coal);
- + Warehouse services, cargo weighing services;
- + Buying and selling cars, motorbikes, construction equipment;
- + Production and trading of construction materials;
- + Construction of industrial and civil works;
- + Production, trading of footwear and footwear materials;
- + Production, trading of agricultural, forestry, aquatic and seafood products./.

4. **Normal production and business cycle**

Normal business production cycle company no more than 12 months

5. **List of subsidiaries**

			Actual capital contribution ratio	Rate according to Business Registration Certificate
Company name	Head office address	Business sector		
Tuyen Quang Iron and Steel Company Limited	Long Binh An Industrial Park, Doi Can Ward, Tuyen Quang City, Tuyen Quang Province, Vietnam	Production of Iron, Steel, Cast Iron	100%	100%

6. **Statement on comparability of information in financial statements**

The financial statements for the fiscal year ended 31 December 2024 are fully consistent and comparable with the separate financial statements for the fiscal year ended 31 December 2023.

7. **Staff.**

As of December 31, 2024 Company There are 12 employees working (the number at the beginning of the year was 12 employees).

# **B.C.H JOINT STOCK COMPANY**

Address: Km77+500, Kim Lien Commune, Kim Thanh District, Hai Duong Province, Vietnam

## **SEPARATE FINANCIAL STATEMENTS**

For the fiscal year ending December 31, 2024

### **Notes to the Financial Statements(next)**

#### **II. FISCAL YEAR, CURRENCY USED IN ACCOUNTING**

##### **1. Fiscal year**

The Company's fiscal year begins on January 1 and ends on December 31 of each year.

##### **2. Currency used in accounting**

The currency used in accounting is Vietnamese Dong (VND) because revenue and expenditure are mainly made in VND currency.

#### **III. ACCOUNTING STANDARDS AND REGIMES APPLIED**

##### **1. Applicable accounting standards**

Company Apply accounting standards, Vietnamese Enterprise Accounting Regime issued under Circular No. 200/2014/TT-BTC dated December 22, 2014, Circular No. 53/2016/TT-BTC in 2016 amending and supplementing Circular No. 200/2014/TT-BTC as well as circulars guiding the implementation of accounting standards of the Ministry of Finance in preparing Financial Statements.

##### **2. Statement on compliance with accounting standards and accounting regimes**

The Board of Directors ensures that it has complied with the requirements of accounting standards, the Vietnamese Enterprise Accounting Regime issued under Circular No. 200/2014/TT-BTC dated December 22, 2014, Circular No. 53/2016/TT-BTC in 2016 amending and supplementing Circular No. 200/2014/TT-BTC as well as circulars guiding the implementation of accounting standards of the Ministry of Finance in preparing Financial Statements.

#### **IV. ACCOUNTING POLICIES APPLIED**

##### **1. Cash and cash equivalents**

Cash includes cash on hand, demand bank deposits, monetary gold used for value storage functions, excluding gold classified as inventories used for the purpose of raw materials to produce products or goods for sale.

Cash equivalents are short-term investments with a maturity of no more than three months from the date of purchase, which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

##### **2. Principles of accounting for financial investments**

###### **Trading securities**

An investment is classified as a trading security when it is held for the purpose of trading for profit.

Trading securities are recorded in the accounting books at cost. The cost of trading securities is determined based on the fair value of the payments at the time the transaction occurs plus the costs related to the purchase of trading securities..

The time of recording trading securities is the time Company have ownership, specifically as follows:

- For cListed securities: recorded at the time of order matching (T+0).

Interest, dividends and profit of periods prior to the purchase of trading securities are accounted for as a reduction in the value of the trading securities themselves. Interest, Dividends and profit of periods after the trading securities are purchased Okay revenue recognition Dividends received in shares are only tracked by the number of shares increased, not the value of shares received/recorded at par value.



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### **SEPARATE FINANCIAL STATEMENTS**

For the fiscal year ending December 31, 2024

#### **Notes to the Financial Statements(next)**

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##### ***Held to maturity investments***

An investment is classified as held-to-maturity when CompanyThe Company's held-to-maturity investments include term deposits (including treasury bills and promissory notes), bonds, preference shares that the issuer must redeem at a specified time in the future, loans held to maturity for the purpose of earning periodic interest, and other held-to-maturity investments.

Held-to-maturity investments are initially recognized at cost, which includes the purchase price and any costs associated with the transaction of purchasing the investments. After initial recognition, these investments are recognized at their recoverable amount. Interest income from investments held to maturity after the acquisition date is recognized in the Statement of Income on an accrual basis. Interest earned beforeCompanyholdings are written off from cost at the time of purchase.

When there is strong evidence that part or all of an investment may not be recovered and the amount of loss can be reliably determined, the loss is recorded in financial expenses in the year and the investment value is directly deducted.

### **3. Accounts Receivable**

The itemsnReceivables are stated at carrying amount less allowance for doubtful debts.

The classification of receivables as trade receivables and other receivables is carried out according to the following principles:

- Trade receivables reflect commercial receivables arising from purchase-sale transactions between the company and buyers who are independent entities, including receivables from export sales entrusted to other entities.
- Other receivables reflect non-commercial receivables not related to purchase and sale transactions.

Provision for doubtful debts is made for each doubtful debt based on the age of overdue debts or the expected level of loss that may occur, specifically as follows:

- For overdue receivables:
  - 30% of the value for overdue receivables from 6 months to less than 1 year.
  - 50% of the value for receivables overdue from 1 year to less than 2 years.
  - 70% of the value for receivables overdue from 2 years to less than 3 years.
  - 100% of the value for receivables 3 years or more old.
- For receivables that are not overdue but are unlikely to be recovered: establish provisions based on expected loss level.



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### SEPARATE FINANCIAL STATEMENTS

For the fiscal year ending December 31, 2024

#### Notes to the Financial Statements(next)

#### 4. Inventory

Inventories are stated at the lower of cost and net realizable value.

The cost of inventories is determined as follows:

- **Original Materials, goods:** include costs of purchase and other directly relevant costs incurred in bringing the inventories to their present location and condition.

Net realizable value is the estimated selling price of inventory in the normal course of business, normal less the estimated costs of completion and the estimated costs necessary to make the sale.

Inventories are valued using the weighted average method and accounted for using the perpetual inventory method.

Provision for inventory devaluation is established for each inventory item whose original cost is greater than its net realizable value. Increase or decrease in the balance of provision for inventory devaluation need to set aside at the end of the financial year is recognized in cost of goods sold.

#### 5. Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. The cost of tangible fixed assets includes all costs that company expenditure incurred after initial recognition is recognized as an increase in the cost of fixed assets only if it is probable that the future economic benefits from the use of the asset will be increased. Costs incurred that do not satisfy the above conditions are recorded as production and business costs in the period.

When tangible fixed assets are sold or disposed of, their cost and accumulated depreciation are eliminated from the accounts and any gain or loss resulting from their disposal is recognized as income or expense in the year.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives. The depreciation years for various types of Tangible Fixed Assets are as follows:

Type of fixed asset	No. 5
Houses and structures	05 – 30
Machinery and equipment	02 – 25
Means of transport, transmission	03 – 07
Management equipment	05

#### 6. Intangible fixed assets

Intangible fixed assets are stated at cost less accumulated depreciation.

The original cost of intangible fixed assets includes all costs that Company must be spent to acquire fixed assets up to the time the asset is ready for use. Expenditures relating to intangible fixed assets incurred after initial recognition are recognised as expenses in the period in which they are incurred, unless they are associated with a specific intangible fixed asset and result in an increase in the economic benefits derived from the asset.

## **B.C.H JOINT STOCK COMPANY**

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### **SEPARATE FINANCIAL STATEMENTS**

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#### **Notes to the Financial Statements(next)**

When intangible fixed assets are sold or disposed of, their cost and accumulated depreciation are eliminated from the accounts and any gain or loss resulting from their disposal is recognized as income or expense in the year.

The Company's intangible fixed assets include:

#### ***Computer software***

The cost of computer software that is not an integral part of the related hardware is capitalized. The cost of computer software is all expenses incurred by the Company up to the date the software is put into use. Computer software is amortized on a straight-line basis over 03 years.

### **7. Accounts Payable and Accrued Expenses**

Liabilities and accruals are recognized for amounts to be paid in the future for goods and services received. Accruals are recognized based on reasonable estimates of the amounts to be paid.

The classification of payables as trade payables, accrued expenses and other payables is made according to the following principles:

- Trade payables reflect commercial payables arising from transactions of purchasing goods, services, assets and the seller is an independent entity of the company, including payables when importing through consignees.
- Payable expenses reflect amounts payable for goods and services received from sellers or provided to buyers but not yet paid due to lack of invoices or insufficient accounting records and documents, and amounts payable to employees for leave wages, production and business expenses that must be accrued in advance.
- Other payables reflect non-commercial payables not related to the purchase, sale or provision of goods and services.

### **8. Loans and financial lease liabilities**

The company must monitor in detail the payment terms of loans and financial leases. For loans with a repayment period of more than 12 months from the date of the financial statements, accountants present them as long-term loans and financial leases. For loans due within the next 12 months from the date of the financial statements, accountants present them as short-term loans and financial leases to have a payment plan.

For finance lease liabilities, the total lease liability reflected on the credit side of account 341 is the total amount payable calculated by the present value of the minimum lease payments or the fair value of the leased asset.

Loans and debts in foreign currency must be converted into accounting currency at the actual transaction exchange rate at the time of occurrence;

- When paying debts or borrowing in foreign currency, the Debit side of account 341 is converted according to the actual accounting exchange rate for each subject;
- When preparing the Financial Statements, the balance of loans and financial leases in foreign currencies must be re-evaluated at the actual transaction exchange rate at the time of preparing the Financial Statements.
- Exchange rate differences arising from the payment and end-of-period revaluation of loans and financial leases in foreign currencies are recorded in financial revenue or expenses.



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### **SEPARATE FINANCIAL STATEMENTS**

For the fiscal year ending December 31, 2024

#### **Notes to the Financial Statements(next)**

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#### **9. Equity**

##### ***Owner's equity***

Owner's equity is recorded according to the actual capital contributed by shareholders..

#### **10. Profit Distribution**

Profit after corporate income tax is distributed to shareholders after setting aside funds according to the Company's Charter. Companies as well as the provisions of law and approved by the General Meeting of Shareholders.

Dividends are recognized as liabilities when approved by the General Meeting of Shareholders.

#### **11. Revenue and income recognition**

##### ***a) Sales revenue***

Revenue from sales of goods is recognized when all of the following conditions are simultaneously satisfied:

- The company has transferred to the buyer the significant risks and rewards of ownership of the products or goods.
- The Company no longer holds title to the goods or control over the goods.
- Revenue is determined with relative certainty. When a contract stipulates that the buyer has the right to return the purchased products or goods under specific conditions, revenue is only recognized when those specific conditions no longer exist and the buyer is not entitled to return the products or goods (except in cases where the customer has the right to return the goods in exchange for other goods or services).
- The Company has obtained or will obtain economic benefits associated with the sale transaction.
- Identify the costs associated with a sales transaction

##### ***b) Service revenue***

Revenue from a service transaction is recognized when the outcome of the transaction can be measured reliably. In cases where the service is performed over several periods, revenue is recognized in each period based on the results of the work completed at the end date accounting period. The outcome of a service transaction is determined when all of the following conditions are satisfied:

- Revenue is measured reliably. When a contract provides that the buyer has the right to return the services purchased under specific conditions, revenue is recognized only when the specific conditions no longer exist and the buyer has no right to return the services provided.
- It is possible to obtain economic benefits from the transaction of providing that service.
- Determine the portion of work completed by the end date fiscal year
- Identify the costs incurred for the transaction and the costs to complete the transaction to provide that service.

##### ***c) Interest***

Interest is recognized on an accrual basis, determined on the balance of deposit accounts and actual interest rate each period.



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**SEPARATE FINANCIAL STATEMENTS**

For the fiscal year ending December 31, 2024

**Notes to the Financial Statements(next)**

---

**12. Cost of goods sold.**

Cost of goods sold during the year is recorded in accordance with revenue generated during the period and ensures compliance with the principle of prudence.

For direct material costs consumed in excess of normal levels, labor costs, and fixed general manufacturing costs not allocated to the value of products in stock, accountants must immediately calculate them into the cost of goods sold (after deducting compensation, if any), even when the products and goods have not been determined to be consumed.

The provision for inventory price decline is included in the cost of goods sold based on the quantity of inventory and the difference between the net realizable value being less than the original cost of inventory. When determining the volume of inventory with price decline requiring provision, the accountant must exclude the volume of inventory for which a sales contract has been signed (with a net realizable value not lower than the book value) but has not been transferred to the customer if there is certain evidence that the customer will not abandon the contract.

**13. Borrowing costs**

Borrowing costs include interest and other costs incurred in connection with borrowing.

Borrowing costs are recognized as expenses when incurred. In case borrowing costs are directly related to the investment in construction or production of uncompleted assets, it takes a long time (over 12 months) to be ready for use for the intended purpose or sale. then this borrowing cost is capitalized. For separate loans for the construction of fixed assets or investment real estate, interest is capitalized even if the construction period is less than 12 months. Income arising from temporary investment of loans is recorded as a reduction in the original cost of related assets.

For general borrowings used for the purpose of investment in construction or production of unfinished assets, the capitalized borrowing costs are determined according to the capitalization rate for the weighted average cumulative costs incurred for investment in basic construction or production of that asset. The capitalization rate is calculated according to the weighted average interest rate of the outstanding borrowings during the year, except for separate borrowings serving the purpose of forming a specific asset.

**14. Principles of cost accounting for business management**

Business management costs reflect the general management costs of the enterprise, including costs for salaries of employees in the business management department (salaries, wages, allowances, etc.); social insurance, health insurance, union fees, unemployment insurance for business management employees; costs of office materials, labor tools, depreciation of fixed assets used for business management; land rent, business license tax; provision for bad debts; outsourced services (electricity, water, telephone, fax, property insurance, fire and explosion insurance, etc.); other cash expenses (reception, customer conferences, etc.).

**15. Corporate income tax*****Current income tax***

Current income tax is the tax that is calculated on taxable income. Taxable income differs from accounting profit due to adjustments for temporary differences between tax and accounting, non-deductible expenses as well as adjustments for non-taxable income and losses carried forward.

The company is obliged to pay corporate income tax at a rate of 20%.



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### SEPARATE FINANCIAL STATEMENTS

For the fiscal year ending December 31, 2024

#### Notes to the Financial Statements(next)

#### 16. Financial instruments

##### i. Financial assets

###### *Classification of financial assets*

The Company classifies its financial assets into the following groups: financial assets at fair value through the Statement of Business Performance, investments held to maturity, loans and receivables, and financial assets available for sale. The classification of these financial assets depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

###### *Financial assets are recorded at fair value through the Statement of Business Performance.*

Financial assets are classified as measured at fair value through the Statement of Income if they are held for trading or designated as such at fair value through the Statement of Income upon initial recognition.

Financial assets are classified as held for trading securities if:

- Purchased or created primarily for the purpose of resale in the short term;
- The Company intends to hold for the purpose of short-term profit;
- Derivative financial instruments (except for derivative financial instruments that are identified as a financial guarantee contract or a designated and effective hedging instrument).

###### *Held to maturity investments*

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity that the Company has the intention and ability to hold to maturity.

###### *Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments and are not listed on an active market.

###### *Financial assets available for sale*

Available-for-sale financial assets are non-derivative financial assets that are designated as available-for-sale or that are not classified as financial assets at fair value through profit or loss, held-to-maturity investments, or loans and receivables.

###### *Initial book value of financial assets*

Financial assets are recognised at the date of acquisition and derecognised at the date of sale. At the time of initial recognition, financial assets are measured at their purchase price/issuance costs plus any other costs directly attributable to the acquisition or issue of the financial asset.

##### ii. Financial liabilities

The Company classifies financial liabilities into groups: financial liabilities recorded at fair value through the Income Statement, financial liabilities determined at amortized cost. The classification of financial liabilities depends on the nature and purpose of the financial liability and is determined at the time of initial recognition.

###### *Financial liabilities are recorded at fair value through the Statement of Income.*

A financial liability is classified as measured at fair value through the Statement of Income if it is held for trading or designated as such at fair value through the Statement of Income upon initial recognition.

Financial liabilities are classified as held for trading securities if:



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**SEPARATE FINANCIAL STATEMENTS**

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**Notes to the Financial Statements(next)**

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- Issued or created primarily for the purpose of repurchasing in the short term;
- The Company intends to hold for the purpose of short-term profit;
- Derivative financial instruments (except for derivative financial instruments that are identified as a financial guarantee contract or a designated and effective hedging instrument).

***Financial liabilities are measured at amortized cost.***

Financial liabilities are measured at amortised cost, which is the amount at which the financial liability is initially recognised minus principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, and minus any reduction (directly or through the use of an allowance account) for impairment or uncollectibility.

The effective interest method is a method of calculating the amortized cost of a financial liability or group of financial liabilities and allocating interest income or expense over the relevant period. The effective interest rate is the rate at which estimated future cash flows that will be paid or received over the expected life of the financial instrument or, if appropriate, shorter, are discounted to the net present carrying amount of the financial liability.

***Initial book value of financial liability***

At initial recognition, financial liabilities are measured at issue price plus any costs directly attributable to the issue of the financial liability.

**iii. Equity instruments**

An equity instrument is a contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

**17. Report by department**

A business segment is a distinguishable component that is engaged in providing products or services and that is subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component that is engaged in providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments.

**18. Related parties**

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence.

In considering any related party relationship, attention is directed more to the substance of the relationship than to the legal form.

Transactions with related parties during the period are presented in note VII.1.

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**SEPARATE FINANCIAL STATEMENTS**

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**Notes to the Financial Statements(next)****V. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE SEPARATE BALANCE SHEET****1. Cash and cash equivalents**

	<u>Year-end number</u>	<u>Beginning of year number</u>
Cash	4,364,874,516	3,433,109,985
Non-term bank deposits	1,306,376,074	6,087,015,266
<b>Add</b>	<b>5,671,250,590</b>	<b>9,520,125,251</b>

**2. Financial investments****a) Trading securities**

	<u>Year-end number</u>			<u>Beginning of year number</u>		
	<u>Original price</u>	<u>Fair value</u>	<u>Preventive</u>	<u>Original price</u>	<u>Fair value</u>	<u>Preventive</u>
<i>Share</i>	9,766,953,487	9,766,953,487	-	9,767,120,871	9,767,120,871	-
Duong Hieu						
Mineral						
Exploitation and						
Trading Joint Stock						
Company	9,766,953,487	9,766,953,487	-	9,766,953,487	9,766,953,487	-
<b>Add</b>	<b>9,766,953,487</b>	<b>9,766,953,487</b>	<b>-</b>	<b>9,766,953,487</b>	<b>9,766,953,487</b>	<b>-</b>

**b) Investments held to maturity**

	<u>Year-end number</u>		<u>Beginning of year number</u>	
	<u>Original price</u>	<u>Book value</u>	<u>Original price</u>	<u>Book value</u>
<i>Short term</i>				
Term Deposit	73,000,000,000	73,000,000,000	73,000,000,000	73,000,000,000
Joint Stock Commercial				
Bank for Investment and				
Development of Vietnam -				
Hai Duong Branch (1)	41,000,000,000	41,000,000,000	41,000,000,000	41,000,000,000
Vietnam Joint Stock				
Commercial Bank for				
Industry and Trade - Nam				
Thai Nguyen Branch(2)	32,000,000,000	32,000,000,000	32,000,000,000	32,000,000,000
<b>Add</b>	<b>73,000,000,000</b>	<b>73,000,000,000</b>	<b>73,000,000,000</b>	<b>73,000,000,000</b>

(1) Is a term deposit at Vietnam Joint Stock Commercial Bank for Investment and Development - Hai Duong Branch in the amount of VND 41,000,000,000 currently being mortgaged for a loan at Vietnam Joint Stock Commercial Bank for Investment and Development - Hai Duong Branch (See detailed note No. V.15).

(2) Is a term deposit at Vietnam Joint Stock Commercial Bank for Industry and Trade - Nam Thai Nguyen Branch in the amount of VND 32,000,000,000 currently being mortgaged for a loan at Vietnam Joint Stock Commercial Bank for Industry and Trade - Song Cong Branch (See detailed note No. V.15).



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**SEPARATE FINANCIAL STATEMENTS**

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**Notes to the Financial Statements(next)****3. Short-term trade receivables**

	Year-end number		Beginning of year number	
	Value	Preventive	Value	Preventive
<i>Receivable from related parties</i>	<b>39,012,548,880</b>	-	-	-
Tuyen Quang Iron and Steel Company Limited	39,012,548,880	-	-	-
<i>Receivables from other customers</i>	<b>112,200,329,773</b>	<b>(76,103,062,353)</b>	<b>638,209,117,994</b>	<b>(76,103,062,353)</b>
LE MONT Investment Joint Stock Company	-	-	443,078,984,425	-
Van Loi Iron and Steel Joint Stock Company	76,103,062,353	(76,103,062,353)	76,103,062,353	(76,103,062,353)
Thai Nguyen Iron and Steel Joint Stock Company	5,906,576,849	-	67,894,190,077	-
Thai Hung Trading Company Limited	29,649,759,205	-	44,334,913,562	-
Thai Hung Trading Joint Stock Company	-	-	191,261,738	-
Other customers	540,931,366	-	6,606,705,839	-
<b>Add</b>	<b>151,212,878,653</b>	<b>(76,103,062,353)</b>	<b>638,209,117,994</b>	<b>(76,103,062,353)</b>

**4. Short-term seller advance**

	Year-end number	Beginning of year number
Thai Hung Trading Joint Stock Company	-	186,789,210,180
Other suppliers	67,176,000	44,000,000
<b>Add</b>	<b>67,176,000</b>	<b>186,833,210,180</b>

**5. Other receivables**

	Year-end number		Beginning of year number	
	Value	Preventive	Value	Preventive
<i>Receivables from other organizations and individuals</i>	<b>6,816,896,614</b>	-	<b>2,872,855,027</b>	-
Interest on deposits	1,440,516,895	-	1,902,822,527	-
Bet, deposit	547,317,049	-	-	-
Trade discount receivable	4,829,062,670	-	970,032,500	-
<b>Add</b>	<b>6,816,896,614</b>	-	<b>2,872,855,027</b>	-

**6. Inventory**

	Year-end number		Beginning of year number	
	Original price	Preventive	Original price	Preventive
Raw materials	99,357,404,976	(500,456,271)	25,786,147,489	(500,456,271)
Tools, instruments	9,049,650,453	-	9,049,650,453	-
Work in progress	39,696,556	-	-	-
Goods	288,532,738,048	-	201,288,176,960	-
<b>Add</b>	<b>396,979,490,033</b>	<b>(500,456,271)</b>	<b>236,123,974,902</b>	<b>(500,456,271)</b>

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Notes to the Financial Statements(next)

**7. Tangible fixed assets**

	Houses, buildings	Machinery and equipment	Means of transport, transmission	Management equipment and tools	Add
<b>Original price</b>					
Beginning of year number	124,350,517,315	380,243,751,189	16,081,257,326	1,070,729,718	521,746,255,548
Liquidation, sale	-	-	(5,516,402,645)	-	(5,516,402,645)
<b>Year-end number</b>	<b>124,350,517,315</b>	<b>380,243,751,189</b>	<b>10,564,854,681</b>	<b>1,070,729,718</b>	<b>516,229,852,903</b>
<i>In there:</i>					
<i>Fully depreciated but still in use</i>	50,007,921,285	24,308,896,914	10,564,854,681	1,070,729,718	85,952,402,598
<b>Depreciation value</b>					
Beginning of year number	91,017,625,554	209,394,601,858	16,081,257,326	1,070,729,718	317,564,214,456
Depreciation during the year	3,651,530,547	14,237,394,168	-	-	17,888,924,715
Liquidation, sale	-	-	(5,516,402,645)	-	(5,516,402,645)
<b>Year-end number</b>	<b>94,669,156,101</b>	<b>223,631,996,026</b>	<b>10,564,854,681</b>	<b>1,070,729,718</b>	<b>329,936,736,526</b>

**Residual value**

Beginning of year number	33,332,891,761	170,849,149,331	-	-	204,182,041,092
<b>Year-end number</b>	<b>29,681,361,214</b>	<b>156,611,755,163</b>	<b>-</b>	<b>-</b>	<b>186,293,116,377</b>

Some tangible fixed assets with original cost and remaining book value of VND 27,634,619,447 and VND 3,810,748,701 respectively have been mortgaged to secure loans at Vietnam Joint Stock Commercial Bank for Investment and Development - Hai Duong Branch.

On August 1, 2014, the Company held an extraordinary General Meeting of Shareholders on the suspension of the entire steel billet production line according to the resolution of the extraordinary General Meeting of Shareholders No. 02/2014/BCH/NQ-DHDCĐ dated August 1, 2014, due to outdated production technology that could not ensure competitiveness. The General Meeting of Shareholders agreed to suspend the entire steel billet production line to renovate the factory and upgrade production technology starting from January 1, 2015. The General Meeting of Shareholders authorized the Board of Directors to develop a plan to renovate and upgrade the factory as well as arrange capital for implementation, develop a plan to use assets in accordance with the current situation to generate revenue for the company. On January 2, 2016, the Company signed contract No. 0201/HD2016/BCH-TH with Thai Hung Trading Joint Stock Company. Accordingly, BCH Joint Stock Company leased assets including steel billet production line and some other assets to Thai Hung Trading Joint Stock Company as collateral at the bank. The rental price is determined based on the valuation value of the mortgaged assets with an agreed rate not exceeding 3.5% of the valuation value approved by the bank.



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**Notes to the Financial Statements (continued)****8. Intangible fixed assets**

Is computer software that has been fully depreciated but is still in use.

**9. Investment in subsidiaries**

This is an investment in Tuyen Quang Iron and Steel Company Limited under the Capital Contribution Transfer Contract signed on December 24, 2023 between BCH Joint Stock Company and EXCEL PEARL (HONGKONG) LIMITED, under which BCH Joint Stock Company receives the transfer of 100% of the charter capital of Tuyen Quang Iron and Steel Company Limited that EXCEL PEARL (HONGKONG) LIMITED owns, with a total transfer value of VND 902,197,291,310.

Tuyen Giang Iron and Steel Company Limited is operating under the Business Registration Certificate of One Member Limited Liability Company No. 5000230718 issued by the Business Registration Office - Department of Planning and Investment of Tuyen Quang province for the first time on January 28, 2005, registered for the 17th change on December 27, 2023.

**10. Payable to seller**

	Year-end number		Beginning of year number	
	Value	Number of debtors	Value	Number of debtors
<i>Payable to other suppliers</i>	<b>672,216,544,157</b>	<b>672,216,544,157</b>	<b>555,140,439,586</b>	<b>555,140,439,586</b>
Duong Hieu Mineral Exploitation & Trading Joint Stock Company	203,857,591,092	203,857,591,092	281,927,813,805	281,927,813,805
Thai Nguyen Iron and Steel Joint Stock Company	227,540,945,491	227,540,945,491	186,655,672,807	186,655,672,807
Hanoi Metal Joint Stock Company - VNSTEEL	27,515,180,000	27,515,180,000	66,504,052,878	66,504,052,878
Thai Hung Trading Joint Stock Company	205,191,818,207	205,191,818,207	-	-
Other suppliers	8,111,009,367	8,111,009,367	20,052,900,096	20,052,900,096
<b>Add</b>	<b>672,216,544,157</b>	<b>672,216,544,157</b>	<b>555,140,439,586</b>	<b>555,140,439,586</b>

**11. Short-term advance payment buyer**

	Year-end number	Beginning of year number
<i>Advance payments from related parties</i>	-	200,000,000,000
Tuyen Quang Iron and Steel Company Limited	-	200,000,000,000
<i>Prepayments from other customers</i>	3,945,694	4,469,204,614
Other customers	3,945,694	4,469,204,614
<b>Add</b>	<b>3,945,694</b>	<b>204,469,204,614</b>

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**Notes to the Financial Statements(next)****12. Taxes and other payments to the State**

	Beginning of year number		Number of occurrences during the year		Year-end number	
	Must Pay	Receivables	Amount payable	Amount paid	Must Pay	Receivables
VAT on domestic sales	-	-	872,578,202	(872,578,202)	-	-
Corporate income tax	-	355,000,000	251,586,925	-	-	103,413,075
Personal income tax	-	-	13,200,000	(13,200,000)	-	-
Land rent	-	-	307,248,309	(307,248,309)	-	-
Fees, charges and other payables	-	-	179,109,418	(179,109,418)	-	-
<b>Add</b>	-	<b>355,000,000</b>	<b>1,623,722,854</b>	<b>(1,372,135,929)</b>	-	<b>103,413,075</b>

The Company's tax settlement is subject to examination by the Tax Authority. Since the application of tax laws and regulations to various types of transactions can be subject to varying interpretations, the tax amounts presented in the Separate Financial Statements may be subject to change at the discretion of the Tax Authority.

**Value Added Tax**

The company pays value added tax by the deduction method at a rate of 8%; 10%.

**Corporate income tax**

The company must pay corporate income tax on taxable income at a rate of 20%.

**Other taxes**

The company declares and pays according to regulations.

**13. Short-term payable expenses**

	Year-end number	Beginning of year number
Interest expense payable	1,406,142,659	1,836,870,973
Other short-term payable expenses	305,992,950	80,000,000
<b>Add</b>	<b>1,712,135,609</b>	<b>1,916,870,973</b>

**14. Other short-term payables**

	Year-end number	Beginning of year number
Union dues	70,239,771	114,239,771
<b>Add</b>	<b>70,239,771</b>	<b>114,239,771</b>



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**Notes to the Financial Statements(next)****15. Loans and financial leases****a. Short-term loans and finance leases**

	Year-end number		Beginning of year number	
	Value	Number of debtors	Value	Number of debtors
<b>Short-term loans and financial leases payable to other organizations and individuals</b>	<b>479,195,413,075</b>	<b>479,195,413,075</b>	<b>743,994,444,837</b>	<b>743,994,444,837</b>
Vietnam Joint Stock Commercial Bank for Industry and Trade – Nam Thai Nguyen Branch(1)	50,000,000,000	50,000,000,000	63,997,957,403	63,997,957,403
Joint Stock Commercial Bank for Investment and Development of Vietnam - Hai Duong Branch (2)	79,953,961,827	79,953,961,827	79,996,487,434	79,996,487,434
Joint Stock Commercial Bank for Investment and Development of Vietnam - Nam Thai Nguyen Branch (3)	245,241,451,248	245,241,451,248	600,000,000,000	600,000,000,000
Long-term debt due	104,000,000,000	104,000,000,000	-	-
<b>Add</b>	<b>479,195,413,075</b>	<b>479,195,413,075</b>	<b>743,994,444,837</b>	<b>743,994,444,837</b>

(1) This is a loan from Vietnam Joint Stock Commercial Bank for Industry and Trade - Nam Thai Nguyen Branch according to the loan limit contract No. 3016570935/2023-HDCVHM/NHCT222-BCH dated October 31, 2023, the loan limit does not exceed VND 65,000,000,000. The limit maintenance period is from October 31, 2023 to October 31, 2024, the loan interest rate is specified on each debt acknowledgment contract. The purpose of the loan is to supplement working capital for production and business.

The loan is secured by the following mortgage and pledge agreements:

- Property mortgage contract No. 01/2022/HDBĐ/NHCT222-BCH dated July 29, 2022, the collateral is deposit contract No. 222/2022/22183 dated July 11, 2022, amount of VND 32,000,000,000.

- Mortgage contract of revolving debt collection rights No. 01.3016570935/2023/HDBĐ/NHCT222-BCH dated March 31, 2023, the mortgaged assets are all revolving debt collection rights of the Company against parties with payment obligations to the Company arising in the production and business process according to economic contracts and sales contracts. The value of the mortgaged assets is 70,000,000,000 VND.

(2) This is a loan from Vietnam Joint Stock Commercial Bank for Investment and Development - Hai Duong Branch under credit limit contract No. 01/2025/1949269/HDTD dated February 7, 2025, accordingly, the total regular credit limit is up to VND 80,000,000,000, including all outstanding short-term loans, outstanding guarantees, opening of transitional L/Cs from Credit limit contract No. 01/2023/1949269/HDTD dated October 24, 2023; the purpose is to supplement working capital, guarantee, open L/Cs to serve the business activities of the Company, not to provide credit for the purpose of providing input materials for Tuyen Quang Iron and Steel Factory of Tuyen Quang Iron and Steel Company Limited. The limit is granted until October 31, 2025. Collateral is specified in the following mortgage and pledge contracts:

+ Deposit mortgage contract No. 01/2018/1949269/HDBD dated June 27, 2018, the collateral is Term Deposit Contract No. 01/2018/HDTG-BCH signed on June 27, 2018, total value of VND 10,000,000,000.

+ Deposit mortgage contract No. 02/2017/1949269/HDBĐ dated August 28, 2017, the collateral is Term Deposit Contract No. 02/2017/1949269 signed on August 28, 2017, total value of VND 1,000,000,000.



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+ Deposit mortgage contract No. 01/2017/1949269/HDBD dated August 14, 2017, the collateral is Term Deposit Contract No. 01/2017/1949269 signed on August 14, 2017, total value of VND 5,000,000,000.

+ Mortgage contract of assets attached to land No. 02/2025/1949269/HDBD dated January 22, 2025, the collateral is all assets attached to land owned by BCH Joint Stock Company at land lot No. 462, map sheet No. 09, in Kim Luong commune, Kim Thanh district, Hai Duong province according to the certificate of land use rights, house ownership rights and other assets attached to land No. CD 447760 issued by the People's Committee of Hai Duong province on September 1, 2016, certificate issuance book number CT 00188, the total value of the mortgaged assets is 42,709,000,000 VND.

+ Deposit mortgage contract No. 03/2016/1949269/1949269/HDBD dated June 23, 2016, the collateral is Term Deposit Contract No. 03/2016/HDTG signed on June 23, 2016, total value of VND 5,000,000,000.

+ Deposit mortgage contract No. 02/2016/1949269/1949269/HDCC dated June 22, 2016, the collateral is Term Deposit Contract No. 02/2016/HDTG signed on June 22, 2016, total value of VND 15,000,000,000.

+ Deposit mortgage contract No. 01/2019/1949269/HDCC dated April 19, 2019, the collateral is Term Deposit Contract No. 01/2019/1949268/HDTG signed on April 19, 2019, total value of VND 5,000,000,000.

+ Mortgage contract No. 01/2019/1949269/HBTC dated May 23, 2019, the mortgaged property is a Toyota car with license plate number 34A -175.36, frame number: 3EM4G3700498, engine number: 1TRA200669, the value of the mortgaged property is 750,000,000 VND.

(3) Is a short-term loan from Vietnam Joint Stock Commercial Bank for Investment and Development - Nam Thai Nguyen Branch according to Credit Limit Contract No. 03/2023/1949269/HDTD signed on December 25, 2023, the credit limit is granted until October 31, 2024 with a maximum regular credit limit of VND 600,000,000,000. The purpose of the loan is to supplement working capital, guarantee, and open L/C. The loan is secured by specific mortgage and pledge contracts:

- Deposit Pledge Contract No. 06/2023/1949269/HDBD signed on December 25, 2023 between Mr. Pham Ba Phu and Vietnam Joint Stock Commercial Bank for Investment and Development. The total value of the pledged assets is 150,000,000,000 VND:

+ Term savings card at Vietnam Joint Stock Commercial Bank for Investment and Development, Nam Thai Nguyen branch, No. AAE0778444 owned by Mr. Pham Ba Phu, face value 25,000,000,000 VND, interest rate 5.5%/year, maturity date October 18, 2024.

+ Term savings card at Vietnam Joint Stock Commercial Bank for Investment and Development, Nam Thai Nguyen branch, No. AAE0778445 owned by Mr. Pham Ba Phu, face value 25,000,000,000 VND, interest rate 5.3%/year, maturity date October 13, 2024.

+ Term savings card at Vietnam Joint Stock Commercial Bank for Investment and Development, Nam Thai Nguyen branch, No. AAE0142833 owned by Mr. Pham Ba Phu, face value 50,000,000,000 VND, interest rate 5.3%/year, maturity date 06/12/2024.

+ Term savings card at Vietnam Joint Stock Commercial Bank for Investment and Development, Nam Thai Nguyen branch, No. AAE0142835 owned by Mr. Pham Ba Phu, face value 50,000,000,000 VND, interest rate 5.3%/year, maturity date 06/12/2024.

- Deposit Pledge Contract No. 04/2023/1949269/HDBD signed on December 25, 2023 between Mr. Dang Ngoc Hung and Vietnam Joint Stock Commercial Bank for Investment and Development. The total value of the pledged assets is 200,000,000,000 VND:

+ Term savings card at Vietnam Joint Stock Commercial Bank for Investment and Development, Nam Thai Nguyen branch, No. AAE0778428 owned by Mr. Dang Ngoc Hung, face value 20,000,000,000 VND, interest rate 5.3%/year, due date 08/12/2024.



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+ Term savings card at Vietnam Joint Stock Commercial Bank for Investment and Development, Nam Thai Nguyen branch, No. AAE0142843 owned by Mr. Dang Ngoc Hung, face value 70,000,000,000 VND, interest rate 5.0%/year, due date December 14, 2024.

+ Term savings card at Vietnam Joint Stock Commercial Bank for Investment and Development, Nam Thai Nguyen branch, No. AAE0778427 owned by Mr. Dang Ngoc Hung, face value 60,000,000,000 VND, interest rate 5.3%/year, due date 12/08/2024.

+ Term savings card at Vietnam Joint Stock Commercial Bank for Investment and Development, Nam Thai Nguyen branch, No. AAE0778426 owned by Mr. Dang Ngoc Hung, face value 30,000,000,000 VND, interest rate 5.3%/year, due date 08/12/2024.

+ Term savings card at Vietnam Joint Stock Commercial Bank for Investment and Development, Nam Thai Nguyen branch, No. AAE0778447 owned by Mr. Dang Ngoc Hung, face value 20,000,000,000 VND, interest rate 5.0%/year, maturity date December 15, 2024.

- Real estate mortgage contract No. 03/2023/12024075/HDBĐ signed on December 21, 2023 between Thai Hung Trading Joint Stock Company and Vietnam Joint Stock Commercial Bank for Investment and Development. The mortgaged property is the Land Use Rights and assets attached to the land at the address: Group 03, Mai Dich Ward, Cau Giay District, Hanoi City according to the Land Use Rights Certificate No. BO 474050 issued by the People's Committee of Cau Giay District on August 1, 2013 owned by Thai Hung Trading Joint Stock Company. The value of the mortgaged property is VND 55,050,000,000.

Details of short-term loans and finance leases as follows:

	Beginning of year number	Amount of loan incurred during the year	Carryover from long-term loans	Loan amount repaid during the year	Year-end number
Short term bank loans	743,994,444,837	1,325,502,844,629	-	(1,694,301,876,391)	375,195,413,075
Long-term debt due	-	-	104,000,000,000	-	104,000,000,000
Add	<u>743,994,444,837</u>	<u>1,325,502,844,629</u>	<u>104,000,000,000</u>	<u>(1,694,301,876,391)</u>	<u>479,195,413,075</u>

**b. Long-term loans and financial leases**

This is a long-term loan from Vietnam Joint Stock Commercial Bank for Investment and Development - Nam Thai Nguyen Branch under Credit Contract No. 02/2023/1949269/HDTD signed on December 25, 2023, with a loan term of 72 months. The total outstanding loan balance is up to VND 600,000,000,000 and does not exceed 60% of the purchase price of the transferred capital according to the Capital Purchase and Sale Contract between B.C.H Joint Stock Company and Hengxing Group, Excel Pearl Company (Hong Kong) and Tuyen Quang Iron and Steel Company Limited and the guarantee issued is up to VND 650,000,000,000. The purpose of the loan is to buy back all capital contributions owned by Excel Pearl Company (Hong Kong) at Tuyen Quang Iron and Steel Company Limited and issue payment guarantees related to the purchase of the above capital. The current loan interest rate is 8%/year. The loan is secured by specific mortgage and pledge contracts:

- Mortgage Contract on Movable Property and Property Rights No. 01/2023/1949269/HĐTC signed on December 25, 2023 between B.C.H Joint Stock Company and Vietnam Joint Stock Commercial Bank for Investment and Development, the mortgaged property is the Company's entire rights, ownership and interests in the assets (currently existing or to be formed in the future) of the Project to acquire all capital contributions owned by Excel Pearl Company (Hong Kong) at Tuyen Quang Iron and Steel Company Limited. The value of the mortgaged property is VND 1,200,000,000,000.

- Deposit Pledge Contract No. 10/2023/1949269/HDBĐ signed on December 26, 2023 between Ms. Nguyen Thi Vinh and Vietnam Joint Stock Commercial Bank for Investment and Development. The collateral is a Term Savings Card at Vietnam Joint Stock Commercial Bank for Investment and Development, Nam Thai Nguyen branch, No. AAE0778475 owned by Ms. Nguyen



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Thi Vinh, face value 310,000,000,000 VND, interest rate 5.0%/year, due date December 26, 2024. The value of the collateral is 310,000,000,000 VND.

- Mortgage contract for debt collection rights of receivables No. 02/2023/1949269/HDBĐ signed on December 22, 2023 between B.C.H Joint Stock Company and Vietnam Joint Stock Commercial Bank for Investment and Development. The mortgaged assets are the Company's ownership and interests in receivables arising under the contracts: Metallurgical coke purchase contract No. 18-23/TC/TIS-BCH dated September 20, 2023 between Thai Nguyen Iron and Steel Joint Stock Company and BCH Joint Stock Company; Fat coal purchase contract No. 12-23/TC/TIS-BCH dated June 21, 2023 between Thai Nguyen Iron and Steel Joint Stock Company and BCH Joint Stock Company. The value of the mortgaged assets is VND 50,474,000,000.

- Real estate mortgage contract (obligation 2) No. 04/2023/12024075/HDBĐ signed on December 21, 2023 between Thai Hung Trading Joint Stock Company and Vietnam Joint Stock Commercial Bank for Investment and Development. The total value of the mortgaged assets is VND 183,835,000,000, specifically:

+ Land use rights and assets attached to land at address: Group 03, Mai Dich Ward, Cau Giay District, Hanoi City according to land use rights certificate No. AM 454570 issued by Cau Giay District People's Committee on November 3, 2016 owned by Thai Hung Trading Joint Stock Company.

+ Land use rights and assets attached to land at address: Group 03, Mai Dich Ward, Cau Giay District, Hanoi City according to land use rights certificate No. AN 203370 issued by Cau Giay District People's Committee on August 1, 2008 owned by Thai Hung Trading Joint Stock Company.

+ Land use rights and assets attached to land at address: Group 03, Mai Dich Ward, Cau Giay District, Hanoi City according to land use rights certificate No. AN 203372 issued by Cau Giay District People's Committee on August 1, 2008 owned by Thai Hung Trading Joint Stock Company.

+ Land use rights and assets attached to land at address: Group 03, Mai Dich Ward, Cau Giay District, Hanoi City according to land use rights certificate No. AN 203373 issued by Cau Giay District People's Committee on August 1, 2008 owned by Thai Hung Trading Joint Stock Company.

- Real estate mortgage contract No. 03/2023/12024075/HDBĐ signed on December 21, 2023 between Thai Hung Trading Joint Stock Company and Vietnam Joint Stock Commercial Bank for Investment and Development. The mortgaged property is the Land Use Rights and assets attached to the land at the address: Group 03, Mai Dich Ward, Cau Giay District, Hanoi City according to the Land Use Rights Certificate No. BO 474050 issued by the People's Committee of Cau Giay District on August 1, 2013 owned by Thai Hung Trading Joint Stock Company. The value of the mortgaged property is VND 55,050,000,000.

Details of the arising numbers of loans and long-term financial leases as follows:

	Beginning of year number	Transfer to short-term loan	Loan amount repaid during the year	Year-end number
Long term bank loans	540,000,000,000	(104,000,000,000)	(15,000,000,000)	421,000,000,000
Add	540,000,000,000	(104,000,000,000)	(15,000,000,000)	421,000,000,000

**16. Bonus and welfare fund**

	Beginning of year number	Increase due to provision from profit	Fund disbursement during the year	Year-end number
Bonus and welfare fund	111,256,693	-	-	111,256,693
Add	111,256,693	-	-	111,256,693



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	<b>Owner's equity</b>	<b>Undistributed profit after tax</b>	<b>Add</b>
Last year's opening balance	190,000,000,000	(51,562,358,751)	138,437,641,249
Profit in the previous year	-	2,645,393,403	2,645,393,403
<b>Last year ending balance</b>	<b>190,000,000,000</b>	<b>(48,916,965,348)</b>	<b>141,083,034,652</b>
Beginning balance of this year	190,000,000,000	(48,916,965,348)	141,083,034,652
Profit for the year	-	(49,980,478,742)	(49,980,478,742)
<b>End of year balance</b>	<b>190,000,000,000</b>	<b>(98,897,444,090)</b>	<b>91,102,555,910</b>

**b) Details of owner's capital contribution**

	<b>Year-end number</b>	<b>Proporti on</b>	<b>Beginning of year number</b>	<b>Proporti on</b>
Thai Hung Trading Joint Stock Company	18,674,000,000	9.83%	-	-
Mr. Nguyen Duy Luan	9,080,000,000	4.78%	16,680,000,000	8.78%
Mrs. Le Thu Phuong	13,430,000,000	7.07%	13,430,000,000	7.07%
Mr. Dang Ngoc Hung	11,260,000,000	5.93%	11,260,000,000	5.93%
Mr. Tran Nguyen Hung	9,680,000,000	5.09%	9,680,000,000	5.09%
Mr. Tran Van Hieu	9,680,000,000	5.09%	9,680,000,000	5.09%
Mr. Pham Ba Phu	17,260,000,000	9.08%	17,260,000,000	9.08%
Other shareholders	100,936,000,000	53.12%	112,010,000,000	58.96%
<b>Add</b>	<b>190,000,000,000</b>	<b>100.00%</b>	<b>190,000,000,000</b>	<b>100.00%</b>

**c) Stocks**

	<b>Year-end number</b>	<b>Beginning of year number</b>
Number of shares registered for issuance	19,000,000	19,000,000
Number of shares issued/sold to the public	19,000,000	19,000,000
- Common stock	19,000,000	19,000,000
- Preferred stock	-	-
Number of shares outstanding	19,000,000	19,000,000
- Common stock	19,000,000	19,000,000
- Preferred stock	-	-
Outstanding shares face value: 10,000 VND.		

**18. Items outside the separate Balance Sheet****a, Foreign currencies of all kinds**

	<b>Year-end number</b>	<b>Beginning of year number</b>
US Dollar (USD)	135.76	220.43

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**VI. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE SEPARATE STATEMENT OF INCOME****1. Net revenue from sales and services**

	<u>This year</u>	<u>Last year</u>
<b>Total revenue</b>	<b>4,845,498,292,642</b>	<b>3,843,305,614,192</b>
Sales revenue	4,829,941,198,743	3,831,862,885,456
Service revenue	15,557,093,899	11,442,728,736
Returned goods	(10,082,344,895)	(7,968,461,500)
<b>Net revenue</b>	<b>4,835,415,947,747</b>	<b>3,835,337,152,692</b>

**Net revenue from sales and services for stakeholders**

	<u>This year</u>	<u>Last year</u>
Tuyen Quang Iron and Steel Company Limited	2,717,566,183,960	-
<b>Add</b>	<b>2,717,566,183,960</b>	<b>-</b>

**2. Cost of goods sold**

	<u>This year</u>	<u>Last year</u>
Cost of goods sold	4,750,423,319,626	3,784,125,786,538
Cost of services provided	28,322,603,650	24,362,795,207
<b>Add</b>	<b>4,778,745,923,276</b>	<b>3,808,488,581,745</b>

**3. Financial revenue**

	<u>This year</u>	<u>Last year</u>
Term deposit interest	3,401,268,606	5,274,135,484
Other financial revenue	169,794	328,441
<b>Add</b>	<b>3,401,438,400</b>	<b>5,274,463,925</b>

**4. Financial costs**

	<u>This year</u>	<u>Last year</u>
Interest expense	90,153,990,488	13,545,200,269
LC costs, guarantees, late interest	14,055,838,120	10,554,181,347
Other financial costs	243,073,552	5,502,375
<b>Add</b>	<b>104,452,902,160</b>	<b>24,104,883,991</b>

**5. Cost of sales**

	<u>This year</u>	<u>Last year</u>
Employee costs	276,841,351	433,887,576
Cost of materials and packaging	-	10,362,569
Outsourcing service costs	919,614,969	1,108,682,940
<b>Add</b>	<b>1,196,456,320</b>	<b>1,552,933,085</b>



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**Notes to the Financial Statements(next)****6. Business management costs**

	<b>This year</b>	<b>Last year</b>
Employee costs	1,593,645,958	1,348,025,889
Material cost management	32,232,623	81,114,921
Fixed asset depreciation costs	1,341,509,655	1,384,547,539
Taxes, fees and charges	310,248,309	399,724,738
Outsourcing service costs	592,722,390	715,601,306
Other costs	260,183,993	1,810,000
<b>Add</b>	<b>4,130,542,928</b>	<b>3,930,824,393</b>

**7. Other income**

	<b>This year</b>	<b>Last year</b>
Profit from liquidation and sale of fixed assets	586,363,636	-
Production bonus	-	111,000,000
Other income	143,000,000	-
<b>Add</b>	<b>729,363,636</b>	<b>111,000,000</b>

**8. Other costs**

	<b>This year</b>	<b>Last year</b>
Tax fines, tax arrears	749,816,916	-
<b>Add</b>	<b>749,816,916</b>	-

**9. Current corporate income tax expense**

Corporate income tax payable for the year is estimated as follows:

	<b>This year</b>	<b>Last year</b>
Total accounting profit before tax	(49,728,891,817)	2,645,393,403
Adjustments to increase or decrease accounting profit to determine profit subject to corporate income tax:		
- Incremental adjustments	71,022,576,380	-
<i>Non-deductible interest expenses</i>	71,022,576,380	-
<i>Tax penalties and arrears</i>	70,272,759,464	-
- Adjustments for reduction	749,816,916	-
Taxable income	21,293,684,563	2,645,393,403
Losses from previous years are carried forward.	(21,293,684,563)	(2,645,393,403)
Taxable income	-	-
Corporate income tax rate	20%	20%
Corporate income tax payable	-	-
Adjustment of corporate income tax payable of previous years	251,586,925	-
<b>Current corporate income tax expense</b>	<b>251,586,925</b>	-

**10. Basic/diluted earnings per share**

The Company does not calculate this indicator on the separate financial statements because according to the provisions of accounting standard No. 30 on "Earnings per share" requires that in case the Company has to prepare both separate financial statements and consolidated financial statements, it only has to present information on earnings per share according to the provisions of this standard on the consolidated financial statements.

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**Notes to the Financial Statements(next)****11. Production and business costs by factor**

	<u>This year</u>	<u>Last year</u>
Cost of raw materials	32,232,623	91,477,490
Labor costs	1,870,487,309	1,781,913,465
Fixed asset depreciation costs	17,888,924,715	17,931,962,599
Outsourcing service costs	12,985,857,317	1,824,284,246
Other costs	911,797,490	1,810,000
<b>Add</b>	<b>33,689,299,454</b>	<b>21,631,447,800</b>

**VII. OTHER INFORMATION****1. Information about related parties**

Related parties to the Company include: key management members, individuals related to key management members and other related parties.

**A, Transactions and balances with key management members and individuals related to key management members**

Key management members include: members of the Board of Directors and members of the Executive Board (General Director, Chief Accountant). Individuals related to key management members are close family members of key management members.

**Guarantee commitment**

The Company uses the savings books of Mr. Pham Ba Phu, Mr. Dang Ngoc Hung, and Mr. Nguyen Duy Luan to secure the Company's loans at the Vietnam Joint Stock Commercial Bank for Investment and Development - Nam Thai Nguyen Branch (see note V.15a).

As at December 31, 2024, the Company has no debt with key management members and individuals related to key management members.

*Income from salaries, bonuses, allowances of key management members:*

	<u>This year</u>	<u>Last year</u>
Mr. Dang Ngoc Hung - General Director	190,325,715	231,301,528
Ms. Le Thu Phuong - Deputy General Director	279,341,717	210,318,644
Ms. Dang Thi Tuyen Dung - Chief Accountant	97,068,000	-

**B, Transactions with other related parties**

Other related parties to the Company include:

<u>Related parties</u>	<u>Relationship</u>
Tuyen Quang Iron and Steel Company Limited	Subsidiary

The main transactions during the year between the Company and other related parties are as follows:

	<u>This year</u>
<b>Tuyen Quang Iron and Steel Company Limited</b>	
Accounts receivable	2,987,645,146,422
Collect sales proceeds	2,748,632,597,542

At the end of the financial year, the liabilities to related parties are presented in notes V.3 and V.11/.



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**SEPARATE FINANCIAL STATEMENTS**

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**2. Department information****A, Information about business field**

The company has the following main business areas:

- + Commercial field
- + Asset leasing and transportation services

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Information on business results, fixed assets and other long-term assets and the value of major non-cash expenses of the Company's business segments is as follows:

	Commercial field	Service sector	Add
<b>This year</b>			
Net revenue from sales and services to outside	4,819,858,853,848	15,557,093,899	4,835,415,947,747
Net sales and service revenue between segments	-	-	-
<b>Total net revenue from sales and services</b>	<b>4,819,858,853,848</b>	<b>15,557,093,899</b>	<b>4,835,415,947,747</b>
Component cost	(4,750,423,319,626)	(28,322,603,650)	(4,778,745,923,276)
Business results by division			56,670,024,471
Costs not allocated by department			(5,326,999,248)
Profit from business activities			51,343,025,223
Financial revenue			3,401,438,400
Financial costs			(104,452,902,160)
Other income			729,363,636
Other costs			(749,816,916)
Current corporate income tax expense			(251,586,925)
<b>Profit after corporate income tax</b>			<b>(49,980,478,742)</b>
<b>Total cost incurred to purchase fixed assets and other long-term assets</b>			
<b>Total depreciation and amortization of long-term prepaid expenses</b>	<b>(1,341,509,655)</b>	<b>(16,547,415,060)</b>	<b>(17,888,924,715)</b>



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### **FINANCIAL REPORT**

For the fiscal year ending December 31, 2023

Notes to the Financial Statements(next)

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#### **B, Information about geographical area**

All activities of the Company take place only in Vietnam.

### **3. Financial Risk Management**

The Company's operations expose it to the following financial risks: credit risk, liquidity risk and market risk. The Board of Directors is responsible for establishing policies and controls to minimize financial risks as well as monitoring the implementation of applied policies and controls.

#### **A, Credit risk**

Credit risk is the risk that a party to a contract is unable to fulfill its obligations, resulting in a financial loss to the Company.

The Company's credit risks arise primarily from trade receivables and bank deposits.

##### *Accounts receivable*

The company minimizes credit risk by only dealing with financially sound entities, requiring letters of credit or collateral for first-time entities or entities with no known financial capacity. In addition, accounts receivable staff regularly monitor receivables to urge collection.

The Company's trade receivables are related to many entities and individuals, so the concentration of credit risk for trade receivables is low.

##### *Bank deposit*

The Company's term and non-term bank deposits are held at domestic banks. The Board of Directors does not foresee any significant credit risks from these deposits.

#### **B, Liquidity risk**

Liquidity risk is the risk that the Company will have difficulty meeting its financial obligations due to lack of funds.

The Board of Directors has ultimate responsibility for liquidity risk management. The liquidity risk of

The Company mainly arises from the fact that financial assets and financial liabilities have different maturities.

The Company manages liquidity risk by maintaining an appropriate level of cash and cash equivalents and borrowings deemed adequate by the Board of Directors to meet the Company's operational needs and to mitigate the effects of fluctuations in cash flows.

The maturity of financial liabilities based on undiscounted contractual payments is as follows:

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**SEPARATE FINANCIAL STATEMENTS**

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**Notes to the Financial Statements(next)**

<b>Year-end number</b>	<b>From 1 year back down</b>	<b>Over 1 year to 5 years</b>	<b>Over 5 years</b>	<b>Add</b>
Loans and Debts	479,195,413,075	421,000,000,000	-	900,195,413,075
Payable to seller	672,216,544,157	-	-	672,216,544,157
Other payables	1,990,783,497	-	-	1,990,783,497
<b>Add</b>	<b>1,153,402,740,729</b>	<b>421,000,000,000</b>	<b>-</b>	<b>1,574,402,740,729</b>
<b>Beginning of year number</b>				
Loans and Debts	743,994,444,837	540,000,000,000	-	1,283,994,444,837
Payable to seller	555,140,439,586	-	-	555,140,439,586
Other payables	2,234,294,841	-	-	2,234,294,841
<b>Add</b>	<b>1,301,369,179,264</b>	<b>540,000,000,000</b>	<b>-</b>	<b>1,841,369,179,264</b>

The Company believes that the concentration of risk with respect to debt repayment is low. The Company is able to repay its debts when they fall due from cash flows from operations and proceeds from maturing financial assets.

**C, Market risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk includes three types: currency risk, interest rate risk and other price risk.

The sensitivity analyses presented below are based on a constant value of net debt, with the ratio of fixed-rate debt to floating-rate debt remaining constant.

**Foreign exchange risk**

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

**Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

Interest rate risk of Company mainly related to loans.

The Company manages interest rate risk by analyzing market conditions to obtain the most favorable interest rates while remaining within its risk management limits.

**Other price risks**

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices other than changes in interest rates and foreign exchange rates.



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**Notes to the Financial Statements(next)****4. Fair value of financial assets and liabilities**

	<b>Book value</b>		<b>Fair value</b>	
	<b>Year-end number</b>	<b>Beginning of year number</b>	<b>Year-end number</b>	<b>Beginning of year number</b>
<b>Financial assets</b>				
Cash and cash equivalents	5,671,250,590	9,520,125,251	5,671,250,590	9,520,125,251
Trading securities	9,766,953,487	9,766,953,487	9,766,953,487	9,766,953,487
Held to maturity investments	73,000,000,000	73,000,000,000	73,000,000,000	73,000,000,000
Accounts receivable	75,109,816,300	562,106,055,641	75,109,816,300	562,106,055,641
Other receivables	6,816,896,614	2,872,855,027	6,816,896,614	2,872,855,027
Financial assets available for sale	902,197,291,310	902,197,291,310	902,197,291,310	902,197,291,310
<b>Add</b>	<b>1,072,562,208,301</b>	<b>1,559,463,280,716</b>	<b>1,072,562,208,301</b>	<b>1,559,463,280,716</b>
<b>Financial liabilities</b>				
Loans and Debts	900,195,413,075	1,283,994,444,837	900,195,413,075	1,283,994,444,837
Payable to seller	672,216,544,157	555,140,439,586	672,216,544,157	555,140,439,586
Other payables	1,990,783,497	2,234,294,841	1,990,783,497	2,234,294,841
<b>Add</b>	<b>1,574,402,740,729</b>	<b>1,841,369,179,264</b>	<b>1,574,402,740,729</b>	<b>1,841,369,179,264</b>

The fair value of financial assets and financial liabilities is included at the amount at which they could be exchanged in a current transaction between knowledgeable, willing parties.

The Company uses the following methods and assumptions to estimate fair value:

- The fair value of cash, short-term bank deposits, trade receivables, payables to suppliers and other short-term liabilities is equivalent to the book value of these items because these instruments have short maturities.
- The fair value of receivables and loans with fixed or variable interest rates is assessed based on information such as interest rates, risks, repayment capacity and the nature of risks related to the debt. Based on this assessment, the Company estimates the allowance for the portion that is likely to be uncollectible.

The fair value of listed available-for-sale financial assets is the published trading price at the end of the financial year. The fair value of unlisted available-for-sale financial assets is estimated using appropriate valuation methods.

**5. Collateral**

The Company is using the fixed assets of Thai Hung Trading Joint Stock Company to secure the Company's loan at the Vietnam Joint Stock Commercial Bank for Investment and Development, Nam Thai Nguyen branch (see note V.15b).

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**SEPARATE FINANCIAL STATEMENTS**

For the fiscal year ending December 31, 2024

**Notes to the Financial Statements(next)****6. Information on ongoing operations**

The Company temporarily stopped the entire steel billet production line according to Resolution of the Extraordinary General Meeting of Shareholders No. 02/2014/BCH-ĐHĐCĐ dated August 1, 2014. B.C.H Joint Stock Company leased the entire production line to Thai Hung Trading Joint Stock Company as collateral at the bank with a maximum agreed rental price of 3.5% of the appraised asset value approved by the bank.

These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

However, since the temporary suspension of the steel billet production line, the Company has gradually promoted the steel billet trading business, helping the Company to remain stable in the market with a revenue of VND 4,845,498,292,642 in 2024. In addition, due to its demonstrated financial capacity and good business development orientation, the Company continues to receive loans from Vietnam Joint Stock Commercial Bank for Industry and Trade - Nam Thai Nguyen Branch, Vietnam Joint Stock Commercial Bank for Investment and Development - Hai Duong Branch, Vietnam Joint Stock Commercial Bank for Investment and Development - Nam Thai Nguyen Branch during the year. Therefore, the Company's working capital has always been maintained at a stable level, creating favorable conditions for sustainable development. The Company's Board of Directors affirms that there are no plans to stop the Company's operations in the coming years. Therefore, the separate financial statements for the fiscal year ending December 31, 2024 are still prepared on the basis of the going concern assumption.

**7. Significant events occurring after the end of the financial year**

The Board of Directors of the Company confirms that there are no events occurring after December 31, 2024 up to the date of this report that have not been considered for adjustment of figures or disclosure in the Financial Statements.

**8. Comparison information**

The above comparative figures are figures on the 2023 Separate Financial Statements audited by Nhan Tam Viet Auditing Company Limited.

Established on March 29, 2025

The chartist



Le Ngoc Anh

Chief Accountant



Dang Thi Tuyen Dung

Deputy General Director



Le Thu Phuong