

# **Vietnam Vegetable Oils Industry Corporation**

Financial statements

For the year ended 31 December 2024



# Vietnam Vegetable Oils Industry Corporation

## CONTENTS

	<i>Pages</i>
General information	1
Report of management	2
Independent auditors' report	3 - 4
Balance sheet	5 - 6
Income statement	7
Cash flow statement	8 - 9
Notes to the financial statements	10 - 32

# Vietnam Vegetable Oils Industry Corporation

## GENERAL INFORMATION

### THE COMPANY

Vietnam Vegetable Oils Industry Corporation ("the Company") was equitized according to the Decision No. 446/QĐ-TTg dated 31 March 2014 issued by the Prime Minister and was formalized under the Joint Stock Business Registration Certificate No. 0300585984 dated 31 December 2014 issued by the Department of Planning and Investment of Ho Chi Minh City and the subsequent amended Enterprise Registration Certificate.

The current principal activities of the Company are to produce and trade all kinds of vegetables oils.

The Company's registered head office is located at No. 58 Nguyen Binh Khiem, Da Kao Ward, District 1, Ho Chi Minh City, Vietnam and one (1) branch is located at No. 138 - 142 Hai Ba Trung, Da Kao Ward, District 1, Ho Chi Minh City, Vietnam.

### BOARD OF DIRECTORS

Members of the Board of Directors during the year and at the date of this report are:

Mr Tran Kim Thanh	Chairman
Mr Tran Le Nguyen	Member
Ms Nguyen Thi Xuan Lieu	Member

### BOARD OF SUPERVISION

Members of the Board of Supervision during the year and at the date of this report are:

Ms Nguyen Mai Thi	Head	appointed on 17 April 2024
Mr Pham Van Truong	Head	resigned on 17 April 2024
Ms Nguyen Thi Ngoc Chi	Member	
Ms Huynh Ngoc Nu Phuong Nga	Member	appointed on 17 April 2024

### MANAGEMENT

Members of the management during the year and at the date of this report are:

Mr Tran Tien Hoang	General Director	appointed on 10 July 2024
Ms Nguyen Thi Xuan Lieu	General Director	resigned on 10 July 2024
Mr Bui Thanh Tung	Deputy General Director	

### LEGAL REPRESENTATIVE

The legal representative of the Company during the year and at the date of this report are:

Mr Tran Tien Hoang	General Director	from 10 July 2024
Ms Nguyen Thi Xuan Lieu	General Director	to 10 July 2024

### AUDITOR

The auditor of the Company is Ernst & Young Vietnam Limited.

# Vietnam Vegetable Oils Industry Corporation

## REPORT OF MANAGEMENT

Management of Vietnam Vegetable Oils Industry Corporation ("the Company") is pleased to present this report and the financial statements of the Company for the year ended 31 December 2024.

### MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE FINANCIAL STATEMENTS

Management is responsible for the financial statements of each financial year which give a true and fair view of the financial position of the Company and of the results of its operations and its cash flows for the year. In preparing those financial statements, management is required to:

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgements and estimates that are reasonable and prudent;
- ▶ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- ▶ prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue its business.

Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Company and to ensure that the accounting records comply with the applied accounting system. It is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Management confirmed that it has complied with the above requirements in preparing the accompanying financial statements.

### STATEMENT BY MANAGEMENT

Management does hereby state that, in its opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December 2024 and of the results of its operations and its cash flows for the year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the financial statements.

For and on behalf of the management:



Tran Tien Hoang  
General Director

Ho Chi Minh City, Vietnam

31 March 2025



Reference: 12815815/67712789

## INDEPENDENT AUDITORS' REPORT

**To: The Shareholders of Vietnam Vegetable Oils Industry Corporation**

We have audited the accompanying financial statements of Vietnam Vegetable Oils Industry Corporation ("the Company") as prepared on 31 March 2025 and set out on pages 5 to 32, which comprise the balance sheet as at 31 December 2024, the income statement and the cash flow statement for the year then ended and the notes thereto.

### *Management's responsibility*

The Company's management is responsible for the preparation and fair presentation of these financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the financial statements, and for such internal control as management determines is necessary to enable the preparation and presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' responsibility*

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the 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 financial statements.

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



Shape the future  
with confidence

### Opinion

In our opinion, the financial statements give a true and fair view, in all material respects, of the financial position of the Company as at 31 December 2024, and of the results of its operations and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the financial statements.

**Ernst & Young Vietnam Limited**



Duong Le Anthony  
Deputy General Director  
Audit Practicing Registration Certificate  
No. 2223-2023-004-1

Nguyen Minh Thanh  
Auditor  
Audit Practicing Registration Certificate  
No. 5559-2025-004-1

Ho Chi Minh City, Vietnam

31 March 2025

BALANCE SHEET  
as at 31 December 2024

VND

Code	ASSETS	Notes	Ending balance	Beginning balance
<b>100</b>	<b>A. CURRENT ASSETS</b>		<b>1,724,545,208,567</b>	<b>1,820,390,915,327</b>
<b>110</b>	<b>I. Cash and cash equivalents</b>	<b>4</b>	<b>81,161,183,093</b>	<b>685,293,095,752</b>
111	1. Cash		31,161,183,093	85,293,095,752
112	2. Cash equivalents		50,000,000,000	600,000,000,000
<b>120</b>	<b>II. Short-term investment</b>		<b>103,700,000,000</b>	<b>103,700,000,000</b>
123	1. Held-to-maturity investments	12.1	103,700,000,000	103,700,000,000
<b>130</b>	<b>III. Current accounts receivable</b>		<b>1,435,611,092,227</b>	<b>895,603,160,026</b>
131	1. Short-term trade receivables	5	52,438,684,778	105,100,865,147
132	2. Short-term advances to suppliers		490,781,252	285,226,000
135	3. Short-term loan receivables	6	1,325,000,000,000	740,000,000,000
136	4. Other short-term receivables	7	57,681,626,197	50,217,068,879
<b>140</b>	<b>IV. Inventory</b>		<b>48,412,323,860</b>	<b>67,118,379,659</b>
141	1. Inventories	8	48,412,323,860	67,118,379,659
<b>150</b>	<b>V. Other current assets</b>		<b>55,660,609,387</b>	<b>68,676,279,890</b>
152	1. Value-added tax deductible	15	36,563,193,445	36,476,849,463
153	2. Tax and other receivables from the State	15	19,097,415,942	32,199,430,427
<b>200</b>	<b>B. NON-CURRENT ASSETS</b>		<b>500,321,551,597</b>	<b>502,571,655,661</b>
<b>210</b>	<b>I. Long-term receivable</b>		<b>11,122,718,237</b>	<b>6,240,082,930</b>
216	1. Other long-term receivables	7	11,122,718,237	6,240,082,930
<b>220</b>	<b>II. Fixed assets</b>		<b>58,826,552,280</b>	<b>65,766,910,519</b>
221	1. Tangible fixed assets	9	58,286,874,729	65,123,212,900
222	Cost		287,955,318,398	288,435,260,078
223	Accumulated depreciation		(229,668,443,669)	(223,312,047,178)
227	2. Intangible assets	10	539,677,551	643,697,619
228	Cost		4,790,083,240	4,790,083,240
229	Accumulated amortisation		(4,250,405,689)	(4,146,385,621)
<b>230</b>	<b>III. Investment properties</b>	<b>11</b>	<b>4,023,778,918</b>	<b>4,216,160,050</b>
231	1. Cost		11,797,057,729	11,797,057,729
232	2. Accumulated depreciation		(7,773,278,811)	(7,580,897,679)
<b>250</b>	<b>IV. Long-term investments</b>		<b>426,348,502,162</b>	<b>426,348,502,162</b>
252	1. Investments in associates	12.2	378,763,488,686	378,763,488,686
254	2. Provision for diminution in value of long-term investments	12.2	(47,192,438,524)	(47,192,438,524)
255	3. Held-to-maturity investments	12.1	94,777,452,000	94,777,452,000
<b>270</b>	<b>TOTAL ASSETS</b>		<b>2,224,866,760,164</b>	<b>2,322,962,570,988</b>



BALANCE SHEET (continued)  
as at 31 December 2024

VND

Code	RESOURCES	Notes	Ending balance	Beginning balance
<b>300</b>	<b>C. LIABILITIES</b>		<b>60,534,783,045</b>	<b>58,578,067,230</b>
<b>310</b>	<b>I. Current liabilities</b>		<b>53,242,154,920</b>	<b>50,204,736,052</b>
311	1. Short-term trade payables	13	7,374,337,142	869,533,843
312	2. Short-term advances from customers	14	5,952,511,559	6,063,767,250
313	3. Statutory obligations	15	1,296,031,915	4,004,854,756
314	4. Payables to employees		590,341,523	1,461,758,520
315	5. Short-term accrued expenses		354,368,719	4,194,051,784
319	6. Other short-term payables	16	13,087,729,306	13,024,471,472
320	7. Short-term borrowing	17	1,102,613,917	1,060,584,532
322	8. Bonus and welfare fund	18	23,484,220,839	19,525,713,895
<b>330</b>	<b>II. Non-current liabilities</b>		<b>7,292,628,125</b>	<b>8,373,331,178</b>
337	1. Other long-term liabilities		-	62,856,000
338	2. Long-term borrowing	17	5,344,140,125	6,154,615,178
342	3. Long-term provisions	3.12	1,948,488,000	2,155,860,000
<b>400</b>	<b>D. OWNERS' EQUITY</b>		<b>2,164,331,977,119</b>	<b>2,264,384,503,758</b>
<b>410</b>	<b>I. Capital</b>	<b>19.1</b>	<b>2,164,331,977,119</b>	<b>2,264,384,503,758</b>
411	1. Share capital		1,218,000,000,000	1,218,000,000,000
411a	- Shares with voting rights		1,218,000,000,000	1,218,000,000,000
418	2. Investment and development fund		21,541,711,415	21,541,711,415
421	3. Undistributed earnings		924,790,265,704	1,024,842,792,343
421a	- Undistributed earnings by the end of prior year		872,882,792,343	-
421b	- Undistributed earnings of current year		51,907,473,361	1,024,842,792,343
<b>440</b>	<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>		<b>2,224,866,760,164</b>	<b>2,322,962,570,988</b>


Tran Thi Mai Phuong  
Preparer

Ho Minh Son  
Chief AccountantTran Tien Hoang  
General Director

Ho Chi Minh City, Vietnam

31 March 2025

INCOME STATEMENT  
for the year ended 31 December 2024

VND

Code	ITEMS	Notes	Current year	Previous year
01	1. Revenue from sale of goods and rendering of services	20.1	419,433,897,205	844,057,986,258
02	2. Deductions	20.1	(463,119,419)	-
10	3. Net revenue from sale of goods and rendering of services	20.1	418,970,777,786	844,057,986,258
11	4. Cost of goods sold and services rendered	21	(416,295,884,466)	(955,068,952,241)
20	5. Gross profit (loss) from sale of goods and rendering of services		2,674,893,320	(111,010,965,983)
21	6. Finance income	20.2	103,703,423,051	1,695,745,108,885
22	7. Finance expenses		(250,433,830)	(17,812,527,899)
23	In which: Interest expense		-	(10,760,772,575)
25	8. Selling expenses	22	(16,265,508,132)	(23,285,294,324)
26	9. General and administrative expenses	23	(25,018,853,548)	(30,016,515,158)
30	10. Operating profit		64,843,520,861	1,513,619,805,521
31	11. Other income		373,025,326	166,003,698
32	12. Other expenses		(207,058,341)	(332,200,493)
40	13. Other profit (loss)		165,966,985	(166,196,795)
50	14. Accounting profit before tax		65,009,487,846	1,513,453,608,726
51	15. Current corporate income tax expense	25	(13,102,014,485)	(208,810,667,589)
60	16. Net profit after tax		51,907,473,361	1,304,642,941,137
70	17. Basic earnings per share	19.4	426	10,664
71	18. Diluted earnings per share	19.4	426	10,664

Tran Thi Mai Phuong  
Preparer

Ho Minh Son  
Chief Accountant

Tran Tien Hoang  
General Director

Ho Chi Minh City, Vietnam

31 March 2025



CASH FLOW STATEMENT  
for the year ended 31 December 2024

VND

Code	ITEMS	Notes	Current year	Previous year
	<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01	<b>Accounting profit before tax</b>		<b>65,009,487,846</b>	<b>1,513,453,608,726</b>
	<i>Adjustments for:</i>			
02	Depreciation of tangible fixed assets and investment properties and amortization of intangible assets	9, 10, 11	7,132,739,371	7,442,845,235
04	Foreign exchange gain arising from revaluation of monetary accounts denominated in monetary currency		(219,160,891)	(706,305,086)
05	Profits from investing activities		(100,840,064,203)	(1,687,935,430,129)
06	Interest expense		-	10,760,772,575
08	<b>Operating loss before changes in working capital</b>		<b>(28,916,997,877)</b>	<b>(156,984,508,679)</b>
09	Decrease in receivables		66,009,791,376	158,837,822,503
10	Decrease in inventories		18,706,055,799	401,474,081,654
11	Decrease in payables		(13,878,690,642)	(69,358,380,983)
12	Decrease in prepaid expenses		-	395,104,005
14	Interest paid		-	(11,334,499,935)
15	Corporate income tax paid	15	-	(230,000,000,000)
17	Other cash outflows for operating activities	18	(1,841,493,056)	(4,568,031,668)
20	<b>Net cash flows from operating activities</b>		<b>40,078,665,600</b>	<b>88,461,586,897</b>
	<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
23	Loans to other entities and purchase of debt instruments		(933,700,000,000)	(1,498,477,452,000)
24	Collections from borrowers and bond		348,700,000,000	680,000,000,000
26	Proceeds from sales of capital investment in other entities		-	2,153,721,271,605
27	Interest and dividends received		87,962,291,731	72,449,663,527
30	<b>Net cash flows (used in) from investing activities</b>		<b>(497,037,708,269)</b>	<b>1,407,693,483,132</b>
	<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
34	Repayment of borrowings	17	(1,060,584,532)	(513,050,810,711)
36	Dividends paid	19.2	(146,160,000,000)	(365,400,000,000)
40	<b>Net cash flows used in financing activities</b>		<b>(147,220,584,532)</b>	<b>(878,450,810,711)</b>

CASH FLOW STATEMENT (continued)  
for the year ended 31 December 2024

VND

Code	ITEMS	Notes	Current year	Previous year
50	Net (decrease) increase in cash for the year		(604,179,627,201)	617,704,259,318
60	Cash and cash equivalent at beginning of year		685,293,095,752	66,544,065,330
61	Impact of exchange rate fluctuation		47,714,542	1,044,771,104
70	Cash and cash equivalents at end of year	4	81,161,183,093	685,293,095,752


Tran Thi Mai Phuong  
Preparer

Ho Minh Son  
Chief AccountantTran Tien Hoang  
General Director

Ho Chi Minh City, Vietnam

31 March 2025

## NOTES TO THE FINANCIAL STATEMENTS

as at 31 December 2024 and for the year then ended

**1. CORPORATE INFORMATION**

Vietnam Vegetable Oils Industry Corporation ("the Company") was equitized according to the Decision No. 446/QĐ-TTg dated 31 March 2014 issued by the Prime Minister and was formalized under the Joint Stock Business Registration Certificate No. 0300585984 dated 31 December 2014 issued by the Department of Planning and Investment of Ho Chi Minh City and the subsequent amended Enterprise Registration Certificates.

The current principal activities of the Company are to produce and trade all kinds of vegetables oils.

The Company's normal course of business cycle is 12 months.

The Company's registered head office is located at No. 58 Nguyen Binh Khiem, Da Kao Ward, District 1, Ho Chi Minh City, Vietnam and one (1) branch is No. 138 - 142 Hai Ba Trung, Da Kao Ward, District 1, Ho Chi Minh City, Vietnam.

The number of Company's employees as at 31 December 2024 is 57 (31 December 2023: 66).

**2. BASIS OF PREPARATION****2.1 Accounting standards and system**

The financial statements of the Company, expressed in Vietnam dong ("VND"), are prepared in accordance with the Vietnamese Accounting System and Vietnamese Accounting Standards issued by the Ministry of Finance as per:

- ▶ Decision No. 149/2001/QĐ-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 1);
- ▶ Decision No. 165/2002/QĐ-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 2);
- ▶ Decision No. 234/2003/QĐ-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 3);
- ▶ Decision No. 12/2005/QĐ-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 4); and
- ▶ Decision No. 100/2005/QĐ-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 5).

Accordingly, the accompanying financial statements, including their utilisation are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the financial position and results of operations and cash flows of the Company in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

**2.2 Applied accounting documentation system**

The Company's applied accounting documentation system is the General Journal system.

**2.3 Fiscal year**

The Company's fiscal year applicable for the preparation of its financial statements starts on 1 January and ends on 31 December.

**2.4 Accounting currency**

The financial statements are prepared in VND which is also the Company's accounting currency.



NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### 3.1 *Cash and cash equivalents*

Cash and cash equivalents comprise cash on hand, cash in banks and short-term, highly liquid investments with an original maturity of less than three (3) months that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value.

#### 3.2 *Inventories*

Inventories are measured at their historical costs. The cost of inventories comprise costs of purchase, costs of conversion (including raw materials, direct labor cost, other directly related cost, manufacturing general overheads allocated based on the normal operating capacity) incurred in bringing the inventories to their present location and condition.

In case the net realizable value is lower than the original price, it must be calculated according to the net realizable value.

Net realisable value ("NRV") represents the estimated selling price in the ordinary course of business less the estimated costs to complete and the estimated costs necessary to make the sale.

The perpetual method is used to record inventories, which are valued as follows:

Raw materials and merchandise	- cost of purchase on a weighted average basis.
Finished goods and work-in-process	- cost of finished goods, work-in-process on a weighted average basis.

##### *Provision for obsolete inventories*

An inventory provision is created for the estimated loss arising due to the impairment of value (through diminution, damage, obsolescence, etc.) of raw materials, finished goods, and other inventories owned by the Company, based on appropriate evidence of impairment available at the balance sheet date.

Increases or decreases to the provision balance are recorded into the cost of goods sold account in the income statement. When inventories are expired, obsolescence, damage or become useless, the difference between the provision previously made and the historical cost of inventories are included in the income statement.

#### 3.3 *Receivables*

Receivables are presented in the financial statements at the carrying amounts due from customers and other debtors, after provision for doubtful receivables.

The provision for doubtful receivables represents amounts of outstanding receivables at the balance sheet date which are doubtful of being recovered. Increases or decreases to the provision balance are recorded into general and administrative expense account in the income statement. When bad debts are determined as unrecoverable and accountant writes off those bad debts, the differences between the provision for doubtful receivables previously made and historical cost of receivables are included in the income statement.

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**3.4 Tangible fixed assets**

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises its purchase price and any directly attributable costs of bringing the tangible fixed asset to working condition for its intended use.

Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and expenditures for maintenance and repairs are charged to the income statement as incurred.

When tangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the income statement.

**3.5 Leased assets**

The determination of whether an arrangement is, or contains a lease is based on the substance of the arrangement at inception date and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset.

A lease is classified as a finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership of the asset to the lessee. All other leases are classified as operating leases.

*Where the Company is the lessee*

Rentals under operating leases are charged to the income statement on a straight-line basis over the lease term.

*Where the Company is the lessor*

Assets subject to operating leases are included as the Company's tangible fixed assets in the balance sheet. Initial direct costs incurred in negotiating an operating lease are recognised in the income statement as incurred.

Lease income is recognised in the income statement on a straight-line basis over the lease term.

**3.6 Intangible assets**

Intangible assets are stated at cost less accumulated amortisation.

The cost of an intangible asset comprises its purchase price and any directly attributable costs of preparing the intangible asset for its intended use.

Expenditures for additions, improvements are added to the carrying amount of the assets and other expenditures are charged to the income statement as incurred.

When intangible assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the income statement.

*Land use rights*

Land use rights are recorded as intangible assets representing the value of the right to use the lands acquired or leased by the Company. The useful lives of land use rights are assessed as either finite or indefinite. Accordingly, land use rights with finite lives representing the land lease are amortized to the income statement over the term of lease while the land use rights with indefinite useful lives are not amortized.



NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**3.6 Intangible assets (continued)**

*Land use rights (continued)*

The advance payment for land rental, of which the land lease contracts have effectiveness prior to 2003 and land use right certificate being issued, are recorded as intangible asset according to Circular No. 45/2013/TT-BTC issued by the Ministry of Finance on 25 April 2013 guiding the management, use and depreciation of fixed assets ("Circular 45").

**3.7 Depreciation and amortisation**

Depreciation of tangible fixed assets and amortisation of intangible assets are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Buildings & structures	10 - 50 years
Machinery & equipment	6 - 20 years
Office equipment	8 - 10 years
Land use rights	25 years

**3.8 Investment properties**

Investment properties are stated at cost including transaction costs less accumulated depreciation.

Subsequent expenditure relating to an investment property that has already been recognized is added to the net book value of the investment property when it is probable that future economic benefits, in excess of the originally assessed standard of performance of the existing investment property, will flow to the Company.

Depreciation of investment properties are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Buildings & structures	50 years
------------------------	----------

Investment properties are derecognized when either they have been disposed of or when the investment properties are permanently withdrawn from use and no future economic benefit is expected from its disposal.

Transfers are made to investment properties when, and only when, there is a change in use, evidenced by ending of owner-occupation, commencement of an operating lease to another party or ending of construction or development. Transfers are made from investment properties when, and only when, there is change in use, evidenced by commencement of owner-occupation or commencement of development with a view to sale. The transfer from investment property to owner-occupied property or inventories does not change the cost or the carrying value of the property for subsequent accounting at the date of change in use.

**3.9 Investments**

*Investments in associates*

Investments in associates over which the Company has significant influence are carried at cost.

Distributions from accumulated net profits of the associates arising subsequent to the date of acquisition are recognized in the income statement. Distributions from sources other than from such profits are considered a recovery of investment and are deducted to the cost of the investment.

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**3.9 Investments (continued)**

*Provision for diminution in value of investments*

Provision of the investment is made when there are reliable evidences of the diminution in value of those investments at the balance sheet date.

Increases or decreases to the provision balance are recorded into finance expense account in the income statement.

*Held-to-maturity investments*

Held-to-maturity investments are stated at their acquisition costs. After initial recognition, held-to-maturity investments are measured at recoverable amount. Any impairment loss incurred is recognized as the finance expense in the income statement and deducted against the value of such investments.

**3.10 Payables and accruals**

Payables and accruals are recognized for amounts to be paid in the future for goods and services received, whether or not billed to the Company.

**3.11 Accrual for severance pay**

The severance pay to employee is accrued at the end of each reporting year for employees who have been worked for more than 12 months at the Company. The accrued amount is calculated at the rate of one-half of the average monthly salary for each year of service qualified for severance pay in accordance with the Labour Code and related implementing guidance. The average monthly salary used in this calculation is adjusted at the end of each reporting period following the average monthly salary of the last 6-month period up to the reporting date.

Increases or decreases to the accrued amount other than actual payment to employee will be taken to the income statement.

This accrued severance pay is used to settle the termination allowance to be paid to employee upon termination of their labour contract following Article 46 of the Labour Code.

**3.12 Foreign currency transactions**

Transactions in currencies other than the Company's reporting currency of VND are recorded at the actual transaction exchange rates at transaction dates which are determined as follows:

- Transactions resulting in receivables are recorded at the buying exchange rates of the commercial banks designated for collection; and
- Transactions resulting in liabilities are recorded at the selling exchange rates of the commercial banks designated for payment.

At the end of the year, monetary balances denominated in foreign currencies are translated at the actual exchange rates at the balance sheet dates which are determined as follows:

- Monetary assets are translated at buying exchange rate of the commercial bank where the Company conducts transactions regularly; and
- Monetary liabilities are translated at selling exchange rate of the commercial bank where the Company conducts transactions regularly.

All foreign exchange differences are taken to the income statement.



NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**3. SUMMARY of SIGNIFICANT ACCOUNTING POLICIES (continued)**

**3.13 Share capital**

*Ordinary shares*

Ordinary shares are recognised at issuance price less incremental costs directly attributable to the issue of shares, net of tax effects. Such costs are recognised as a deduction from share premium.

**3.14 Appropriation of net profits**

Net profit after tax is available for appropriation to shareholders after approval in the annual general meeting, and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

The Company maintains the following reserve funds which are appropriated from the Company's net profit as proposed by the Board of Directors and subject to approval by shareholders at the Annual General Meeting.

*Investment and development fund*

This fund is set aside for use in the Company's expansion of its operation or of in-depth investment.

*Bonus and welfare fund*

This fund is set aside for the purpose of pecuniary rewarding and encouraging, common benefits and improvement of the employees' benefits, and presented as a liability on the balance sheet.

*Dividends*

Dividends proposed by the Company's Board of Directors are classified as allocation of undistributed earnings within the equity section of the balance sheet, until they have been approved by the Company's shareholders at the Annual General Meeting. When these dividends have been approved by the shareholders and declared, they are recognized as a liability in the balance sheet.

**3.15 Revenue recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, excluding trade discount, rebate and sales return. The following specific recognition criteria must also be met before revenue is recognized:

*Sale of goods*

Revenue is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer, usually upon the delivery of the goods.

*Periodic rental income*

Rental income arising from operating leases is recognised in the income statement on a straight line basis over the terms of the lease.

*Rendering of services*

Revenue is recognized when service is rendered and completed.

*Interest income*

Interest is recognized on an accrual basis based on the time and actual interest rate for each period.

*Dividend and profit distribution income*

Dividend and profit distribution income are recognized when Company is entitled to receive dividends or when the Company are entitled to receive profits from its capital contributions.

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**3.16 Taxation**

*Current income tax*

Current income tax assets and liabilities for the current and prior years are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted as at the balance sheet date.

Current income tax is charged or credited to the income statement, except when it relates to items recognized directly to equity, in which case the current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Company to set off current tax assets against current tax liabilities and when the Company intends to settle its current tax assets and liabilities on a net basis.

*Deferred tax*

Deferred tax is provided using the liability method on temporary differences at the balance sheet date between the tax base of assets and liabilities and their carrying amount for financial reporting purposes.

Deferred tax liabilities are recognized for all taxable temporary differences, except:

- ▶ where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the related transaction affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures where timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognized for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profit will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be utilized, except:

- ▶ where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of deductible temporarily differences associated with investments in subsidiaries, associates, and interests in joint ventures, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized. Previously unrecognized deferred income tax assets are re-assessed at each balance sheet date and are recognized to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized, or the liability is settled based on tax rates and tax laws that have been enacted at the balance sheet date.



NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**3.16 Taxation (continued)**

*Deferred tax (continued)*

Deferred tax is charged or credited to the income statement, except when it relates to items recognized directly to equity, in which case the deferred tax is also dealt with in the equity account.

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Company to off-set current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority on:

- ▶ either the same taxable entity; or
- ▶ when the Company intends either settle current tax liabilities and assets on a net basis or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

**3.17 Related parties**

Parties are considered to be related parties of the Company if one party has the ability to, directly or indirectly, control the other party or exercise significant influence over the other party in making financial and operating decisions, or when the Company and other party are under common control or under common significant influence. Related parties can be enterprise or individual, including close members of their families.

**4. CASH AND CASH EQUIVALENTS**

	VND	
	<i>Ending balance</i>	<i>Beginning balance</i>
Cash on hand	7,448,801	7,448,801
Cash in banks	31,153,734,292	85,285,646,951
Cash equivalents (*)	50,000,000,000	600,000,000,000
<b>TOTAL</b>	<b>81,161,183,093</b>	<b>685,293,095,752</b>

(\*) Cash equivalents represent bank deposits at commercial bank with original maturity of three (3) months and earn interest at the rate of 4.75% per annum.

**5. SHORT-TERM TRADE RECEIVABLES**

	VND	
	<i>Ending balance</i>	<i>Beginning balance</i>
Due from related parties (Note 26)	37,976,794,832	104,485,731,707
Due from other parties	14,461,889,946	615,133,440
- Sumitomo Corporation Asia and Oceania Pte, Ltd	9,595,948,148	-
- Sumitomo Corporation Vietnam - Ho Chi Minh Branch	4,847,850,000	615,133,440
- Others	18,091,798	-
<b>TOTAL</b>	<b>52,438,684,778</b>	<b>105,100,865,147</b>



NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

## 6. SHORT-TERM LOAN RECEIVABLES

The ending balance represents the secured loan receivables due from enterprises and earns interest at the rate of from 5% to 6.5% per annum. Details are as below:

<i>Borrowers</i>	<i>Ending balance (VND)</i>	<i>Maturity date</i>
TVH Trading Investment Joint Stock Company (i)		
Contract No. 012024/HDV/VOC-TVH	25,000,000,000	10 April 2025
Contract No. 022024/HDV/VOC-TVH	40,000,000,000	23 April 2025
Contract No. 032024/HDV/VOC-TVH	245,000,000,000	17 January 2025
Contract No. 042024/HDV/VOC-TVH	255,000,000,000	19 January 2025
Contract No. 052024/HDV/VOC-TVH	170,000,000,000	7 February 2025
Contract No. 062024/HDV/VOC-TVH	75,000,000,000	10 April 2025
Nhat Vinh Food Company Limited (ii)	260,000,000,000	11 April 2025
ATO Investment Joint Stock Company (iii)	255,000,000,000	11 April 2025
<b>TOTAL</b>	<b><u>1,325,000,000,000</u></b>	

- (i) According to the Resolutions of the Board of Directors No. 16/NQ-HĐQT, 17/NQ-HĐQT, 18/NQ-HĐQT and No. 20/NQ-HĐQT sequentially dated 17 July 2024, 19 July 2024, 6 August 2024 and 9 October 2024, the Board of Directors approved the lending contract with TVH Trading Investment Joint Stock Company with the value of VND 745,000,000,000 and the maturity dates are from 17 January 2025 to 10 April 2025.

According to the Resolution of the Board of Directors No. 23/NQ-HĐQT and 24/NQ-HĐQT sequentially dated 9 October 2024 and 22 October 2024, the Board of Directors approved the extension of the lending term for TVH Trading Investment Joint Stock Company regarding loans of VND 65,000,000,000, the new maturity dates are from 10 April 2025 to 23 April 2025.

- (ii) According to the Resolution of the Board of Directors No. 21/NQ-HĐQT dated 9 October 2024, the Board of Directors approved the extension of the lending term for Nhat Vinh Food Company Limited with the remaining lending value of VND 260,000,000,000 to 11 April 2025.
- (iii) According to the Resolution of the Board of Directors No. 22/NQ-HĐQT dated 9 October 2024 the Board of Directors approved the extension of the lending term for ATO Investment Joint Stock Company with the remaining lending value of VND 255,000,000,000 to 11 April 2025.

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

## 7. OTHER RECEIVABLES

	VND	
	Ending balance	Beginning balance
<b>Short-term</b>	<b>57,681,626,197</b>	<b>50,217,068,879</b>
Interest receivables	56,761,027,397	32,075,205,479
Deposits	803,500,000	140,000,000
Dividend	-	17,985,462,000
Others	117,098,800	16,401,400
<b>Long-term</b>	<b>11,122,718,237</b>	<b>6,240,082,930</b>
Interest receivable	11,122,718,237	4,945,305,683
Deposit	-	1,294,777,247
<b>TOTAL</b>	<b>68,804,344,434</b>	<b>56,457,151,809</b>
<i>In which:</i>		
Due from other parties	68,708,386,434	32,902,939,959
Due from related parties (Note 26)	95,958,000	23,554,211,850

## 8. INVENTORIES

	VND	
	Ending balance	Beginning balance
Finished goods	34,257,414,483	33,342,294,193
Goods purchase in transit	8,144,388,000	-
Merchandises	2,685,733,708	21,713,765,434
Tools and supplies	1,597,282,812	2,036,586,749
Raw materials	1,727,504,857	407,982,260
Goods in transit for sale	-	9,617,751,023
<b>TOTAL</b>	<b>48,412,323,860</b>	<b>67,118,379,659</b>



NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

9. TANGIBLE FIXED ASSETS

				VND
	<i>Buildings &amp; structures</i>	<i>Machinery &amp; equipment</i>	<i>Office equipment</i>	<i>Total</i>
<b>Cost:</b>				
Beginning balance	157,473,214,517	125,856,921,934	5,105,123,627	288,435,260,078
Write off	-	-	(479,941,680)	(479,941,680)
Ending balance	157,473,214,517	125,856,921,934	4,625,181,947	287,955,318,398
<i>In which:</i>				
<i>Fully depreciated</i>	29,139,589,991	98,997,679,904	2,829,627,013	130,966,896,908
<b>Accumulated depreciation:</b>				
Beginning balance	(99,913,493,382)	(119,030,854,066)	(4,367,699,730)	(223,312,047,178)
Depreciation for the year	(4,750,110,438)	(1,863,847,070)	(222,380,663)	(6,836,338,171)
Write off	-	-	479,941,680	479,941,680
Ending balance	(104,663,603,820)	(120,894,701,136)	(4,110,138,713)	(229,668,443,669)
<b>Net carrying amount:</b>				
Beginning balance	57,559,721,135	6,826,067,868	737,423,897	65,123,212,900
Ending balance	52,809,610,697	4,962,220,798	515,043,234	58,286,874,729

10. INTANGIBLE ASSETS

			VND
	<i>Land use rights</i>	<i>Computer software</i>	<i>Total</i>
<b>Cost:</b>			
Beginning and ending balances	2,595,135,240	2,194,948,000	4,790,083,240
<i>In which:</i>			
<i>Fully amortized</i>	-	2,194,948,000	2,194,948,000
<b>Accumulated amortisation:</b>			
Beginning balance	(1,951,437,621)	(2,194,948,000)	(4,146,385,621)
Amortisation for the year	(104,020,068)	-	(104,020,068)
Ending balance	(2,055,457,689)	(2,194,948,000)	(4,250,405,689)
<b>Net carrying amount:</b>			
Beginning balance	643,697,619	-	643,697,619
Ending balance	539,677,551	-	539,677,551



NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

# 11. INVESTMENT PROPERTIES

VND

*Buildings & structures***Cost**

Beginning and ending balances	11,797,057,729
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**Accumulated depreciation**

Beginning balance	(7,580,897,679)
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Depreciation for the year	(192,381,132)
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Ending balance	(7,773,278,811)
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**Net carrying amount**

Beginning balance	4,216,160,050
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Ending balance	4,023,778,918
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The fair value of investment properties had not yet been formally assessed and determined as at 31 December 2024. However, the management's assessment that the fair value of these investment properties is higher than their carrying value at balance sheet date.

# 12. INVESTMENTS

## 12.1 Held-to-maturity investments

VND

	<i>Ending balance</i>	<i>Beginning balance</i>
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<b>Short-term</b>	<b>103,700,000,000</b>	<b>103,700,000,000</b>
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Bonds - Rong Viet Securities		
Joint Stock Company (*)	103,700,000,000	103,700,000,000

<b>Long-term</b>	<b>94,777,452,000</b>	<b>94,777,452,000</b>
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Term-deposits at Bangkok Bank Public Co., Ltd (**)	94,777,452,000	94,777,452,000
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<b>TOTAL</b>	<b>198,477,452,000</b>	<b>198,477,452,000</b>
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(\*) Bonds have a maturity of twelve (12) months which earn interest at the rate of 8% per annum.

(\*\*) Term deposit with the maturity is September 2026 and earns interest at the rate of 6.5% per annum. This deposit is pledged as collateral to secure the Company's tax obligations in connection with the investment liquidation transaction.

## 12.2 Long-term investments

VND

	<i>Ending balance</i>	<i>Beginning balance</i>
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Investments in associates	378,763,488,686	378,763,488,686
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Provision for long-term investments	(47,192,438,524)	(47,192,438,524)
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<b>TOTAL</b>	<b>331,571,050,162</b>	<b>331,571,050,162</b>
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NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**12. INVESTMENTS** (continued)

**12.2 Long-term investments** (continued)

Details of investments in associates at the balance sheet date were as follows:

	<i>Business Activities</i>	<i>Ending balance</i>			<i>Beginning balance</i>		
		<i>Costs</i>	<i>Provision</i>	<i>%</i>	<i>Costs</i>	<i>Provision</i>	<i>%</i>
Tuong An Vegetable Oil Joint Stock Company ("TAC")	Manufacturing and trading animals and vegetable oils and fats	247,049,222,600	-	26.54	247,049,222,600	-	26.54
LG Vina Cosmetics Company Limited	Manufacturing and trading cosmetics	84,521,827,562	-	40.00	84,521,827,562	-	40.00
Kido - Nha Be Company Limited ("KDNB")	Manufacturing and trading animals and vegetable oils and fats	47,192,438,524	(47,192,438,524)	49.00	47,192,438,524	(47,192,438,524)	49.00
<b>TOTAL</b>		<b>378,763,488,686</b>	<b>(47,192,438,524)</b>		<b>378,763,488,686</b>	<b>(47,192,438,524)</b>	

**13. SHORT-TERM TRADE PAYABLES**

	<i>Ending balance</i>	<i>Beginning balance</i>	<i>VND</i>
Due to other parties	7,046,582,875	356,174,940	
Baid Agro Products Private Limited	6,464,563,056	-	
Others	582,019,819	356,174,940	
Due to a related party (Note 26)	327,754,267	513,358,903	
<b>TOTAL</b>	<b>7,374,337,142</b>	<b>869,533,843</b>	



NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**14. SHORT-TERM ADVANCE FROM CUSTOMERS**

	VND	
	<i>Ending balance</i>	<i>Beginning balance</i>
An Hung Phuoc Import – Export Co., Ltd	2,046,703,700	2,046,703,700
Minh Phu Import Export Corporation	2,000,000,000	2,000,000,000
Others	1,905,807,859	2,017,063,550
<b>TOTAL</b>	<b><u>5,952,511,559</u></b>	<b><u>6,063,767,250</u></b>

**15. TAXATION**

	VND			
	<i>Beginning balance</i>	<i>Increase in year</i>	<i>Decrease in year</i>	<i>Ending balance</i>
Value-added tax	(36,476,849,463)	23,440,234,446	(23,526,578,428)	(36,563,193,445)
Corporate income tax	(32,199,430,427)	13,102,014,485	-	(19,097,415,942)
Land rental	3,645,274,005	1,580,441,541	(4,158,714,001)	1,067,001,545
Personal income tax	359,580,751	1,914,877,279	(2,045,427,660)	229,030,370
<b>TOTAL</b>	<b><u>(64,671,425,134)</u></b>	<b><u>40,037,567,751</u></b>	<b><u>(29,730,720,089)</u></b>	<b><u>(54,364,577,472)</u></b>
<i>In which:</i>				
Value-added tax deductible	(36,476,849,463)			(36,563,193,445)
Tax overpaid	(32,199,430,427)			(19,097,415,942)
Tax payables	4,004,854,756			1,296,031,915

**16. OTHER SHORT-TERM PAYABLES**

	VND	
	<i>Ending balance</i>	<i>Beginning balance</i>
Payables for equitization	12,716,244,592	12,716,244,592
Others	371,484,714	308,226,880
<b>TOTAL</b>	<b><u>13,087,729,306</u></b>	<b><u>13,024,471,472</u></b>

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

## 17. BORROWING

	Beginning balance	Repayment	Reclassify	Revaluation	Ending balance
					VND
<b>Short term</b>	<b>1,060,584,532</b>	<b>(1,060,584,532)</b>	<b>1,102,613,917</b>	<b>-</b>	<b>1,102,613,917</b>
Current portion of long-term borrowing	1,060,584,532	(1,060,584,532)	1,102,613,917	-	1,102,613,917
<b>Long term</b>	<b>6,154,615,178</b>	<b>-</b>	<b>(1,102,613,917)</b>	<b>292,138,864</b>	<b>5,344,140,125</b>
Industrial Urban Development Joint Stock Company No. 2	6,154,615,178	-	(1,102,613,917)	292,138,864	5,344,140,125
<b>TOTAL</b>	<b>7,215,199,710</b>	<b>(1,060,584,532)</b>	<b>-</b>	<b>292,138,864</b>	<b>6,446,754,042</b>

The Company has a non-interest bearing and unsecured borrowing from Industrial Urban Development Joint Stock Company No. 2 in relation to a land lease for manufacturing plant located at Nhon Trach II Industrial Park, Nhon Trach District, Dong Nai Province according to Contract No. 115/1988/HDTD dated 12 May 1988. Details are as follow:

Lender	Ending balance		Maturity date
	(VND)	(USD)	
Urban Development Joint Stock Company No. 2	6,446,754,042	252,309	12 May 2028
In which:			
Current portion of long-term borrowing	1,102,613,917		
Long-term borrowing	5,344,140,125		

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

### 18. BONUS AND WELFARE FUND

	Beginning balance	Appropriation of funds	Utilization of funds	VND Ending balance
Bonus fund	10,539,552,199	2,800,000,000	-	13,339,552,199
Welfare fund	8,986,161,696	2,000,000,000	(841,493,056)	10,144,668,640
Bonus for Board of Directors and Management	-	1,000,000,000	(1,000,000,000)	-
<b>TOTAL</b>	<b>19,525,713,895</b>	<b>5,800,000,000</b>	<b>(1,841,493,056)</b>	<b>23,484,220,839</b>

### 19. OWNERS' EQUITY

#### 19.1 Increase and decrease in owners' equity

	Share capital	Investment and development fund	Undistributed earnings	VND Total
<b>Previous year</b>				
Beginning balance	1,218,000,000,000	21,541,711,415	92,199,851,206	1,331,741,562,621
Net profit for the year	-	-	1,304,642,941,137	1,304,642,941,137
Dividends declared	-	-	(365,400,000,000)	(365,400,000,000)
Appropriation of bonus and welfare fund	-	-	(4,800,000,000)	(4,800,000,000)
Bonus for Board of Directors and Management	-	-	(1,800,000,000)	(1,800,000,000)
Ending balance	1,218,000,000,000	21,541,711,415	1,024,842,792,343	2,264,384,503,758
<b>Current year</b>				
Beginning balance	1,218,000,000,000	21,541,711,415	1,024,842,792,343	2,264,384,503,758
Net profit for the year	-	-	51,907,473,361	51,907,473,361
Dividends declared (*)	-	-	(146,160,000,000)	(146,160,000,000)
Appropriation of bonus and welfare fund	-	-	(4,800,000,000)	(4,800,000,000)
Bonus for Board of Directors and Management	-	-	(1,000,000,000)	(1,000,000,000)
Ending balance	1,218,000,000,000	21,541,711,415	924,790,265,704	2,164,331,977,119

(\*) In accordance with the Resolution of the Annual General Meeting of shareholders dated 17 April 2024 and the Resolution of Board of Directors No. 14/NQ-HĐQT date 22 May 2024, the shareholders approved cash dividends at 12% par value of ordinary shares. The Company has completed the payment obligation regarding the dividend on 16 June 2024.



NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**19. OWNERS' EQUITY (continued)**

**19.2 Capital transactions with shareholders and distribution of dividends**

	VND	
	Current year	Previous year
<b>Share capital</b>		
Beginning and ending balances	<u>1,218,000,000,000</u>	<u>1,218,000,000,000</u>
<b>Dividends</b>		
<b>Declared during the year</b>	<b>146,160,000,000</b>	<b>365,400,000,000</b>
Dividends paid by cash for 2023: VND 1,200 per share	146,160,000,000	-
Dividends paid by cash for 2022: VND 3,000 per share	-	365,400,000,000
<b>Paid during the year</b>	<b>146,160,000,000</b>	<b>365,400,000,000</b>
<i>In which:</i>		
<i>Paid by cash</i>	146,160,000,000	365,400,000,000

**19.3 Shares**

	<u>Ending balance</u>		<u>Beginning balance</u>	
	Shares	Amount VND	Shares	Amount VND
Authorized shares	121,800,000	1,218,000,000,000	121,800,000	1,218,000,000,000
Shares issued and fully paid				
<i>Ordinary shares</i>	121,800,000	1,218,000,000,000	121,800,000	1,218,000,000,000

**19.4 Earnings per share**

Basic and diluted earnings per share are calculated as follows:

	Current year	Previous year (As restated)
Net profit attributable to ordinary shares (VND)	51,907,473,361	1,304,642,941,137
Less: Bonus and welfare fund (VND) (*)	-	(5,800,000,000)
<b>Net profit after tax attributable to ordinary shares (VND)</b>	<b>51,907,473,361</b>	<b>1,298,842,941,137</b>
Weighted average number of ordinary shares (shares)	121,800,000	121,800,000
Basic earnings per share (VND)	426	10,664
Diluted earnings per share (VND)	426	10,664

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**19. OWNERS' EQUITY (continued)**

**19.4 Earnings per share (continued)**

(\*) Net profit after tax used to compute earnings per share for the year ended 31 December 2023 was restated following the actual distribution to Bonus and welfare funds from 2023 retained earnings as approved in the Annual General Meeting's Resolution dated 17 April 2024.

Net profit used to compute earnings per share for the year 2024 was not adjusted for the allocation to bonus and welfare fund from 2024 profit as the resolution of the shareholders meeting on such distribution of profit of the current year is not yet available.

There have been no dilutive potential ordinary shares during the year and up to the date of these financial statements.

**20. REVENUES**

**20.1 Revenues from sale of goods and rendering of services**

	VND	
	Current year	Previous year
<b>Gross revenue</b>	<b>419,433,897,205</b>	<b>844,057,986,258</b>
<i>In which:</i>		
Sale of merchandises	268,910,108,350	687,849,739,680
Sale of finished goods	148,075,133,732	153,892,144,368
Rendering of services	2,442,752,930	2,306,515,488
Others	5,902,193	9,586,722
<b>Deductions</b>		
Trade discounts	(463,119,419)	-
<b>Net revenue</b>	<b>418,970,777,786</b>	<b>844,057,986,258</b>
<i>In which:</i>		
Sales to related parties (Note 26)	270,251,202,141	694,603,192,835
Sales to other parties	148,719,575,645	149,454,793,423

**20.2 Finance income**

	VND	
	Current year	Previous year
Interest income	90,048,787,003	88,831,014,059
Dividend income	10,791,277,200	17,985,462,000
Foreign exchange gains	2,863,358,848	3,691,715,501
Gain from disposal of investment in associate	-	1,585,236,917,325
<b>TOTAL</b>	<b>103,703,423,051</b>	<b>1,695,745,108,885</b>

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**21. COST OF GOODS SOLD AND SERVICES RENDERED**

	VND	
	<i>Current year</i>	<i>Previous year</i>
Cost of merchandises sold	269,168,937,388	803,927,600,717
Cost of finished goods sold	144,872,108,048	149,361,941,895
Others	2,254,839,030	1,779,409,629
<b>TOTAL</b>	<b>416,295,884,466</b>	<b>955,068,952,241</b>

**22. SELLING EXPENSES**

	VND	
	<i>Current year</i>	<i>Previous year</i>
Labor costs	7,099,809,211	11,718,760,242
Depreciation and amortisation	4,955,729,564	5,051,978,816
Transportation expenses	2,495,360,223	2,833,597,042
External services	898,535,124	2,535,537,053
Others	816,074,010	1,145,421,171
<b>TOTAL</b>	<b>16,265,508,132</b>	<b>23,285,294,324</b>

**23. GENERAL AND ADMINISTRATIVE EXPENSES**

	VND	
	<i>Current year</i>	<i>Previous year</i>
External services	13,930,572,921	15,186,657,130
Labor costs	9,383,157,019	11,357,296,808
Depreciation and amortisation	268,805,543	283,159,326
Office supplies, tools	10,635,605	549,848,059
Others	1,425,682,460	2,639,553,835
<b>TOTAL</b>	<b>25,018,853,548</b>	<b>30,016,515,158</b>

**24. PRODUCTION AND OPERATING COSTS**

	VND	
	<i>Current year</i>	<i>Previous year</i>
Cost of merchandises	269,168,937,388	803,927,600,717
Raw materials	124,051,502,699	119,642,509,249
Labor costs	21,716,307,614	29,092,391,659
External services	19,988,591,740	20,894,637,524
Depreciation and amortisation (Note 9, 10 and 11)	7,132,739,371	7,442,845,235
Others	2,282,320,316	4,334,823,065
<b>TOTAL</b>	<b>444,340,399,128</b>	<b>985,334,807,449</b>



NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

## 25. CORPORATE INCOME TAX

The Company has the obligation to pay corporate income tax ("CIT") rate at 20% of taxable income.

The tax returns filed by Company are subject to examination by the tax authorities. As the application of tax laws and regulations is susceptible to varying interpretations, the amounts reported in the financial statements could change at a later date upon final determination by the tax authorities.

### 25.1 CIT expense

	VND	
	Current year	Previous year
Current tax expense	<u>13,102,014,485</u>	<u>208,810,667,589</u>

Reconciliation between CIT expense and the accounting profit multiplied by CIT rate is presented below:

	VND	
	Current year	Previous year
<b>Accounting profit before tax</b>	<b><u>65,009,487,846</u></b>	<b><u>1,513,453,608,726</u></b>
At CIT rate of 20%	13,001,897,569	302,690,721,745
<i>Adjustments:</i>		
Non-deductible expenses	2,269,298,446	2,295,814,091
Dividend income	(2,158,255,440)	(3,597,092,400)
Utilization of tax losses carried forward	-	(21,697,060,664)
Others	<u>(10,926,090)</u>	<u>(70,881,715,183)</u>
<b>CIT expense</b>	<b><u>13,102,014,485</u></b>	<b><u>208,810,667,589</u></b>

### 25.2 Current tax

The current CIT payable is based on taxable profit for the current year. The taxable income of the Company for the year differs from the profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are not taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

## 26. TRANSACTIONS WITH RELATED PARTIES

List of related parties that have a controlling relationship with the Company that have transactions with the Company during the year and as at 31 December 2024 is as follows:

<i>Related parties</i>	<i>Relationship</i>
Kido Group Corporation ("KDC")	Parent company
TAC	Associate
KDNB	Associate
Saigon Truong Luu Thuy Corporation ("SGTLT")	Company under control of related person
Mr Tran Kim Thanh	Chairman of Board of Directors
Mr Tran Le Nguyen	Member of Board of Directors
Ms Nguyen Thi Xuan Lieu	Member of Board of Directors
Mr Tran Tien Hoang	General Director
Ms Nguyen Mai Thi	Head of Board of Supervision
Ms Nguyen Thi Ngoc Chi	Member of Board of Supervision
Ms Huynh Ngoc Nu Phuong Nga	Member of Board of Supervision
Mr Bui Thanh Tung	Deputy General Director
Mr Ho Minh Son	Chief Accountant

### *Terms and conditions of transactions with related parties:*

Related party transactions include all transactions undertaken with other companies to which the Company is related, either through the investor or investee relationship or because they share a common investor and thus are considered to be a part of the same corporate group. The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at are unsecured, interest free and will be settled in cash.

Significant transactions with related parties during the year were as follows:

<i>Related party</i>	<i>Transaction</i>	<i>VND</i>	
		<i>Current year</i>	<i>Previous year</i>
TAC	Sale of merchandises and finished goods	268,446,988,931	381,996,591,320
	Purchase of merchandises	11,718,566,250	104,335,000
	Dividend income	10,791,277,200	17,985,462,000
SGTLT	Collection of lending	150,000,000,000	150,000,000,000
	Lending interest	6,265,068,494	12,887,671,234
	Lending	-	300,000,000,000
KDNB	Rendering of services	1,701,303,210	1,287,181,980
	Purchase of merchandises	118,104,420	118,311,520
	Purchase of services	61,416,000	66,949,200
	Sale of merchandises and finished goods	-	311,044,236,535
	Purchase of oil processing service	-	29,529,500
KDC	Purchase of services	327,754,267	1,519,624,459
	Rendering of services	102,910,000	275,183,000
	Purchase of merchandises	59,218,366	84,622,026
	Office rental fee	-	2,002,598,256

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**26. TRANSACTIONS WITH RELATED PARTIES (continued)**

Amounts due from and due to related parties at the balance sheet dates were as follows:

		VND	
<i>Related party</i>	<i>Transaction</i>	<i>Ending balance</i>	<i>Beginning balance</i>
<b><i>Short-term trade receivables (Note 5)</i></b>			
TAC	Sales of raw materials and merchandises	37,605,481,200	-
KDNB	Sale of raw materials and rendering of services	371,313,632	104,406,135,707
KDC	Rendering of services	-	79,596,000
		<b><u>37,976,794,832</u></b>	<b><u>104,485,731,707</u></b>
<b><i>Other receivables (Note 7)</i></b>			
KDC	Payment on behalf	95,958,000	-
TAC	Dividend income	-	17,985,462,000
SGTLT	Interest	-	4,273,972,603
KDC	Office rental deposit	-	1,294,777,247
		<b><u>95,958,000</u></b>	<b><u>23,554,211,850</u></b>
<b><i>Short-term trade payable (Note 13)</i></b>			
KDC	Purchase of services	<u>327,754,267</u>	<u>513,358,903</u>

Remuneration of members of the Board of Directors during the year:

		VND	
<i>Individuals</i>	<i>Position</i>	<i>Current year</i>	<i>Previous year</i>
Mr Tran Kim Thanh	Chairman	96,000,000	96,000,000
Mr Tran Le Nguyen	Member	72,000,000	72,000,000
Ms Nguyen Thi Xuan Lieu	Member	72,000,000	72,000,000
<b>TOTAL</b>		<b><u>240,000,000</u></b>	<b><u>240,000,000</u></b>

Salary of members of the Management during the year:

		VND	
<i>Individuals</i>	<i>Position</i>	<i>Current year</i>	<i>Previous year</i>
Ms Nguyen Thi Xuan Lieu	General Director (to 10 July 2024)	1,122,160,000	1,913,904,000
Mr Tran Tien Hoang	General Director (from 10 July 2024)	196,153,845	-
Mr Bui Thanh Tung	Deputy General Director	1,239,200,000	1,535,680,000
<b>TOTAL</b>		<b><u>2,557,513,845</u></b>	<b><u>3,449,584,000</u></b>



NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at 31 December 2024 and for the year then ended

**26. TRANSACTIONS WITH RELATED PARTIES (continued)**

Remuneration of members of the Board of Supervision during the year:

Individuals	Position	VND	
		Current year	Previous year
Mr Pham Van Truong	Head	21,000,000	72,000,000
Ms Nguyen Mai Thi	Head	61,500,000	36,000,000
Ms Nguyen Thi Ngoc Chi	Member	36,000,000	36,000,000
Ms Huynh Ngoc Nu Phuong Nga	Member	25,500,000	-
<b>TOTAL</b>		<b>144,000,000</b>	<b>144,000,000</b>

**27. OPERATING LEASE COMMITMENT**

The Company leases office under operating lease arrangements. The minimum lease commitments as at the balance sheet dates under the operating lease agreements are as follows:

	VND	
	Ending balance	Beginning balance
Less than 1 year	1,109,760,000	8,216,661,875
From 1 to 5 years	2,681,920,000	3,519,485,760
<b>TOTAL</b>	<b>3,791,680,000</b>	<b>11,736,147,635</b>

**28. EVENTS AFTER THE BALANCE SHEET DATE**

There is no significant events or circumstance occurring after the balance sheet date which would require adjustments or disclosures to be made in the financial statements of the Company.



Tran Thi Mai Phuong  
Preparer



Ho Minh Son  
Chief Accountant



Tran Tien Hoang  
General Director

Ho Chi Minh City, Vietnam

31 March 2025