

VIET NAM STEEL CORPORATION-JSC
THAI NGUYEN IRON AND STEEL JOINT STOCK COMPANY



CONSOLIDATED FINANCIAL STATEMENTS
1st QUARTER OF 2025

Thai Nguyen, April 2025

CONSOLIDATED BALANCE SHEET

As at March 31, 2025

Code	ASSETS	Notes	March 31, 2025 VND	January 1, 2025 VND
100	A. CURRENT ASSETS		2,641,188,961,803	2,725,476,485,609
110	I. Cash and cash equivalents	3	30,494,608,975	177,537,847,909
111	1. Cash		30,494,608,975	177,537,847,909
120	II. Short-term Financial Investments	4	8,627,790,000	8,627,790,000
123	1. Held-to-maturity investments		8,627,790,000	8,627,790,000
130	III. Short-term receivables		579,476,507,032	662,795,432,035
131	1. Short-term trade receivables	5	843,869,786,089	911,859,637,666
132	2. Short-term prepayments to suppliers	6	3,487,631,416	4,608,833,686
136	3. Other short-term receivables	7	82,638,509,571	96,891,380,727
137	4. Provision for doubtful short-term receivables (*)		(350,709,151,135)	(350,754,151,135)
139	5. Shortage of assets awaiting resolution		189,731,091	189,731,091
140	IV. Inventories	9	1,944,389,946,918	1,805,394,638,494
141	1. Inventories		1,948,068,888,963	1,809,073,580,539
149	2. Provision for devaluation of inventories (*)		(3,678,942,045)	(3,678,942,045)
150	V. Other current assets		78,200,108,878	71,120,777,171
151	1. Short-term prepaid expenses	13	41,356,086,566	34,155,729,919
152	2. Deductible VAT		189,029,157	260,756,561
153	3. Taxes and other receivables from State budget	17	36,654,993,155	36,704,290,691
200	B. NON-CURRENT ASSETS		7,641,342,981,944	7,664,592,186,089
210	I. Long-term receivables		65,761,182,014	63,800,488,952
212	1. Long-term prepayments to suppliers	6	21,046,613,341	21,046,613,341
216	2. Other long-term receivables	6	44,714,568,673	42,753,875,611
220	II. Fixed assets		1,013,177,659,036	1,044,581,328,474
221	1. Tangible fixed assets	12	979,151,959,975	1,009,838,503,233
222	- Cost		4,667,059,172,866	4,667,059,172,866
223	- Accumulated depreciation (*)		(3,687,907,212,891)	(3,657,220,669,633)
227	2. Intangible fixed assets	11	34,025,699,061	34,742,825,241
228	- Cost		163,488,607,855	163,488,607,855
229	- Accumulated depreciation (*)		(129,462,908,794)	(128,745,782,614)
240	III. Long-term work in progress		6,375,087,239,647	6,369,610,766,433
242	1. Construction in progress	10	6,375,087,239,647	6,369,610,766,433
250	IV. Long-term financial investments	4	19,330,760,758	19,330,760,758
253	1. Investments in other entities		27,615,814,571	27,615,814,571
254	2. Provision for long-term financial investments (*)		(8,285,053,813)	(8,285,053,813)
260	V. Other non-current assets		167,986,140,489	167,268,841,472
261	1. Long-term prepaid expenses	13	167,986,140,489	167,268,841,472
270	TOTAL ASSETS		10,282,531,943,747	10,390,068,671,698

CONSOLIDATED BALANCE SHEET

As at March 31, 2025

(Next page)

Code	RESOURCES	Notes	March 31, 2025 VND	January 1, 2025 VND
300	C. LIABILITIES		8,743,468,133,543	8,810,632,358,192
310	I. Current liabilities		6,056,537,364,315	6,180,763,542,661
311	1. Short-term trade payables	14	967,216,988,593	1,074,460,180,640
312	2. Short-term advances from customers	15	73,243,769,677	20,580,249,496
313	3. Taxes and obligations to the State budget	17	21,597,813,895	28,128,943,764
314	4. Payables to employees		25,928,673,555	71,168,446,665
315	5. Short-term accrued expenses	16	1,814,403,757,852	1,757,650,659,489
318	6. Short-term unearned revenue		278,863,635	4,727,273
319	7. Other short-term payables	19	339,281,147,894	337,633,805,335
320	8. Short-term borrowings and finance lease obligations	20	2,788,740,176,608	2,865,683,497,396
321	9. Short-term provisions	18	2,552,351,222	2,114,874,722
322	10. Bonus and welfare funds		23,293,821,384	23,338,157,881
330	II. Non-current liabilities		2,686,930,769,228	2,629,868,815,531
331	1. Long-term trade payables	14	288,818,958,009	287,282,707,744
333	2. Long-term accrued expenses	16	646,342,518,706	611,484,901,721
337	3. Other long-term payables	19	330,000,000	345,000,000
338	4. Long-term borrowings and finance lease obligations	20	1,703,005,824,690	1,684,284,955,551
342	5. Long-term provisions	18	48,433,467,823	46,471,250,515
400	D. OWNERS' EQUITY		1,539,063,810,204	1,579,436,313,506
410	I. Owners' Equity	21	1,539,063,810,204	1,579,436,313,506
411	1. Owner's equity contribution		1,840,000,000,000	1,840,000,000,000
411 a	Common stock with voting rights		1,840,000,000,000	1,840,000,000,000
415	2. Treasury shares (*)		(41,070,000)	(41,070,000)
417	3. Foreign exchange differences		(429,042,547,817)	(397,837,384,978)
418	4. Investment and development fund		29,908,837,239	29,908,837,239
421	5. Undistributed after-tax profit		77,383,671,599	86,586,981,459
421a	Undistributed after-tax profit accumulated through the end of the previous year		86,586,981,459	94,971,448,653
421b	Undistributed after-tax of current period		(9,203,309,860)	(8,384,467,194)
429	7. Non-controlling interest		20,854,919,183	20,818,949,786
440	TOTAL RESOURCES		10,282,531,943,747	10,390,068,671,698


(Signed)

Tran Nguyet Anh
Prepared by


(Signed)

Hoang Danh Son
Chief Accountant



(Signed and sealed)
Nguyen Minh Hanh
General Director

CONSOLIDATED CASH FLOW STATEMENT*1st Quarter of 2025**(Indirect method)*

CODE	ITEMS	NOTES	1st Quarter of 2025	1st Quarter of 2024
			VND	VND
I.	CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Profit/(loss) before tax		(9,006,600,997)	7,149,474,150
	2. Adjustments for items			
02	- Depreciation and amortization of fixed assets and investment properties		31,344,972,941	29,275,094,053
03	- Provisions		2,354,693,808	265,233,293
04	- Foreign exchange gains, losses from revaluation of monetary items denominated in foreign currencies		-	(36,218,598)
05	- Gains, losses from investing activities		(212,037,121)	(208,793,167)
06	- Interest expense		29,216,436,965	37,044,055,422
07	- Other adjustments		-	
08	3. Operating profit/(loss) before changes in working capital		53,697,465,596	73,488,845,153
09	- Increase, decrease in receivables		97,865,485,279	601,440,707,586
10	- Increase, decrease in inventories		(138,995,308,424)	(675,157,948,591)
11	- Increase, decrease in payables (excluding interest payable and corporate income tax payable)		(82,371,815,438)	(116,315,621,474)
12	- Increase, decrease in prepaid expenses		(7,917,655,664)	10,183,773,747
13	- Interest paid		(28,594,196,242)	(34,505,036,748)
14	- Corporate income tax paid		(11,899,423,034)	(3,353,729,482)
15	- Other receipts from operating activities		52,783,952,531	201,346,035
20	Net cash from operating activities		(65,431,495,396)	(144,017,663,774)
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	1. Purchases of fixed assets and other long-term assets		(4,659,955,242)	(4,436,381,397)
23	3. Interest received, dividends and profits distributed		24,400,573	208,793,167
30	Net cash from investing activities		(4,635,554,669)	(4,227,588,230)
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	1. Proceeds from borrowings		1,386,057,136,995	1,086,442,295,565
34	2. Repayment of borrowings		(1,463,033,183,300)	(976,527,005,291)

CONSOLIDATED CASH FLOW STATEMENT

1st Quarter of 2025

(Indirect method)

CODE	ITEMS	NOTES	1 st Quarter of 2025	1 st Quarter of 2024
			VND	VND
40	Net cash from financing activities		(76,976,046,305)	109,915,290,274
50	Net increase in cash during the period		(147,043,096,370)	(38,329,961,730)
60	Cash and cash equivalents at the beginning of the period		177,537,847,909	116,953,685,999
61	Effect of exchange rate changes		(142,564)	(1,011,291)
70	Cash and cash equivalents at the end of the period		30,494,608,975	78,622,712,978

PREPARED BY

(Signed)



Tran Nguyet Anh

CHIEF ACCOUNTANT

(Signed)



Hoàng Danh Sơn

Thai Nguyen, April 19, 2025

GENERAL DIRECTOR

(Signed and sealed)



Nguyễn Minh Hạnh

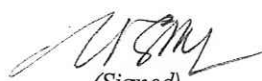
CONSOLIDATED STATEMENT OF INCOME
For the accounting period from January 1, 2025 to March 31, 2025

Code	Items	Notes	1 st Quarter of 2025 VND	1 st Quarter of 2024 VND
01	1. Revenue from sales of goods and services	23	2,832,332,815,090	2,182,630,924,478
02	2. Revenue deductions			
10	3. Net revenue from sales of goods and services		2,832,332,815,090	2,182,630,924,478
11	4. Cost of goods sold	24	2,747,431,798,684	2,077,377,775,091
20	5. Gross profit/(loss) from sales of goods and services		84,901,016,406	105,253,149,387
21	6. Financial income	25	4,001,733,972	5,913,148,285
22	7. Financial expenses	26	29,909,377,825	37,199,809,139
23	- In which: Interest expense		29,216,436,965	37,044,055,422
25	9. Selling expenses	27	14,444,396,392	10,757,500,271
26	10. Corporate management expenses	28	53,525,419,196	55,068,909,128
30	11. Net profit/(loss) from business operations		(8,976,443,035)	8,140,079,134
31	12. Other income	29	218,835,921	54,646,515
32	13. Other expenses	30	248,993,883	1,045,251,499
40	14. Other profit/(loss)		(30,157,962)	(990,604,984)
50	15. Accounting profit/(loss) before tax		(9,006,600,997)	7,149,474,150
51	16. Current corporate income tax expense	31	160,739,466	1,181,370,687
60	18. Net profit/(loss) after corporate income tax		(9,167,340,463)	5,968,103,463
61	19. Net profit/(loss) after tax of the parent company		(9,203,309,860)	5,680,489,865
62	20. Net profit/(loss) after tax attributable to non-controlling interests		35,969,397	287,613,598
70	21. Basic earnings per share (*)	32	(50)	31



(Signed)

Tran Nguyet Anh
Prepared by



(Signed)

Hoang Danh Son
Chief Accountant



(Signed and sealed)

Nguyen Minh Hanh
General Director

Thai Nguyen, April 19, 2025

Unit: Thai Nguyen Iron And Steel Joint Stock Company

Form: Q-02d

Address: Cam Gia Ward, Thai Nguyen City

CONSOLIDATED FINANCIAL STATEMENTS

1st Quarter - 2025

DN - Quarterly Income Statement

ITEMS	CODE	NOTES	QUARTER I 2025	QUARTER I 2024	ACCUMULATED FROM BEGINNING OF YEAR TO END OF Q1 2025	ACCUMULATED FROM BEGINNING OF YEAR TO END OF Q1 2024
1. Revenue from sales and service provision	01	VI.1	2,832,332,815,090	2,182,630,924,478	2,832,332,815,090	2,182,630,924,478
2. Revenue deductions	02	VI.2				
3. Net revenue from sales and service provision (10 = 01 - 02)	10	VI.30	2,832,332,815,090	2,182,630,924,478	2,832,332,815,090	2,182,630,924,478
4. Cost of goods sold	11	VI.4	2,747,431,798,684	2,077,377,775,091	2,747,431,798,684	2,077,377,775,091
5. Gross profit/(loss) from sales and service provision (20 = 10-11)	20		84,901,016,406	105,253,149,387	84,901,016,406	105,253,149,387
6. Financial income	21	VI.5	4,001,733,972	5,913,148,285	4,001,733,972	5,913,148,285
7. Financial expenses	22	VI.6	29,909,377,825	37,199,809,139	29,909,377,825	37,199,809,139
- Of which: Interest expense	23		29,216,436,965	37,044,055,422	29,216,436,965	37,044,055,422
8. Share of profit or loss in joint ventures and associates	24					
9. Selling expenses	25	VI.9b	14,444,396,392	10,757,500,271	14,444,396,392	10,757,500,271
10. Corporate management expenses	26	VI.9a	53,525,419,196	55,068,909,128	53,525,419,196	55,068,909,128
11. Net profit/(loss) from business operations {30 = 20 + (21 - 22) - (24 + 25)}	30		-8,976,443,035	8,140,079,134	-8,976,443,035	8,140,079,134
12. Other income	31	VI.7	218,835,921	54,646,515	218,835,921	54,646,515

ITEMS	CODE	NOTES	QUARTER I 2025	QUARTER I 2024	ACCUMULATED FROM BEGINNING OF YEAR TO END OF Q1 2025	ACCUMULATED FROM BEGINNING OF YEAR TO END OF Q1 2024
12. Other income	32	VI.8	248,993,883	1,045,251,499	248,993,883	1,045,251,499
13. Other profit/(loss) (40 = 31 - 32)	40		-30,157,962	-990,604,984	-30,157,962	-990,604,984
14. Total accounting profit/(loss) before tax (50 = 30 + 40)	50		-9,006,600,997	7,149,474,150	-9,006,600,997	7,149,474,150
15. Current corporate income tax expense	51		160,739,466	1,181,370,687	160,739,466	1,181,370,687
16. Deferred corporate income tax expense	52					
17. Net profit/(loss) after corporate income tax (60 = 50 - 51 - 52)	60		-9,167,340,463	5,968,103,463	-9,167,340,463	5,968,103,463
18. Net profit/(loss) after tax of the parent company	61		-9,203,309,860	5,680,489,865	-9,203,309,860	5,680,489,865
19. Net profit/(loss) after tax attributable to non-controlling interests	62		35,969,397	287,613,598	35,969,397	287,613,598
20. Basic earnings per share	70		-50	31	-50	31

PREPARED BY
(Signed)



Tran Nguyet Anh

FINANCE AND ACCOUNTING DEPARTMENT
(Signed)



Hoàng Danh Sơn

April 19, 2025
GENERAL DIRECTOR
(Signed)



Nguyễn Minh Hân

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the accounting period from January 1, 2025 to March 31, 2025

1 . ENTERPRISE OPERATING CHARACTERISTICS

Form of Equity Ownership

Thai Nguyen Iron and Steel Joint Stock Company was privatized from a State-owned Enterprise - Thai Nguyen Iron and Steel Company under Vietnam Steel Corporation according to Decision No. 996/QD-VNS dated November 30, 2007 of the Board of Directors of Vietnam Steel Corporation, operating in the industrial manufacturing sector. The Company operates under Enterprise Registration Certificate No. 4600100155, first registered on June 24, 2009, with the 11th amendment on November 15, 2021, issued by Thai Nguyen Province Department of Planning and Investment.

Head office of the Company: Cam Gia Ward, Thai Nguyen City, Thai Nguyen Province.

The Company's registered charter capital is VND 1,840,000,000,000, actual contributed charter capital as of March 31, 2025 is VND 1,840,000,000,000; equivalent to 184,000,000 shares with par value of VND 10.000 per share.

Total number of employees as of December 31, 2024: 249 people (as of January 1, 2024: 249 people).

Business Field

Industrial production

Business Activities

The company's primary business activities include:

- Manufacturing of iron, steel, and Cast iron
- Manufacturing of metal products; Coke and coking products, metallurgical products, ferro-alloys, refractory materials, construction materials, electrode paste, electrodes, acetylene, oxygen and industrial gases; Food processing.

The company has subsidiaries whose financial statements are consolidated as of March 31, 2025, including:

Company name	Address	Ownership Percentage	Voting Rights Percentage	Main Business Activities
Thai Trung Steel Rolling Joint Stock Company	Thai Nguyen	93.68%	93.68%	Steel rolling
Thai Trung Mineral Exploration and Processing Joint Stock Company	Tuyen Quang	51.00%	51.00%	Exploration, mining, Mineral processing; Mining, processing

2 . ACCOUNTING REGIME AND POLICIES APPLIED BY THE COMPANY

2.1 . Accounting Period and Currency used in Accounting

The Company's fiscal year follows the calendar year, starting from January 1 and ending December 31 annually.

The currency used in accounting records is Vietnamese Dong (VND).

2.2 . Applied Accounting Standards and Regime

Applied Accounting Regime

The Company applies the Enterprise Accounting Regime under Circular No. 200/2014/TT-BTC dated December 22, 2014 of the Ministry of Finance and Circular No. 53/2016/TT-BTC dated March 21, 2016 amending certain articles of Circular No. 200/2014/TT-BTC and of Circular No. 202/2014/TT-BTC guiding the method for preparing and presenting consolidated financial statements.

Statement of Compliance with Accounting Standards and Accounting Regulations

The Company has applied Vietnamese Accounting Standards and guidance documents issued by the State. The Financial Statements are prepared and presented in accordance with all requirements of each standard, circular guiding the implementation of Standards and current Enterprise Accounting Regime.

2.3 . Basis for Preparing Consolidated Financial Statements

The consolidated financial statements of the Company are prepared based on the consolidation of the Company's Separate financial statements and the financial statements of its subsidiaries controlled by the Company, for the accounting period from January 1, 2025, to March 31, 2025. Control is achieved when the Company has the ability to control the financial

The financial statements of the subsidiaries apply accounting policies that are consistent with those of the Company. If necessary, the financial statements of the subsidiaries are adjusted to ensure consistency in the accounting policies applied by the Company and its subsidiaries.

Significant balances, income, and expenses, including any unrealized gains or losses arising from intra-group transactions, are eliminated during the consolidation of the financial statements.

The interest of non-controlling shareholders is the portion of profit or loss, and of the net assets of the subsidiary not held by the Company.

2.4 . Accounting Estimates

The preparation consolidated financial statements in compliance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting Regime, and related legal regulations requires the Board of General Directors to make estimates and assumptions affecting reported amounts of assets, liabilities, and contingent assets and liabilities at the reporting date, as well as revenue and expense figures during the accounting period.

Significant estimates and assumptions in consolidated financial statements include:

- Provision for doubtful debts
- Provision for inventory devaluation
- Estimated useful life of fixed assets
- Estimated amortization period of prepaid expenses
- Classification and provision for financial investments
- Estimated percentage of revenue completion
- Estimated corporate income tax

These estimates and assumptions are regularly evaluated based on historical experience and other factors, including expectations of future events that may have material impact on the Company's consolidated financial statements and are assessed as reasonable by the Board of General Directors.

2.5 . Financial Instruments

Initial Recognition

Financial Assets

The Company's financial assets include cash, accounts receivable from customers, and other receivables. At initial recognition, financial assets are measured at purchase/issuance cost plus directly attributable transaction costs.

Financial Liabilities

The Company's financial liabilities include loans, accounts payable to suppliers and other payables, accrued expenses. At initial recognition, financial liabilities are measured at issuance cost plus directly related transaction costs.

Subsequent Measurement

Financial assets and liabilities have not been measured at fair value at the reporting date as Circular 210/2009/TT-BTC and current regulations require presentation of financial statements and disclosures for financial instruments but provide no equivalent guidance for fair value measurement of financial assets and liabilities.

2.6 . Foreign Currency Transactions

Foreign currency transactions during the accounting period are converted to Vietnamese Dong at actual exchange rates at transaction dates.

The actual exchange rates used for revaluing monetary items denominated in foreign currencies at the 2024 consolidated financial statement date are determined as follows:

- For assets: using buying rate of the commercial bank where the Company regularly transacts
- For foreign currency deposits: using buying rate of the bank where the Company maintains the foreign currency account
- For liabilities: using selling rate of the commercial bank where the Company regularly transacts

All foreign exchange differences arising during the period and from revaluation of foreign currency monetary items at period-end are recorded in the income statement.

According to Official Letter No. 15172/BTC-TCDN dated October 26, 2015, from the Ministry of Finance, starting from 2015, the exchange rate differences arising during the year and the exchange rate revaluation differences at the end of the year related to the Phase 2 iron and steel plant renovation and expansion project shall be separately reflected on the Balance Sheet. These exchange rate differences will be allocated to revenue or financial expenses when the project is completed, with the allocation period not exceeding 5 years.

2.7 . Cash

Cash includes cash on hand and demand deposits at banks.

2.8 . Financial Investments

Investments in associates acquired during the period are recognized by the buyer on the acquisition date, with the investment cost and accounting procedures carried out in accordance with the provisions of the Accounting Standards "Financial Information on Joint Venture Investments" and "Accounting for Investments in Associates."

In the consolidated financial statements, investments in associates are accounted for using the equity method. Under the equity method, the investment is initially recognized on the consolidated balance sheet at cost, and subsequently adjusted for changes in the Company's share of the net assets of the associate after acquisition. Any goodwill arising from the investment in the associate is reflected in the carrying amount of the investment. The Company does not allocate this goodwill but annually assesses whether there has been any impairment of the goodwill.

When the Company's share of losses in an associate equals or exceeds the carrying amount of its investment, the Company ceases to recognize further losses. Accordingly, the investment in the associate – Gia Sang Steel Rolling and Processing Joint Stock Company – is accounted for using the equity method with a carrying value of zero as of the beginning and end of the year, since the accumulated losses in the associate's balance sheet have exceeded the owner's invested capital.

Investments in equity instruments of other entities include investments in equity instruments where the Company has no control, joint control, or significant influence over the investee. Initial carrying amount of these investments is determined at cost. After initial recognition, these investments are measured at cost less provision for impairment.

Provisions for impairment of investments are made at the reporting date as follows: For long-term investments (not classified as trading securities) where the investor has no significant influence over the investee, if the investment is in listed shares or the fair value of the investment can be reliably determined, the provision is based on the market value of the shares. If the fair value of the investment cannot be determined at the reporting date, the provision is based on the financial statements of the investee at the time the provision is made.

2.9 . Receivables

Receivables are tracked in detail by due date, debtor, currency type, and other factors according to the Company's management needs. Receivables are classified as current and non-current in the consolidated financial statements based on the remaining term of the receivables at the reporting date.

Provision for doubtful debts is made for: overdue receivables stated in economic contracts, loan agreements, debt commitments, or receivables not yet due but likely to become unrecoverable. The provision for overdue receivables is based on the original payment term in the initial sale contract, regardless of any debt extension between parties, and for receivables not yet due but where the debtor has entered bankruptcy proceedings or is dissolving, missing, fleeing, or expected losses may occur.

2.10 . Inventories

Inventories are initially recognized at cost including: purchase cost, processing cost, and other direct costs incurred to bring inventories to their present location and condition. After initial recognition, at the time of preparing financial statements, if the net realizable value of inventories is lower than cost, inventories are recorded at net realizable value.

Net realizable value is estimated based on selling price of inventories less estimated costs to complete and estimated costs necessary to make the sale.

Inventory value is determined using the weighted average method.

Inventories are accounted for using the perpetual inventory method.

Method for determining the value of unfinished products at year-end: The value of work-in-progress at year-end is determined based on the actual production costs incurred. This includes the value of semi-finished goods in inventory at various stages of the production process as of the year-end date, and the cost of materials sent for subcontracted processing.

Provision for inventory devaluation is made at period end for the difference between cost and net realizable value where cost is higher.

2.11 . Fixed Assets

Tangible and intangible fixed assets are initially recognized at cost. During use, fixed assets are recorded at historical cost, accumulated depreciation, and remaining value.

Value After Initial Recognition

If subsequent expenditures increase future economic benefits expected from fixed asset usage beyond the originally assessed standard performance, these costs are capitalized as additional historical cost of the fixed asset.

Other costs incurred after fixed assets are put into operation, such as repair, maintenance, and overhaul costs, are recorded in the separate income statement in the period they are incurred.

Depreciation of fixed assets is calculated using the straight-line method with estimated useful lives as follows:

- Buildings and structures	10 - 50 years
- Machinery and equipment	03 - 15 years
- Transportation and transmission vehicles	06 - 30 years
- Management equipment and tools	03 - 05 years
- Other tangible fixed assets	03 years
- Management software	03 years
- Land use rights with a definite term	30 - 50 years
- Other intangible fixed assets	10 - 20 years

Thai Trung Steel Rolling Joint Stock Company (a subsidiary) has applied the depreciation method based on production quantity and volume starting from January 1, 2015, for its manufacturing machinery and equipment, in accordance with Official Letter No. 19139/BTC-TCDN dated December 23, 2015, issued by the Ministry of Finance regarding the depreciation method of Thai Trung Steel Rolling Joint Stock Company

2.12 . Construction in Progress

Construction in progress includes fixed assets being purchased and constructed but not yet completed at the reporting date and is recorded at cost. This includes costs for construction, equipment installation, and other direct costs

2.13 . Operating Leases

Operating leases are leases where the lessor retains substantially all risks and rewards of asset ownership. Operating lease payments are recorded in the income statement using the straight-line method over the lease term.

2.14 . Prepaid Expenses

Costs incurred related to business performance over multiple accounting periods are recorded as prepaid expenses and allocated to business results in subsequent periods.

The calculation and allocation of long-term prepaid expenses are based on the nature and extent of each type of expense to choose appropriate allocation methods and criteria.

The Company's prepaid expenses include:

- Tools and equipment include assets held for business operations with individual cost below VND 30 million, thus not qualifying as fixed assets under current regulations. Tool and equipment costs are allocated using the straight-line method over 03 to 36 months.
- Fees for the use of geological and mineral data are recognized based on the amounts paid by the Company to data management authorities for the right to access and utilize geological and mineral information. These fees are allocated over the exploitation period of the respective mines.

Mineral exploitation right fees are recognized based on the amounts payable as notified by the competent authorities, and are also allocated by the Company over the mine's exploitation period.

- Road construction costs for production preparation and overburden removal costs are allocated based on the actual extraction output at the mines.
- Costs of steel rolling equipment and spare parts are recognized based on the warehouse issue prices of equipment and parts used in steel rolling activities. These costs are allocated into the cost of steel products based on technical and economic consumption norms.
- Other prepaid expenses are recognized at cost and allocated using the straight-line method over useful life from 03 to 36 months.

2.15 . Payables

Payables are tracked by due date, creditor, currency type, and other factors according to the Company's management needs. Payables are classified as short-term or long-term in the consolidated financial statements based on the remaining maturity of the liabilities as of the reporting date.

2.16 . Loans

Loans are tracked by lender, loan agreement, and payment term. For foreign currency loans, detailed tracking is maintained in original currency.

2.17 . Borrowing Costs

Borrowing costs are recognized as production and business costs when incurred, except for borrowing costs directly related to the construction or production of assets in progress which are capitalized when meeting conditions specified in Vietnamese Accounting Standard No. 16 "Borrowing Costs". Additionally, for specific loans serving fixed asset construction or investment property, interest is capitalized even for construction periods under 12 months.

Interest expenses and late payment interest arising from 2007 to date related to loans for the Phase 2 Production Expansion Project – Thai Nguyen Iron and Steel Company – are separately tracked and capitalized by the Company as part of the project investment value. These amounts are reduced from the investment value if the lender issues a notice of interest forgiveness.

2.18 . Accrued Expenses

Amounts payable for goods and services received from suppliers or provided to customers during the reporting period but not yet paid, and other payables such as loan interest payable, are recognized as production and business costs of the reporting period.

Recognition of accrued expenses as production and business costs follows the matching principle between revenue and costs incurred. Accrued expenses will be settled against actual costs incurred, with any difference between accrued and actual amounts being reversed.

2.19 . Provisions payable

Provisions payable are recognized only when meeting the following conditions:

- The Company has a present obligation (legal or constructive) resulting from a past event
- There is likely to be an outflow of economic benefits to settle the obligation
- A reliable estimate can be made of the obligation amount

The recognized value of a provision is the best estimate of the amount needed to settle the present obligation at the reporting date.

Only expenses related to the provision originally established are offset against that provision.

Provisions payable are recognized in production and business costs of the accounting period. The difference between unused provisions established in the previous period exceeding provisions established in the current period is reversed to reduce production and business costs.

2.20 . Unearned Revenue

Unearned revenue includes advance receipts from customers for asset leases covering one or more financial years.

Unearned revenue is transferred to Sales Revenue according to amounts determined appropriate for each accounting period.

2.21 . Owner's Equity

Owner's investment capital is recognized at actual contributed amount.

Treasury shares are shares repurchased by the Company before the effective date of the 2019 Securities Law (January 01, 2021) but not yet cancelled and will be reissued within the period specified by securities laws. Treasury shares purchased after January 01, 2021 will be cancelled and adjusted to reduce owner's equity.

Foreign exchange differences refer to the differences arising from exchange rates during the implementation of the construction investment project, and from the revaluation of foreign currency balances at year-end related to the Phase 2 Production Expansion Project of Thai Nguyen Iron and Steel Company. These differences have been cumulatively recognized in the balance sheet since 2015. Once the project is completed and put into operation, the total accumulated foreign exchange differences will be gradually allocated to financial income or financial expenses over a period not exceeding 5 years from the commencement date of the project, in accordance with Official Letter No. 15172/BTC-TCND dated October 26, 2015, issued by the Ministry of Finance.

Undistributed earnings reflect business results (profit or loss) after corporate income tax and the distribution of profits or handling of losses.

Dividends payable to shareholders are recognized as payables on the Company's Balance Sheet after the dividend declaration by the Board of Directors and announcement of the record date by the Vietnam Securities Depository and Clearing Corporation.

2.22 . Revenue

Revenue is recognized when the Company is likely to receive economic benefits that can be reliably measured. Revenue is determined at fair value of amounts received or receivable after deducting trade discounts, price reductions, and returned goods. The following specific recognition criteria must also be met:

Revenue from Sales of Goods

- Significant risks and rewards of ownership have been transferred to the buyer
- The Company retains neither continuing managerial involvement nor effective control over the goods

Revenue from Services

- The stage of completion can be determined reliably at the balance sheet date.

Financial Income

Revenue arising from interest, dividends, profit sharing and other financial activities is recognized when satisfying simultaneously two (2) conditions:

- Economic benefits are likely to flow from the transaction
- Revenue can be measured reliably

Dividends and shared profits are recognized when the Company has the right to receive dividends or profits from capital contribution.

2.23 . Revenue Deductions

Revenue deductions from sales and service provision during the period include sales returns

Returns occurring in the same period as product, goods, or service consumption are adjusted to reduce revenue of that period. For products, goods, or services consumed in previous periods, returns occurring in subsequent periods are treated as follows: if occurring before the issuance of consolidated financial statements, revenue is reduced in the reporting period (previous period); if occurring after financial statement issuance, revenue is reduced in the period of occurrence (subsequent period).

2.24 . Cost of Goods Sold and Services Provided

Cost of goods sold and services provided represents total costs of finished products, goods, materials sold and services provided to customers during the period, recognized in accordance with the revenue principle and prudence principle. Cases of material and goods losses exceeding normal standards, costs exceeding normal levels, inventory losses after deducting team and individual responsibilities are fully and promptly recorded in cost of goods sold.

2.25 . Financial Expenses

Expenses recorded as financial expenses include:

- Loan interest costs
- Losses from foreign currency sales, foreign exchange losses

These items are recorded at total amounts incurred during the period, not offset against financial income.

2.26 . Corporate Income Tax

a) Current Income Tax Expense

Current income tax expense is determined based on taxable income in the period and the current income tax rate.

b) Current Income Tax Rate

The Company applies a corporate income tax rate of 20% for taxable business activities for the accounting period from January 01, 2025 to March 31, 2025.

2.27. Earnings Per Share

Basic earnings per share are calculated by dividing the profit or loss after tax attributable to the ordinary shareholders of the Company (after adjustments for allocations to the Reward and Welfare Fund and the Executive Bonus Fund) by the weighted average number of ordinary shares outstanding during the period.

2.28 . Related Parties

Parties are considered related if one party has the ability to control or exercise significant influence over the other party in making financial and operating decisions. The Company's related parties include:

- Enterprises directly or indirectly controlling, being controlled by, or under common control with the Company, including parent companies, subsidiaries, and associates
- Individuals directly or indirectly holding voting rights in the Company and having significant influence over the Company, key management personnel, and close family members of these individuals
- Enterprises owned directly or indirectly by individuals mentioned above who hold significant voting rights or have significant influence over these enterprises

In considering related party relationships for financial statement preparation and presentation, the Company focuses on the substance of relationships rather than their legal form.

2.29 . Segment Information

As the Company only operates in steel product manufacturing and trading within Vietnam's territory, it does not prepare segment reports by business line or geographical area.

3 . CASH

	<u>March 31, 2025</u>	<u>January 01, 2025</u>
	VND	VND
Cash on hand	855,519,211	1,728,023,216
Demand deposits	29,639,089,764	175,809,824,693
	<u>30,494,608,975</u>	<u>177,537,847,909</u>

4 . FINANCIAL INVESTMENTS

a) Held-to-maturity investments

	March 31, 2025		January 1, 2025	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Short-term investments	8,627,790,000	-	8,627,790,000	-
- Term deposits (i)	8,627,790,000	-	8,627,790,000	-
	8,627,790,000	-	8,627,790,000	-

As at March 31, 2025, a one-year term deposit amounting to VND 8,627,790,000 was placed at Military Commercial Joint Stock Bank – Thai Nguyen Branch, bearing an annual interest rate of 5.2%. This deposit was used as a performance guarantee for the investment project in the construction of the underground coal mining works at Canh Chim, Phan Me coal mine, located in Giang Tien town, Phu Luong district, Thai Nguyen province.

b) Investment in Associates

"The Company has only one associate, Gia Sang Rolling and Steel Processing Joint Stock Company ("GISCO"). Currently, GISCO has suspended operations since January 1, 2013. As its accumulated losses on the balance sheet have exceeded the owners' equity, the investment in GISCO is accounted for using the equity method with a carrying value of zero at both the beginning and end of the year.

GISCO was established under Enterprise Registration Certificate No. 4600479342 issued for the first time by the Department of Planning and Investment of Thai Nguyen Province on December 26, 2006. Its head office is located at No. 586 Cach Mang Thang Tam Street, Gia Sang Ward, Thai Nguyen City, Thai Nguyen Province. GISCO's principal business activities include trading and manufacturing steel billets, and rolling and drawing steel. As at December 31, 2024, the Company's ownership and voting interest in this associate was 39.66%. On July 15, 2022, the People's Court of Thai Nguyen Province issued Bankruptcy Declaration Decision No. 01/2022/QĐ-TBPS for GISCO. However, on April 10, 2023, the High People's Court in Hanoi issued Decision No. 44/2023/QĐ-PT, approving a petition to review the bankruptcy declaration and annulling the above decision. The case was returned to the People's Court of Thai Nguyen Province for re-settlement in accordance with the law. Subsequently, on October 1, 2024, the Supreme People's Court issued Decision No. 19/2024/QĐ-PS, which annulled Decision No. 44/2023/QĐ-PT dated April 10, 2023, by the High People's Court in Hanoi. As a result, Bankruptcy Declaration Decision No. 01/2022/QĐ-TBPS dated July 15, 2022, by the People's Court of Thai Nguyen Province was upheld.

c) Investment in other entities

	March 31, 2025		January 1, 2025	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
- Thai Nguyen Refractory Joint Stock Group Company	3,423,387,421	-	3,423,387,421	-
- Thai Nguyen Iron and Steel Transport Joint Stock Company	1,527,714,510	-	1,527,714,510	-
- Ferro Alloy Joint Stock Company Thai Nguyen Iron and Steel	844,433,611	-	844,433,611	-
- Natsteelvina Co.,Ltd	9,729,031,615	(785,053,813)	9,729,031,615	(785,053,813)
- Phu Tho Ferro - Alloy Joint Stock Company	7,500,000,000	(7,500,000,000)	7,500,000,000	(7,500,000,000)
- Gang Thép Engineering Joint Stock Company	4,591,247,414	-	4,591,247,414	-
	27,615,814,571	(8,285,053,813)	27,615,814,571	(8,285,053,813)

d) Investment in other entities

Investee Company	Place of Incorporation and Operation	Ownership Percentage	Voting Rights Percentage	Principal Business Activities
Refractory Joint Stock Group Company	Thai Nguyen	4.34%	4.34%	Manufacturing of refractory products....
Thai Nguyen Iron and Steel Transport Joint Stock Company	Thai Nguyen	6.47%	6.47%	Freight transportation, metal trading, auto parts trading, iron ore mining ...
Ferro Alloy Joint Stock Company Thai Nguyen Iron and Steel	Thai Nguyen	0.80%	0.80%	Mining of metal ores, iron ore, wholesale of iron alloys, metals, metal ores ...
Natsteelvina Co.,Ltd	Thai Nguyen	6.80%	6.80%	Manufacturing and trading of iron and steel products
Phu Tho Ferro - Alloy Joint Stock Company	Phu Tho	16.30%	16.30%	Manufacturing construction materials, manufacturing and trading iron alloys, various types of iron and steel
Gang Thiep Engineering Joint Stock Company	Thai Nguyen	1.91%	1.91%	Trading and manufacturing iron, steel, non-ferrous metals, metal products

5 . SHORT-TERM TRADE RECEIVABLES

	March 31, 2025		January 1, 2025	
	Amount	Provision	Amount	Provision
	VND	VND	VND	VND
Related parties	205,846,308,449	(5,240,071,552)	11,449,502,024	(5,240,071,552)
Thai Hung Trading Joint-Stock Company	199,965,832,665	-	5,569,026,240	-
Gia Sang Steel Rolling Joint Stock Company	5,880,475,784	(5,240,071,552)	5,880,475,784	(5,240,071,552)
Other parties	638,023,477,640	(288,944,890,143)	900,410,135,642	(288,964,890,143)
Trung Dung Trading And Tourist Company Limited (i)	251,899,841,715	(147,566,440,981)	251,899,841,715	(147,566,440,981)
Ha Nam Trading And Construction Company Limited (i)	127,372,235,803	(87,343,026,871)	127,372,235,803	(87,343,026,871)
Luong Tho Company Limited (i)	50,872,614,401	(26,688,093,327)	50,872,614,401	(26,688,093,327)
Tan Hong Import-Export Joint Stock Company (i)	24,384,272,840	(17,216,184,178)	24,384,272,840	(17,216,184,178)
Hong Trang Company Limited (ii)	24,675,235,824	-	24,675,235,824	-

B.C.H Joint Stock Company	107,410,263,649	-	223,487,547,063	-
Other parties	51,409,013,408	(10,131,144,786)	197,718,387,996	(10,151,144,786)
	843,869,786,089	(294,184,961,695)	911,859,637,666	(294,204,961,695)

(i) For receivables from Gia Sang Rolling and Steel Joint Stock Company, Trung Dung Trading and Tourism Limited Liability Company, Ha Nam Trading and Construction Limited Liability Company, Luong Tho Limited Liability Company, Tan Hong Import-Export Joint Stock Company, the Company has made a provision for 100% of the principal debt amount (excluding overdue interest). As for the overdue interest amount of VND 176,355,623,634 from these parties, the Company has recognized it by simultaneously increasing both the receivables and other payables in accordance with the recommendation of the State Audit Office. Therefore, no provision has been made for this overdue interest (See Note 19).

(ii) The receivable from Hong Trang Limited Liability Company, amounting to VND 24,675,235,824, represents overdue interest. This has been recognized by increasing both the receivables and other payables in accordance with the recommendation of the State Audit Office. Therefore, no provision has been made for this overdue interest (See Note 19).

6 . ADVANCES TO SUPPLIERS

	March 31, 2025		January 1, 2025	
	Amount	Provision	Amount	Provision
	VND	VND	VND	VND
a) Short-Term				
<i>Related parties</i>	524,000,000	-	-	-
MDC - VNSTEEL consulting company limited	524,000,000	-	-	-
<i>Other parties</i>	2,963,631,416	-	4,608,833,686	-
DHATU INTERNATIONAL PTE LTD		-	2,296,097,573	-
Phu Thanh Law Office	150,000,000	-		-
Institute of Science and Technology for Energy and Environment	264,446,000	-	-	-
Other advances to suppliers	2,549,185,416	-	2,312,736,113	-
	3,487,631,416	-	4,608,833,686	-
b) Long-term				
<i>Other parties</i>	21,046,613,341	-	21,046,613,341	-
Lilama Hanoi Joint Stock Company	12,998,581,845	-	12,998,581,845	-
Lilama 10 Joint Stock Company	6,956,837,496	-	6,956,837,496	-
Other advances to suppliers	1,091,194,000	-	1,091,194,000	-
	21,046,613,341	-	21,046,613,341	-

Additional information for long-term advances to suppliers:

(i) All long-term advances to suppliers are recorded under the Project Management Board, including advances related to the Phase 2 Expansion Project of Thai Nguyen Steel Corporation and other advances. On February 20, 2019, the Government Inspectorate issued a notification regarding the 'Inspection Conclusion on the Phase 2 Expansion Project of Thai Nguyen Steel Corporation.' The advances to suppliers related to the project may change once the recommendations of the Government Inspectorate are implemented (Additional information regarding the Project is presented in Note 35).

7 . OTHER RECEIVABLES

	March 31, 2025		January 1, 2025	
	Amount	Provision	Amount	Provision
	VND	VND	VND	VND
a) Short-Term				
a1) Details by nature				
- Advance payments	2,217,349,142	-	1,410,385,781	
- Deposits and guarantees	785,659,267	-	17,788,033,956	
- Employee insurance receivables	718,621,016	-	782,780,350	
- Temporary personal income tax	55,009,708			
- Penalties, receivables for substandard imported steel scrap	56,966,829,710	(55,748,647,869)	56,772,807,696	(55,748,647,869)
- Inventory shortages from Quang Ninh branch individuals	849,722,423	(718,622,244)	874,722,423	(743,622,244)
- Meal allowances, hazard pay	3,042,000	-	12,094,000	-
- Court fees	235,656,518	-	235,656,518	
- Receivable from Dong Hy District People's Committee for Trai Cau iron mine resettlement land use fees	8,583,028,500	-	8,583,028,500	
- Labor agreements and social-cultural funds	989,894,995	-	732,601,900	
- Late payment interest on goods purchases	9,892,697,495	-	8,404,200,120	
- Other receivables	1,340,998,797	-	1,295,069,483	
	82,638,509,571	(56,467,270,113)	96,891,380,727	(56,492,270,113)
a2) Details by entity:				
Related parties	4,801,514,907	-	4,165,021,091	=
Thai Hung Trading Joint Stock Company	4,801,514,907	-	4,165,021,091	
			92,726,359,636	(56,492,727,113)
Other parties				
- JINSU RESOURCES LTD	23,514,884,834	(23,514,884,834)	23,514,884,834	(23,514,884,834)
- ASIA GLOBAL COMMODITIES PTE LTD	14,632,997,101	(14,632,997,101)	14,632,997,101	(14,632,997,101)
- Dong Hy District People's Committee	8,583,028,500	-	8,583,028,500	
- B.C.H Joint Stock Company	3,907,496,764	-	4,053,398,428	
- Other entities	27,198,587,465	(18,319,388,178)	41,942,050,773	(18,344,388,178)
	82,638,509,571	(56,467,270,113)	96,891,380,727	(56,492,270,113)

7 . OTHER RECEIVABLES

b) Long-Term

b1) Detailed by nature

- Deposits and guarantees

b2) Detailed by entity

- Thai Nguyen Provincial Environmental Protection Fund
- Other entities

March 31, 2025		January 1, 2025	
Amount	Provision	Amount	Provision
VND	VND	VND	VND
44,714,568,673	-	42,753,875,611	-
<u>44,714,568,673</u>	-	<u>42,753,875,611</u>	-
44,262,470,162	-	42,027,448,305	-
452,098,511	-	726,427,306	-
<u>44,714,568,673</u>	-	<u>42,753,875,611</u>	-

8 . BAD DEBTS

Total value of overdue receivables or not yet overdue but difficult to recover.

	<u>March 31, 2025</u>		<u>January 1, 2025</u>	
	Original cost	Recoverable Value	Original cost	Recoverable Value
	VND	VND	VND	VND
- Luong Tho Company Limited (i)	50,872,614,401	24,184,521,074	50,872,614,401	24,184,521,074
- Ha Nam Trading And Construction Company Limited	127,372,235,803	40,029,208,932	127,372,235,803	40,029,208,932
- Trung Dung Trading And Tourist Company Limited (i)	251,899,841,715	104,333,400,734	251,899,841,715	104,333,400,734
- Hong Trang Company Limited (i)	24,675,235,824	24,675,235,824	24,675,235,824	24,675,235,824
- LCT Gia Sang Joint Stock Company (i)	5,880,475,784	640,404,232	5,880,475,784	640,404,232
- Tan Hong Import-Export Joint Stock Company (i)	24,384,272,840	7,168,088,662	24,384,272,840	7,168,088,662
- Jinsu Resources Ltd	23,514,884,834	-	23,514,884,834	-
- Asia Global	14,632,997,101	-	14,632,997,101	-
- Other receivables	29,795,524,061	1,288,071,770	29,840,524,061	1,288,071,770
Total	553,028,082,363	202,318,931,228	553,073,082,363	202,318,931,228

In which:

Information about penalties and receivables for late payment interest arising from overdue debts but not recognized as revenue (ii)

201,030,859,458

(i) The recoverable amount of these receivables corresponds to the overdue interest mentioned in item (ii).

(ii) The entire amount of VND 201,030,859,458 represents overdue interest on receivables past due under contractual terms. The Company has recognized an increase in both 'Trade receivables' and 'Other payables' in the Balance Sheet in accordance with the 2013 adjustment by the State Audit Office (See Note 19).

9 . INVENTORIES

	<u>March 31, 2025</u>		<u>January 1, 2025</u>	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Goods in transit	-	-	5,677,952,918	-
Raw materials, supplies	1,337,639,433,404	-	1,361,798,825,399	-
Tools and instruments	5,045,136,981	-	5,485,641,123	-
Work in progress	8,000,264,830	-	20,608,411,592	-
Finished goods	560,310,249,844	(3,678,942,045)	414,662,417,385	(3,678,942,045)
Merchandise	37,073,803,904	-	840,332,122	-
	1,948,068,888,963	(3,678,942,045)	1,809,073,580,539	(3,678,942,045)

10 . CONSTRUCTION IN PROGRESS

	<u>March 31, 2025</u>	<u>January 1, 2025</u>
Construction in progress	6,371,321,676,639	6,369,610,766,433
- Phase II Steel Plant Renovation Project	6,361,170,486,707	6,359,941,808,903
- Other construction works	10,151,189,932	9,668,957,530
Purchase of fixed assets	4,545,455	
Major repair and regular maintenance of fixed assets	3,761,017,553	-
	6,375,087,239,647	6,369,610,766,433

(i) Detailed information on the Phase 2 Production Expansion Project – Thai Nguyen Iron and Steel Joint Stock

- The Phase 2 Production Expansion Project of Thai Nguyen Iron and Steel Joint Stock Corporation ("the Project") was initially approved with a total investment of VND 3,843.67 billion, and later approved for adjustment to a new total investment of VND 8,104.91 billion. The contract with the main contractor (EPC contractor), No. 01#EPC/TISCO-MCC, was signed with China Metallurgical Group Corporation (MCC) on July 12, 2007.
- "The Project commenced in 2007 but has been suspended since 2013. The Company's management, together with Vietnam Steel Corporation – JSC, continues to negotiate with the contractors and coordinate with relevant state authorities to resolve the difficulties facing the Project.
- On February 20, 2019, the Government Inspectorate announced "Inspection Conclusions on Phase II Production Expansion Project - Thai Nguyen Iron and Steel Company". The Government Inspectorate's recommendations are still in implementation.
- On November 11, 2021, the High People's Court in Hanoi issued Judgment No. 531/2021/HS-PT related to the Project. According to the judgment, the damages in the case were determined to be the actual interest amount that TISCO had to pay to the banks due to the project delays (from May 31, 2011, to the date of the case initiation), totaling VND 830,253,115,150. The defendants mentioned in the judgment were ordered to compensate TISCO for the stated amount.
- As of March 31, 2025, the Company had received compensation amounting to VND 131,915,500,316 from the Civil Judgment Enforcement Department of Hanoi City. This amount was collected by the Department from the defendants. The Company recorded a corresponding reduction in the capitalized borrowing costs of the Project.
- The interest expenses and overdue interest arising from loans for the Project from 2007 to date are separately tracked and capitalized into the project investment value. On December 31, 2024, the North Ba Kan Development Bank – Thai Nguyen Branch issued notification No. 460/TB.NHPT.BK-TN, stating the cancellation of overdue interest on unpaid overdue debt as of December 21, 2023, amounting to VND 506,567,725,220. Accordingly, the Company has recognized a reduction in the Project investment value corresponding to the forgiven interest.
- As of March 31, 2025, the total uncompleted investment value of the project is VND 6,359,942 billion. Of this amount, the capitalized interest is VND 3,145.10 billion, with interest expenses arising in the current year being capitalized as part of the project investment. (Additional information related to the Project is presented in Note 35)

11 . INTANGIBLE FIXED ASSETS

	<u>Land use rights</u>	<u>Computer software</u>	<u>Other intangible fixes assets</u>	<u>Total</u>
	VND	VND	VND	VND
Cost				
Opening balance	44,090,882,400	8,766,589,627	110,631,135,828	163,488,607,855
Closing balance	<u>44,090,882,400</u>	<u>8,766,589,627</u>	<u>110,631,135,828</u>	<u>163,488,607,855</u>
Accumulated amortization				
- Opening balance	10,142,579,802	7,972,066,984	110,631,135,828	128,745,782,614
- Depreciation	258,706,773	458,419,407	-	717,126,180
Closing balance	<u>10,401,286,575</u>	<u>8,430,486,391</u>	<u>110,631,135,828</u>	<u>129,462,908,794</u>
Net book value				
At the beginning of the period	33,948,302,598	794,522,643	-	34,742,825,241
At the end of the period	<u>33,689,595,825</u>	<u>336,103,236</u>		<u>34,025,699,061</u>

12 . TANGIBLE FIXED ASSETS

	Buildings and structures	Machinery and equipment	Vehicles and transmission equipment	Office equipment	Other fixed assets	Total
	VND	VND	VND	VND	VND	VND
Cost						
Opening balance	1,144,947,473,024	2,694,922,366,713	652,129,710,448	21,829,289,337	153,230,333,344	4,667,059,172,866
- Purchases during period					-	-
- Construction completion					-	-
- Disposals					-	-
Closing balance	1,144,947,473,024	2,694,922,366,713	652,129,710,448	21,829,289,337	153,230,333,344	4,667,059,172,866
Accumulated depreciation						
Opening balance	882,558,702,479	2,129,420,591,462	483,714,307,921	13,939,846,611	147,587,221,160	3,657,220,669,633
- Depreciation	5,990,406,691	18,946,855,931	5,217,729,709	384,992,236	146,558,691	30,686,543,258
+ Depreciation of assets used in production	5,931,710,194	18,946,855,931	5,217,729,709	384,992,236	146,558,691	30,627,846,761
+ Depreciation of assets formed from Welfare fund	58,696,497		-			58,696,497
- Disposals	-	-	-	-	-	-
Closing balance	888,549,109,170	2,148,367,447,393	488,932,037,630	14,324,838,847	147,733,779,851	3,687,907,212,891
Net book value						
At the beginning of the period	262,388,770,545	565,501,775,251	168,415,402,527	7,889,442,726	5,643,112,184	1,009,838,503,233
At the end of the period	256,398,363,854	546,554,919,320	163,197,672,818	7,504,450,490	5,496,553,493	979,151,959,975

In which:

- The remaining value of tangible fixed assets used as collateral, pledged, or secured for loans as of March 31, 2025, is VND 838,725,830,054 (as of January 1, 2025, it was VND 855,965,475,206).
- The original cost of tangible fixed assets that have been fully depreciated but are still in use as of March 31, 2025, is VND 2,355,467,898,191 (as of January 1, 2025, it was VND 2,347,672,634,103).

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13 . PREPAID EXPENSES

	March 31, 2025	January 1, 2025
	VND	VND
a) Short-term		
Tools and supplies in use	1,606,332,618	2,167,721,721
Allocated materials and equipment value	7,811,398,130	7,712,335,051
Insurance costs	996,902,729	1,598,970,395
Production preparation tunnel costs	15,491,540,389	16,729,870,842
Advertising billboard costs	4,068,030,344	4,669,114,843
Land rental costs	2,875,538,250	-
Mineral exploitation rights fee for the Tien Bo mine	2,378,200,002	-
Warehouse rental costs	5,913,473,794	
Other short-term prepaid expenses	214,670,310	1,277,717,067
	41,356,086,566	34,155,729,919
b) Long-term		
Tools and supplies in use	5,072,246,141	6,083,119,879
Steel rolling spare parts	116,903,884,727	116,210,584,495
Fixed asset major repairs pending allocation	516,679,943	602,917,701
Compensation for site clearance at Tien Bo, Trai Cau mines	813,839,230	813,839,230
Geological data usage fee	35,066,430,695	36,091,594,553
Mining rights fee	3,728,002,689	3,760,506,273
Other long-term prepaid expenses	5,885,057,064	3,706,279,341
	167,986,140,489	167,268,841,472

14 . TRADE PAYABLES

	March 31, 2025		January 1, 2025	
	Amount	Payable capacity	Amount	Payable capacity
	VND	VND	VND	VND
a) Short-term				
Related parties	92,281,795,705	92,281,795,705	108,967,030,660	108,967,030,660
Thai Hung Trading Joint Stock Company	66,480,262,585	66,480,262,585	41,842,456,000	41,842,456,000
VNSTEEL - HOCHIMINH City Metal Corporation	25,801,533,120	25,801,533,120	67,124,574,660	67,124,574,660
Other parties	874,935,192,888	874,935,192,888	965,493,149,980	965,493,149,980
B.C.H Joint Stock Company	168,862,803,945	168,862,803,945	5,990,577,660	5,990,577,660
Trung Thanh Thai Nguyen Limited Liability Company	28,390,250,740	28,390,250,740	127,436,960,280	127,436,960,280
Hiep Huong Trade Joint Stock Company	88,780,309,000	88,780,309,000	3,248,712,300	3,248,712,300
Dai Viet Co., Ltd	37,798,796,395	37,798,796,395	64,281,884,936	64,281,884,936
Thai Nguyen Metallurgical and Steel Company	33,342,315,150	33,342,315,150	35,552,512,900	35,552,512,900
Toan Thang Steel Joint Stock Company	-	-	136,660,664,800	136,660,664,800
Hiep Huong Company Limited	65,831,050,450	65,831,050,450	98,472,000	98,472,000
Huigen Phu Tho Company Limited	64,324,536,340	64,324,536,340	87,314,271,450	87,314,271,450
Binh An Investment and Trading Development Co., Ltd	15,840,913,000	15,840,913,000	80,337,847,700	80,337,847,700

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Other payables	371,764,217,868	371,764,217,868	424,571,245,954	424,571,245,954
	967,216,988,593	967,216,988,593	1,074,460,180,640	1,074,460,180,640

b) Long-term

	<u>March 31, 2025</u> VND	<u>January 01, 2025</u> VND
Other parties		
Metallurgical Corporation of China Limited (MCC)	136,571,149,081	135,076,785,516
LILAMA 45.3 Joint Stock Company	34,458,870,572	34,458,870,572
Quang Minh General Trading and Investment Joint Stock Company	23,877,604,252	23,877,604,252
Viet Nam Industrial Construction Corporation	20,237,364,786	20,237,364,786
MAKSTEEL Industrial Equipment Joint Stock Company	17,811,372,974	17,811,372,974
Other payables	55,862,596,344	55,820,709,644
	288,818,958,009	287,282,707,744

(i) Long-term payables to suppliers are tracked by the Project Management Board and include amounts related to the Phase 2 Expansion Project of Thai Nguyen Iron and Steel Corporation. On February 20, 2019, the Government Inspectorate issued the 'Inspection Conclusion of Phase 2 Expansion Project – Thai Nguyen Iron and Steel Corporation.' Payables related to the project may change once the recommendations from the Government Inspectorate are implemented. (Additional information related to the Project is presented in Note 35)

15 . ADVANCES FROM CUSTOMERS

	<u>March 31, 2025</u> VND	<u>January 01, 2025</u> VND
Related parties:	184,969,559	41,094,509
Hanoi Steel Company	184,969,559	41,094,509
Other parties	67,746,527,204	18,107,957,654
Quynh Minh Corporation Trading and Construction	3,644,275,864	3,189,118,821
Tan Phu Automobile Transport Cooperative Branch	32,956,597,189	
Hiep Huong Trade Joint Stock Company	10,943,311,883	
Duc Minh Trading Co., Ltd	-	14,685,000,000
Viet Hai Transport Trading and Services Company Limited	20,202,342,268	233,838,833
Other Advances from Customers	5,312,272,914	2,431,197,333
	73,243,769,677	20,580,249,496

16 ACCRUED EXPENSES

	<u>March 31, 2025</u> VND	<u>January 1, 2025</u> VND
a) Short-term accrued expenses		
- Interest expense	1,871,123,366	1,701,663,611
- Interest expense the Project "Renovation and Expansion of Production of Thai Nguyen Iron and Steel Company - Phase 2 (i)	1,775,035,873,367	1,745,409,022,817
- Accrued electricity and water expenses	9,866,862,230	7,326,871,244
- Routine repair costs, major repairs	6,177,000,000	
- Transportation costs	2,995,719,154	-
- Land rental costs	17,192,558,196	-
- Accrued distributor bonuses	-	2,126,000,000
- Accrued furnace dust treatment expenses	331,581,939	69,326,095
- Other accrued expenses	933,039,600	1,017,775,722
	1,814,403,757,852	1,757,650,659,489
b) Long-term accrued expenses		
- Interest expense the Project "Renovation and Expansion of Production of Thai Nguyen Iron and Steel Company - Phase 2 (i)	646,342,518,706	611,484,901,721
	646,342,518,706	611,484,901,721
c) Payables overdue for payment		
- Interest payable to the Bank for Development of the Bac Kan Region - Thai Nguyen Branch	1,298,590,179,727	1,298,590,179,727

17 . TAXES AND AMOUNTS PAYABLE TO STATE BUDGET

	Opening receivables	Opening payables	Amount payable in period	Amount paid in period	Closing receivables	Closing payables
	VND	VND	VND	VND	VND	VND
Value Added Tax		9,338,043,379	14,458,335,596	13,197,614,875	-	10,598,764,100
Special Consumption Tax	-	-	-	-	-	-
Export-Import Tax	-	-	-	-	-	-
Corporate Income Tax	-	11,899,423,035	160,739,466	11,899,423,034	-	160,739,467
Personal Income Tax	65,816,564	2,197,000	1,253,339,805	1,205,789,269	16,519,028	450,000
Natural Resources Tax	-	4,574,867,612	10,258,975,564	11,364,283,501	-	3,469,559,675
Land and Property Tax	190,666,536	-	919,155,404	647,498,031	190,666,536	271,657,373
Environmental Protection Tax	-	77,753,100	231,051,750	240,099,900	-	68,704,950
Other Taxes	-	-	20,000,000	20,000,000	-	-
Fees, charges, and other payable amounts	36,447,807,591	2,236,659,638	11,486,804,976	6,695,526,284	36,447,807,591	7,027,938,330
	36,704,290,691	28,128,943,764	38,788,402,561	45,270,234,894	36,654,993,155	21,597,813,895

The Company's tax finalization is subject to inspection by tax authorities. Due to varying interpretations of tax laws and regulations that may apply to different types of transactions, the tax amounts presented in the 2024 separate financial statements may be subject to change based on tax authority decisions.

18 . PROVISIONS

	March 31, 2025	January 1, 2025
	VND	VND
a) Short-term		
- Major repair provision	-	-
- Transportation support provision	-	-
- Sludge and furnace dust treatment expenses	2,552,351,222	2,114,874,722
	2,552,351,222	2,114,874,722
b) Long-term		
- Environmental restoration costs	36,911,432,065	36,471,250,515
- Mining rights fee	1,522,035,758	-
- Major repair provision	10,000,000,000	10,000,000,000
	48,433,467,823	46,471,250,515

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19 . OTHER PAYABLES		March 31, 2025	January 1, 2025
a) Short-term		339,281,147,894	-
a.1 Related parties:		19,663,324,968	-
Late payment interest (HOCHIMINH City Metal Corporation)		531,227,818	
Discounts payable (Hanoi Metal Joint Stock Company)		2,514,325,350	
Discounts payable (Thai Hung Trading Joint Stock Company)		16,617,771,800	
a.2 Other contents		319,617,822,926	337,633,805,335
- Union fees and Mandatory insurance		1,453,852,501	1,823,333,608
- Short-term deposits and guarantees		28,928,736,769	27,606,134,019
- Dividends and profits payable		107,640,000	107,640,000
- Collective labor agreement fund		1,215,406,167	2,984,712,220
- Social charity and cultural fund		256,238,184	256,238,184
- Inventory shortage liability fund		131,100,179	131,100,179
- Payable to Thai Nguyen Provincial People's Committee for Ban Co Lake and Cua Lang Lake value (i)		10,188,115,550	10,188,115,550
- Meal allowances and benefits		592,027,272	861,608,598
- Resettlement area receipts		800,000,000	800,000,000
- Late Payment Interest Receivable, Recognized Increase in Receivables, Payables (ii)		201,030,859,458	201,030,859,458
- Compensation and support for subsidence from deep-layer ore mining (iii)		25,646,191,449	25,640,172,758
- Tender, quotation		450,000,000	450,000,000
- Trade discounts payable to agents		40,263,102,060	57,874,197,490
- Uncle Ho memorial house construction fund		6,598,468,802	6,216,200,242
- Other payables		1,956,084,535	1,663,493,029
		339,281,147,894	337,633,805,335
b) Long-term		330,000,000	345,000,000
- Long-term deposits and guarantees		330,000,000	345,000,000

(i): Represent the investment value of Cua Lang Lake and Ban Co Lake transferred from Thai Nguyen Provincial People's Committee for management and exploitation serving Tien Bo Iron Mine operations.

(ii): Late payment interest from overdue receivables under contracts recorded as increase in accounts receivable and other payables on the Balance Sheet according to State Audit Office's 2013 adjustment. (See Note 08).

(iii): Represent costs related to compensation and support for households affected by subsidence from deep-layer ore mining according to approved compensation plans and with payment decisions.

10. LOANS
a) Production and Business Operation Loans

	January 1, 2025		Changes during period		March 31, 2025	
	Value	Payment capacity	Increase	Decrease	Value	Payment capacity
	VND	VND	VND	VND	VND	VND
a) Short-term loans:						
- Short-term bank loans	1,678,858,320,328	1,678,858,320,328	1,386,057,136,995	1,436,933,183,300	1,627,982,274,023	1,627,982,274,023
- Short-term bank loans	1,678,858,320,328	1,678,858,320,328	1,386,057,136,995	1,436,933,183,300	1,627,982,274,023	1,627,982,274,023
- Short-term bank loans	-	-	-	-	-	-
- Short-term bank loans	-	-	-	-	-	-
- Long-term loan due for repayment	82,223,287,057	82,223,287,057	-	26,000,000,000	56,223,287,057	56,223,287,057
- Long-term bank loan due for repayment	82,223,287,057	82,223,287,057	-	26,000,000,000	56,223,287,057	56,223,287,057
	<u>1,761,081,607,385</u>	<u>1,761,081,607,385</u>	<u>1,386,057,136,995</u>	<u>1,462,933,183,300</u>	<u>1,684,205,561,080</u>	<u>1,684,205,561,080</u>
b) Long-term loans:						
- Long-term bank loans	82,223,287,057	82,223,287,057	-	26,000,000,000	56,223,287,057	56,223,287,057
	<u>82,223,287,057</u>	<u>82,223,287,057</u>	<u>-</u>	<u>26,000,000,000</u>	<u>56,223,287,057</u>	<u>56,223,287,057</u>
- Loans due within 12 months	(82,223,287,057)	(82,223,287,057)		(26,000,000,000)	(56,223,287,057)	(56,223,287,057)
- Loans due after 12 months	-	-			-	-

20. LOANS (NEXT PAGE)
i) Loans related to the Phase 2 Production Expansion Project

	January 01, 2025	Increase	Decrease	March 31, 2025
	VND	VND	VND	VND
b1) Short-term loans				
Long-term bank loan due for repayment	1,104,601,890,011	32,725,517	100,000,000	1,104,534,615,528
	1,104,601,890,011	32,725,517	100,000,000	1,104,534,615,528
b2) Long-term loans:				
Long-term bank loans	2,788,886,845,562	18,753,594,656	100,000,000	2,807,540,440,218
	2,788,886,845,562	18,753,594,656	100,000,000	2,807,540,440,218
Loans due within 12 months	(1,104,601,890,011)	(32,725,517)	(100,000,000)	(1,104,534,615,528)
Loans due after 12 months	1,684,284,955,551			1,703,005,824,690
	1,076,068,691,352			1,076,068,691,352
b3) Overdue loan (*)				

(*): This is an overdue loan from the Bank for Investment and Development - Bac Kan Branch under Credit Contract No. 21/2006/HĐTD dated May 13, 2006.

21 . OWNER'S EQUITY

a) Statement of Changes in Owner's Equity:

	Owner's invested capital	Treasury shares	Foreign exchange differences	Investment and development fund	Undistributed earnings	Non-controlling interests	Total
	VND	VND	VND	VND	VND	VND	VND
Opening balance previous year	1,840,000,000,000	(41,070,000)	(277,431,341,922)	29,908,837,239	94,971,448,653	20,109,221,853	1,707,517,095,823
Loss in previous year	-	-	-	-	(8,384,467,194)	709,727,933	(7,674,739,261)
Foreign exchange revaluation (i)	-	-	(120,406,043,056)	-	-	-	(120,406,043,056)
Closing balance previous year	1,840,000,000,000	(41,070,000)	(397,837,384,978)	29,908,837,239	86,586,981,459	20,818,949,786	1,579,436,313,506
Opening balance this year	1,840,000,000,000	(41,070,000)	(397,837,384,978)	29,908,837,239	86,586,981,459	20,818,949,786	1,579,436,313,506
Profit in current year	-	-	-	-	(9,203,309,860)	35,969,397	(9,167,340,463)
Foreign exchange revaluation (i)	-	-	(31,205,162,839)	-	-	-	(31,205,162,839)
Capital reduction in current year	-	-	-	-	-	-	-
Reissuance of treasury shares	-	-	-	-	-	-	-
Other reduce	-	-	-	-	-	-	-
Closing balance this year	1,840,000,000,000	(41,070,000)	(429,042,547,817)	29,908,837,239	77,383,671,599	20,854,919,183	1,539,063,810,204

- (i) The foreign exchange differences related to the Phase 2 steel mill expansion and renovation project are separately recognized and accumulated on the balance sheet in accordance with Ministry of Finance Circular No. 15/72/BTC-TCDN dated October 26, 2015.

b) Details of owner's investment capital

	End of the period	Percentage	Beginning of the period	Percentage
	VND	%	VND	%
Vietnam Steel Corporation	1,196,000,000,000	65.00	1,196,000,000,000	65.00
Thai Hung Trading Joint-Stock Company	368,000,000,000	20.00	368,000,000,000	20.00
Other shareholders	275,889,000,000	14.99	275,889,000,000	14.99
Treasury shares	111,000,000	0.01	111,000,000	0.01
	1,840,000,000,000	100.00	1,840,000,000,000	100.00

c) Transactions with owners and dividend and profit distributions

	<u>1st Quarter -2025</u>	<u>1st Quarter -2024</u>
	VND	VND
<i>Owner's invested capital</i>	<i>1,840,000,000,000</i>	<i>1,840,000,000,000</i>
- Opening balance	1,840,000,000,000	1,840,000,000,000
- Closing balance	1,840,000,000,000	1,840,000,000,000
- Opening balance of dividends and profit payable	107,640,000	160,280,000
- Dividends and profit paid in shares		(1,920,000)
+ Dividends and profit distributed from previous period's profit		(1,920,000)
- Closing balance of dividends and profit payable	107,640,000	158,360,000

d) Shares

	<u>March 31, 2025</u>	<u>January 1, 2025</u>
Number of shares registered	184,000,000	184,000,000
Number of shares issued and fully paid	184,000,000	184,000,000
- Common shares	184,000,000	184,000,000
The number of shares repurchased (treasury shares):	11,100	11,100
- Common shares	11,100	11,100
Number of outstanding shares	183,988,900	183,988,900
- Common shares	183,988,900	183,988,900
Par value of outstanding shares (VND)	10,000	10,000

e) Company's funds

	<u>March 31, 2025</u>	<u>January 1, 2025</u>
	VND	VND
Investment and Development Fund	29,908,837,239	29,908,837,239
	<u>29,908,837,239</u>	<u>29,908,837,239</u>

22. OFF-BALANCE SHEET ITEMS AND OPERATING LEASE COMMITMENTS**a) Leased assets**

Thai Nguyen Iron And Steel Joint Stock Company has signed land lease contracts with the State for business production purposes. According to these contracts, the Company must pay annual land rent until the contract expiration date according to current State regulations. Information about the leased land lots is as follows:

No.	Location of land plot	Area (m2)	Lease term (years)
I	Company Headquarters		
1	Land plot No. 04, cadastral map No. 05, Phu Xa ward, Thai Nguyen city	7,861.7	Until 2047
2	Cadastral map No. 128, Phu Xa ward, Thai Nguyen city	3,210.0	Until 2047
3	Phase 2 production expansion area (Cam Gia ward, Thai Nguyen city)	31,723.2	Until 2036
4	Green tree planting area (Cam Gia ward, Thai Nguyen city)	423,191.8	Until 2047
5	Area within fence (Cam Gia ward, Thai Nguyen city)	1,297,342.9	Until 2047

Information about the land lots (continued):

Information about leased land lots (continued):

No.	Location of land plot	Area (m2)	Lease term (years)
II	Tien Bo Mine		
1	Mine pit area	2,224,785.8	30-year lease
2	Explosives storage area	29,848.8	30-year lease
3	Cau River water pipeline area, transportation route	18,672.0	30-year lease
4	Access road to Mine Office area	2,140.4	30-year lease
III	Trai Cau Mine		
1	Land leased at Trai Cau town		
-	Land leased until 2047	696,913.1	Until 2047
-	Land leased until 2036	279,217.1	Until 2036
-	Land leased until 2025	13,223.5	Until 2025
2	Land leased at Nam Hoa commune		
-	Land leased at mountain D (Nam Hoa commune)	18,559.3	Until 2047
-	Land leased at mountain D (Nam Hoa commune)	21,241.2	Until 2050
3	Land leased at Tan Loi commune	217,726.0	Until 2047
4	Land leased at Cay Thi commune mountain		
-	Land leased at mountain D	88,015.0	Until 2050
-	Land leased at mountain D	3,085.7	Under extension
-	Land leased at deep ore mountain level	9,529.3	Until 2025
IV	Phan Me Mine		
1	Cadastral map No. 10 and 166 Giang Tien town, Phu Luong district (Office area and mine exploitation area)	305,860.0	Until 2047
2	Cadastral map No. 33 and 169 Ha Thuong commune, Dai Tu district (Weighing station area and mine exploitation area)	139,980.0	Until 2047
3	Cadastral map No. 45, 46, 47, 57, 58 and 59 Phuc Linh commune, Dai Tu district (Mine exploitation area)	436,257.0	Until 2047
4	Cadastral map No. 57, 65, 66, 67, 68, 73, 74 and 75 Phuc Linh commune, Dai Tu district (Waste dump area)	751,660.0	Until 2028
5	Cadastral map No. 57, 68 and 69 Phuc Linh commune, Dai Tu district (Expansion of blasting boundary, boundary 3)	165,319.0	Until 2028
6	Extracted cadastral map of Giang Tien town (waste dump area of Phan Me coal mine)	187,200.0	Under extension
V	Tuyen Quang Iron and Steel Rolling Mill		
1	Service area and security gate (An Hoa 2 village, An Tuong commune, Tuyen Quang city)	1,139.0	Until 2043
2	Office area and production area (An Hoa 2 village, An Tuong commune, Tuyen Quang city)	45,829.0	Until 2043
VI	Quartzite Phu Tho Mine		
1	Headquarters land (Ha Son Street, Thanh Son Town, Thanh Son, Phu Tho)	2,034.0	Under extension
2	Mine exploitation land (Thuc Luyen, Thanh Son, Phu Tho)	222,000.0	Under extension
3	Storage yard land (Thuc Luyen, Thanh Son, Phu Tho)	22,400.0	Under extension
VII	Railway Transport Enterprise		
1	Area from Station 48 to Ngam Cay Thi	5,000.0	Until 2047
VIII	Quang Ninh Branch		
1	Gieng Day ward, Ha Long city	6,654.3	Under extension

Information about leased land lots (continued):

Thai Trung Steel Rolling Joint Stock Company has signed a land lease agreement with the Department of Natural Resources and Environment of Thai Nguyen Province for land in Cam Gia Ward, Thai Nguyen City, to use for production and business purposes. The lease term is 49 years, from 2008 to 2057. The leased land area is 53,133.9 m². According to this contract, the Company must pay annual land lease fees in accordance with the current regulations of the State.

c) Assets held in trust

	March 31, 2025	January 1, 2025
Related parties:		
- Rolled steel (tons)	48.595	6,657.100
<i>Thai Hung Trading Joint Stock Company</i>	8.406	6,610.448
<i>Hanoi Metal Joint Stock Company</i>	40.189	46.652
Other parties:		
- Rolled steel (tons)	14,175.165	13,590.760
- Steel billets (tons)	18,153,020	34,420.396
- Australian coking coal (tons)	-	13,383.190
- Russian coking coal before moisture deduction (tons)	5,745.230	5,745.230
- Cooled blast furnace slag (tons)	293,700.000	306,257.410
- Ferrosilicon (tons)	-	101.655
- Hot patching material (tons)	-	57.854

d) Foreign currencies

	March 31, 2025	January 1, 2025
- US Dollar (USD)	2,091.66	2,102.12

e) Bad debts written off

	March 31, 2025	January 1, 2025
	VND	VND
	4,033,133,561	4,033,133,561

23 . TOTAL REVENUE FROM SALES OF GOODS AND SERVICES

	1 st Quarter - 2025	1 st Quarter - 2024
	VND	VND
Revenue from goods sold	1,620,881,161	8,474,404,412
Revenue from finished products	2,827,773,920,383	2,170,684,653,520
Revenue from services	2,938,013,546	3,471,866,546
	2,832,332,815,090	2,182,630,924,478

Including: Revenue from related parties
(See detailed information in Note 37)

941,951,751,950 678,687,785,180

24 . COST OF GOODS SOLD

	1 st Quarter - 2025	1 st Quarter - 2024
	VND	VND
Cost of goods sold	1,524,568,741	7,864,882,943
Cost of finished products sold	2,736,088,485,626	2,066,844,434,683
Cost of services provided	2,608,067,033	2,668,457,465
Other costs	7,210,677,284	
	2,747,431,798,684	2,077,377,775,091

In which: Purchases from related parties
Total Purchase Value:
(See detailed information in Note 37)

286,659,192,250 -

25 . FINANCE INCOME

	1 st Quarter - 2025	1 st Quarter - 2024
	VND	VND
Interest income from deposits, loans	24,400,573	208,793,167
Payment discounts, interest from deferred payments	3,727,676,404	5,668,136,520
Foreign exchange gains arising during the period	62,020,447	
Foreign exchange gains from year-end revaluation	-	36,218,598

Other Financial income	187,636,548	
	4,001,733,972	5,913,148,285
In which: Financial income from related parties	636,493,816	
(See detailed information in Note 37)		

26 . FINANCIAL EXPENSES

	1 st Quarter - 2025	1 st Quarter - 2024
	VND	VND
Loan interest	29,216,436,965	37,044,055,422
Payment discount, Late payment interest	531,227,818	33,799,639
Foreign exchange losses arising during the period	161,713,042	121,954,078
	29,909,377,825	37,199,809,139

27 . SELLING EXPENSES

	1 st Quarter - 2025	1 st Quarter - 2024
	VND	VND
Materials and supplies expenses	319,094,986	164,942,055
Labor costs	1,784,401,218	1,770,838,878
Fixed asset depreciation	293,493,781	295,559,650
External services	7,783,113,040	4,456,933,019
Other monetary expenses	4,264,293,367	4,069,226,669
	14,444,396,392	10,757,500,271

28 . GENERAL AND ADMINISTRATIVE EXPENSES

	1 st Quarter - 2025	1 st Quarter - 2024
	VND	VND
Materials and supplies expenses	2,116,703,007	2,223,796,855
Labor costs	19,859,757,353	20,114,239,342
Fixed asset depreciation	1,746,386,068	1,845,040,436
Taxes, fees, and charges	16,595,470,927	16,645,587,763
Provision reversal	-45,000,000	-30,000,000
External services	2,405,200,856	2,413,155,783
Other monetary expenses	10,846,900,985	11,857,088,949
	53,525,419,196	55,068,909,128

In which: Corporate management expenses purchased from related parties
(See detailed information in Note 37)

29 . OTHER INCOME

	1 st Quarter - 2025	1 st Quarter - 2024
	VND	VND
Reactive power	8,110,640	53,120,662
Penalties and compensation	177,922,000	
Other income	32,803,281	1,525,853
	218,835,921	54,646,515

30 . OTHER EXPENSES

	<u>1st Quarter - 2025</u>	<u>1st Quarter - 2024</u>
	VND	VND
Penalties	139,681,819	424,084,449
Late payment interest	-	93,062
Non-deductible depreciation	92,765,862	92,749,325
Supplementary payment of taxes and fees	-	528,255,531
Other expenses	16,546,202.00	69,132
	248,993,883	1,045,251,499

31 . CURRENT CORPORATE INCOME TAX

	<u>1st Quarter - 2025</u>	<u>1st Quarter - 2024</u>
	VND	VND
Current corporate income tax expenses at subsidiaries	160,739,466	1,181,370,687
Current corporate income tax	160,739,466	1,181,370,687
Corporate income tax payable at the beginning of the period	11,899,423,035	3,353,729,482
Corporate income tax paid during the period	(11,899,423,034)	(3,353,729,482)
Corporate income tax payable at the end of the period	160,739,467	1,181,370,687

32. BASIC EARNINGS PER SHARE

The calculation of basic earnings per share distributable to common shareholders of the Company is based on the following figures:

	<u>1st Quarter - 2025</u>	<u>1st Quarter - 2024</u>
	VND	VND
Profit after tax	(9,203,309,860)	5,680,489,865
Profit attributable to common shares	(9,203,309,860)	5,680,489,865
Weighted average number of ordinary shares outstanding during the period	183,988,900	183,988,900
Basic earnings per share	(50)	31

33 . PRODUCTION AND BUSINESS COSTS BY ELEMENTS

	<u>1st Quarter - 2025</u>	<u>1st Quarter - 2024</u>
	VND	VND
Raw materials and supplies	2,876,381,992,665	2,345,346,813,887
Labor costs	98,816,726,440	105,976,785,142
Fixed asset depreciation	31,344,972,941	29,275,094,053
External services	14,875,695,717	127,806,706,719
Other monetary expenses	41,459,842,828	43,516,346,099
	3,062,879,230,591	2,651,921,745,900

34 . MATTERS RELATED TO THE PHASE 2 PRODUCTION EXPANSION PROJECT - THAI NGUYEN IRON AND STEEL JOINT STOCK COMPANY

The Phase 2 Renovation and Expansion Project - Thai Nguyen Iron and Steel Company (the Project) was approved in principle by the Prime Minister (Document No. 342/TTg-CN dated April 05, 2005); assigned to Vietnam Steel Corporation (VNS) for appraisal and approval; Thai Nguyen Iron and Steel Company is the Project Owner.

The total investment approved by VNS's Board of Directors in Decision No. 684/QD-DT dated October 05, 2005 was VND 3,843 billion and was adjusted to VND 8,104.91 billion according to Decision No. 489/QD-GTTN dated May 15, 2013 of the Chairman of Thai Nguyen Iron and Steel Joint Stock Company (TISCO).

Metallurgical Corporation of China Limited (MCC) was awarded the EPC contract, on July 12, 2007, Contract No. 01#EPC/TISCO-MCC was signed between TISCO and MCC. During contract implementation, TISCO and MCC signed subsequent amendments. According to the fourth amendment dated August 31, 2009, the progress of EPC Contract No. 01# was adjusted to 21 months from the effective date of the amendment.

Currently, the project investment has been extended longer than the initial planned time and is still not completed. Based on Report No. 434/GTTN-TKCity dated June 02, 2014 sent by the Company to Vietnam Steel Corporation, regarding the construction situation on site: Contractors have stopped construction since Q1 2013 and only arranged forces for supervision, security and payment documentation.

On February 20, 2019, the Government Inspectorate issued Notice No. 199/TB-TTCP, announcing the conclusions of the inspection on the Phase 2 Expansion Project of Thai Nguyen Iron and Steel Corporation (TISCO), based on Report No. 167/KL-TTCP regarding the inspection of the Phase 2 renovation and expansion project and the directives from the Deputy Prime Minister of the Government outlined in document No. 1388/VPCP-V.I dated February 20, 2019.

After the publication of the inspection conclusion by the Government Inspectorate, the Board of Directors of TISCO issued a Plan to implement the conclusions of Report No. 167/KL-TTCP from the Government Inspectorate.

Implementation of Conclusion No. 167/KL-TTCP by the Government Inspectorate: Regarding matters related to MCC, the Company has reorganized the Steering Committee and working groups to carry out procedures for the termination and liquidation of EPC Contract No. 01#EPC/TISCO-MCC and its associated subcontracts. The Company has also assigned tasks to the respective teams and members to review documentation and coordinate with MCC, subcontractors, supervisory consultants, and lending banks. With respect to the review and deduction related to the consulting contractors APAVE and SOFRECO, the Company has sent multiple official documents requesting a review and resolution in accordance with Conclusion No. 167/KL-TTCP issued by the Government Inspectorate. However, these contractors have yet to accept and comply with the Company's requests. Regarding the handling of incorrect payments (Section C) to subcontractors as outlined in Table 02-KLTT, the Company has also issued multiple official communications requesting review and resolution pursuant to Conclusion No. 167/KL-TTCP, but the concerned contractors have likewise not accepted or complied with the Company's requests.

On November 11, 2021, the Hanoi High People's Court issued Criminal Judgment No. 531/2021/HS-PT related to the Project. According to the judgment, the actual damage was determined to be the interest amount TISCO had to pay to banks from when the project was delayed (from May 31, 2011) until the time of prosecution, totaling VND 830,253,115,150. The defendants named in the judgment must compensate TISCO for this amount.

As of March 31, 2025, the Company had received a total compensation amount of VND 131,915,500,316 from the Hanoi City Civil Judgment Enforcement Department. This amount was collected by the Department from the convicted parties. The Company has accordingly reduced the capitalized borrowing costs of the Project by the equivalent amount.

On December 31, 2024, the Bank for Development of the Bac Kan Region – Thai Nguyen Branch issued Notice No. 460/TB.NHPT.BK-TN, confirming the write-off of interest-on-late-payment arising from the Project, which had remained uncollected as of December 21, 2023, with a total amount of VND 506,567,725,220.

As of the date of preparation of this consolidated financial report, the Company is still in the process of implementing Conclusion No. 167/KL-TTCP and complying with the directives of competent State authorities to address the existing issues and obstacles of the Project. The relevant items in the consolidated financial statements will continue to be adjusted in accordance with the implementation results of the Government Inspectorate's Conclusion and the enforcement of Judgment No. 531/2021/HS-PT.

35 . OTHER INFORMATION

35.1 Information Related to Several Major Lawsuits of the Company Currently in Litigation

Lawsuit against Joint Stock Commercial Bank for Investment and Development of Vietnam (BIDV) as the payment guarantor, related to receivables from Luong Tho Company Limited

- The Appellate Criminal Judgment No. 68/2019/HSPT dated February 20, 2019, acknowledged the civil portion, accordingly: Acknowledging BIDV Bank's agreement to fulfill the payment obligation of the guarantee amount of 51,337,050,857 VND on behalf of Luong Tho. (As of December 31, 2021, BIDV has paid TISCO the amount of 51,337,050,857 VND). Acknowledging Ms. Nguyen Thi Nhung's responsibility to repay the amount of 21,178,281,328 VND to TISCO.

With respect to the remaining amount of VND 5,509,812,327, Judgment No. 68/2019/HSPT, dated February 20, 2019, does not specify any party as being obligated to pay this amount to TISCO.

On January 9, 2024, TISCO filed a lawsuit against Luong Tho at the People's Court of Soc Son District. Accordingly, on February 28, 2024, the People's Court of Soc Son District issued a notice of acceptance of the case.

On July 25, 2024, the People's Court of Soc Son District, Hanoi City issued Decision No. 05/2024/QDST-KDTM on the suspension of the commercial business case between the plaintiff, TISCO, and the defendant, Luong Tho. TISCO is currently working with a law firm to refile the lawsuit.

Lawsuit against Vietnam International Bank - Hanoi Branch as the payment guarantor, related to receivables from Ha Nam Trading and Construction Company Limited

The Company filed a lawsuit against Vietnam International Bank as the payment guarantor.

The Hanoi High People's Court issued Cassation Decision No. 03/2016/KDTM-GDT dated March 7, 2016, regarding the commercial business case "Dispute over goods purchase and sale contract," annulling both the first-instance judgment of Thai Nguyen City People's Court and the appellate judgment of Thai Nguyen Province People's Court for retrial from the beginning. On July 5, 2017, the Supreme People's Court issued Notice No. 171/TB-TANDTC-VGDKTII stating there were no grounds for protest under cassation procedures against Cassation Decision No. 03/2016/KDTM-GDT dated March 7, 2016, of the Hanoi High People's Court as requested by the Company.

On December 29, 2017, TISCO submitted a petition to Thai Nguyen City Court to proceed with the case according to procedures.

TISCO, together with HERMAN HENRY & DOMINIC Law Company Limited, provided documents and materials as required. The Thai Nguyen City People's Court accepted the case and conducted the first mediation on October 31, 2023, but the parties involved have maintained their respective positions.

On March 22, 2024, the Thai Nguyen City People's Court held a first-instance trial on the contract dispute between TISCO and Ha Nam Trading and Construction Company Limited. Judgment content: Partially accepting TISCO's lawsuit, requiring Ha Nam to pay the principal debt and interest of the scrap purchase contract No. 05 signed on January 01, 2011, and requesting the handling of 2,420,853 shares as collateral under share pledge contract No. 02/GTTN-TCKT dated October 7, 2011, rejecting TISCO's lawsuit request regarding forcing VIB to fulfill payment obligations under the letter of guarantee.

On April 9, 2024, TISCO filed an appeal to the Thai Nguyen City People's Court appealing part of the first-instance judgment, requesting the Thai Nguyen Province Court to conduct appellate proceedings to require VIB Bank to pay TISCO all principal and accrued interest within the scope of the guarantee.

On July 16, 2024, the Thai Nguyen Province People's Court conducted appellate proceedings, rejecting TISCO's request to force VIB Bank to pay TISCO all principal and accrued interest within the scope of the guarantee. TISCO continues to cooperate with the law firm to appeal to the Supreme Court.

Lawsuit related to receivables from Tan Hong Import - Export Joint Stock Company ("Tan Hong")

The Hanoi City People's Court conducted first-instance trial and ruled that Tan Hong must pay the debt to the Company.

The Company filed an appellate appeal requesting Vietnam Bank for Agriculture and Rural Development - Hong Ha Branch to fulfill its payment guarantee obligations.

The Hanoi High People's Court issued judgment No. 125/2018/HSPT dated March 19, 2018, and correction notice, supplementing judgment No. 04/2020/TB-TA dated January 6, 2020, requiring Mr. Trinh Khanh Hong (Chairman of the Board of Directors cum General Director of Tan Hong Import - Export Joint Stock Company) to compensate the Company.

The Hanoi City Civil Judgment Enforcement Department issued Enforcement Decision on request No. 333/QD-CCTHADS-HS dated February 27, 2024, for enforcement against Mr. Trinh Khanh Hong according to the above judgment.

On October 1, 2024, the Nam Tu Liem District Enforcement Bureau - Hanoi issued Decision No. 01/QD-CCTHADS stating that Mr. Trinh Khanh Hong currently does not have the conditions to enforce the debt payment of 17,216,187,178 to TISCO.

The Company will continue to work with the enforcement agency to monitor and recover the debt once assets are available for enforcement.

36 . EVENTS AFTER THE BALANCE SHEET DATE

No significant events occurred after the end of the financial year that require adjustment or disclosure in this consolidated financial report.

37 . RELATED PARTY TRANSACTIONS AND BALANCES

List of related parties and relationships with parties having transactions or balances with the Company:

Related Party	Relationship
Thai Trung Steel Rolling Joint Stock Company	Subsidiary
Gia Sang Steel Joint Stock Company	Associate
Vietnam Steel Corporation - JSC	Parent company
Hanoi Steel Company - VNSTEEL	Fellow subsidiary
VNSTEEL - Hochiminh city metal corporation	Fellow subsidiary
MDC - VNSTEEL consulting company limited	Fellow subsidiary
Thai Hung Trading Joint-Stock Company	Mr. Le Thanh Thuc and Mr. Le Hong Khue, Board members of the Company, are Deputy General Directors of Thai Hung Trading Joint-Stock Company
Mr. Nghiem Xuan Da	Chairman of BOD (Appointed April 19, 2024)
Mr. Pham Cong Thao	Chairman of BOD (Dismissed April 19, 2024)
Mr. Tran Tuan Dung	Vice Chairman of BOD (Dismissed April 19, 2024)
Mr. Le Minh Tu	BOD Member
Mr. Le Hong Khue	BOD Member
Mr. Le Thanh Thuc	BOD Member
Mr. Nguyen Minh Hanh	BOD Member, General Director
Mr. Tran Quang Tien	BOD Member, Deputy General Director
Mr. Tran Trong Manh	BOD Member (Appointed April 19, 2024)
Mr. Do Trung Kien	Deputy General Director (Retired from June 1, 2023)
Mr. Ha Tuan Hung	Deputy General Director
Mr. Tran Anh Dung	Head of Supervisory Board
Mr. Bui Quang Hung	Supervisory Board Member
Mr. Tran Quoc Viet	Supervisory Board Member (Dismissed April 19, 2024)
Mrs. Nguyen Thi Hue	Supervisory Board Member
Mrs. Nguyen Thuy Ha	Supervisory Board Member
Mr. Nguyen Hong Van	Supervisory Board Member (Appointed April 19, 2024)

In addition to the information regarding related parties presented in the above notes, the Company has also had the following transactions with related parties during the period:

	<u>1st Quarter - 2025</u>	<u>1st Quarter - 2024</u>
	VND	VND
Revenue from sales of goods and services	941,951,751,950	678,687,785,180
Thai Hung Trading Joint-Stock Company	824,962,547,450	608,219,884,230
Hanoi Steel Company	116,989,204,500	70,467,900,950
Purchase of materials, goods, services	286,659,192,250	
Thai Hung Trading Joint-Stock Company	263,203,253,050	
Hochiminh city metal corporation	23,455,939,200	
Late payment interest	636,493,816	
Thai Hung Trading Joint-Stock Company	636,493,816	
	<u>1st Quarter - 2025</u>	<u>1st Quarter - 2024</u>

	VND	VND
Remuneration of key management personnel		
Mr. Nghiem Xuan Da	18,000,000	
Mr. Pham Cong Thao	-	18,000,000
Mr. Tran Trong Manh	93,416,667	
Mr. Tran Tuan Dung	-	16,500,000
Mr. Le Minh Tu	15,000,000	15,000,000
Mr. Le Hong Khue	15,000,000	15,000,000
Mr. Le Thanh Thuc	15,000,000	15,000,000
Mr. Nguyen Minh Hanh	123,712,000	107,186,000
Mr. Tran Quang Tien	99,110,000	86,660,000
Mr. Do Trung Kien	-	833,332
Mr. Ha Tuan Hung	101,510,000	88,098,000
Mr. Tran Anh Dung	91,357,000	73,600,000
Mr. Bui Quang Hung	10,500,000	10,500,000
Mr. Nguyen Hong Van	10,500,000	
Mr. Tran Quoc Viet		10,500,000
Mrs. Nguyen Thi Hue	39,400,000	31,800,000
Mrs. Nguyen Thuy Ha	10,500,000	10,500,000

Apart from the above-mentioned related party transactions, other related parties had no transactions during the period and no balances at the end of the accounting period with the Company.

38 . COMPARATIVE FIGURES

The comparative figures in the Consolidated Balance Sheet and the corresponding notes are the figures from the Consolidated Financial Statements for the financial year ending March 31, 2025. The figures in the Consolidated Income Statement, Consolidated Cash Flow Statement, and the corresponding notes are the figures from the Consolidated Financial Statements prepared for the accounting period from January 1, 2025 to March 31, 2025.



(Signed)

Tran Nguyet Anh
Prepared by



(Signed)

Hoang Danh Son
Chief Accountant



(Signed and sealed)

Nguyen Minh Hanh
General Director

Thai Nguyen, April 19, 2025