

PERIODIC INFORMATION DISCLOSURE OF FINANCIAL REPORTS

To: Hanoi Stock Exchange

According to Clause 3, Article 14 of Circular No. 96/2020/TT-BTC dated November 16, 2020, of the Ministry of Finance, guiding the disclosure of information on the securities market, Thong Nhat Flat Steel Joint Stock Company discloses the semi-annual financial statements of 2025 to the Hanoi Stock Exchange as follows:

1. Organization name:

- Stock code: TNS
- Address: Phu My 1 Industrial Park, Phu My Ward, Ho Chi Minh City
- Contact phone number/Tel: 02543.923.636/7/8. Fax: 02543.923.889
- Email: tnsteel@tnsteel.vn Website: tnsteel.vn

2. Information disclosure content:

- Financial report for the semi-annual financial statements of 2025
 - ☒ Separate financial report (TCNY without subsidiaries and superior accounting units with subordinate units);
 - ☐ Consolidated financial report (TCNY with subsidiaries);
 - ☐ Aggregate financial report (TCNY with subordinate accounting units organizing separate accounting apparatus).

- Cases requiring an explanation of the reasons:

+ The audit organization issues an opinion other than an unqualified opinion on the financial report

- ☒ Yes ☐ No

Explanation document in case of a tick "Yes":

- ☒ Yes ☐ No

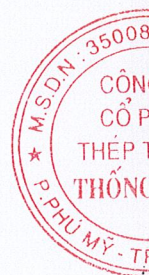
+ Profit after tax in the reporting period has a difference of 5% or more before and after the audit, changes from loss to profit or vice versa:

- ☐ Yes ☒ No

Explanation document in case of a tick "Yes":

- ☐ Yes ☐ No

+ Profit after corporate income tax in the income statement of the reporting period changes by 10% or more compared to the same period last year:



☒ Yes

☐ No

Explanation document in case of a tick "Yes":

☒ Yes

☐ No

+ Profit after tax in the reporting period is a loss, changes from profit in the same period last year to a loss in this period or vice versa:

☐ Yes

☒ No

Explanation document in case of a tick "Yes":

☐ Yes

☐ No

This information has been published on the company's website on: 07/08/2025 at the link: <https://tnsteel.vn/shareholder.php?cid=3> (tin cổ đông/Báo cáo tài chính)

Attached documents:

- The semi-annual financial statements of 2025.
- Explanation of audit opinion except for the semi-annual financial statements of 2025.
- Document explaining the difference in profit after tax of 10%

Organization representative
Legal representative/Authorized Information Disclosure
Person

General Director *Thu*



Tô Ngọc Huy



No: 60 /TNS-TCKT
Re: explanation of audit
opinion except for the semi-
annual financial statements of
2025

Phu My, August 06, 2025

To: HANOI STOCK EXCHANGE

- According to Circular 96/2020/TT-BTC dated November 16, 2020, on guidance on information disclosure on the stock market.
- According to Circular: 68/2024/TT-BTC dated September 18, 2024, amending and supplementing several articles of the circulars regulating securities transactions on the securities trading system, clearing and settlement of securities transactions, activities of securities companies, and information disclosure on the stock market.
- Based on the semi-annual financial statements of 2025 of Thong Nhat Flat Steel Joint Stock Company (TNS) audited by AASC Auditing Company Limited.

TNS would like to explain the auditor's exception regarding the guarantee interest expense of Vietnam Steel Corporation - JSC (VNS), the late payment interest expense of Phu My Flat Steel Company Limited (PFS), and the overdue payables as of June 30, 2025 and the depreciation expense of fixed assets in the first 6 months of 2025:

- Due to the difficult financial situation, TNS has worked with VNS and PFS on the debt repayment plan and has not calculated interest on the outstanding debt in the financial statements for 2016, 2017, 2018, 2019, 2020, 2021, 2022, and 2023.
- Regarding the loans due for payment before June 30, 2025: due to TNS's still tough financial situation, TNS has repeatedly sent official dispatches to units to defer debt, reduce interest rates, and extend the repayment period. TNS is still trying to maintain the scheduled debt repayment.
- Regarding the estimation and recording of depreciation expenses in the first 6 months of 2025: the steel market situation continues to have unpredictable developments, so TNS has estimated and deducted depreciation expenses higher than 5.81 billion.
- Other issues:

In the financial report for the accounting period starting from January 1, 2025, to June 30, 2025, AASC Auditing Company Limited gave an exception opinion on the following issues:

1. The Company has not recorded the interest expense payable to Vietnam Steel Corporation - JSC and the late interest expense with Phu My Flat Steel Company Limited - Vnsteel.

2. Signs of the financial situation as of June 30, 2025, show the existence of a material uncertainty leading to significant doubt about the Company's ability to continue operating.



The other issues mentioned above have been explained in previous reports, as these are issues that the auditor has mentioned again.

The above is TNS's explanation of the audited semi-annual financial statements for 2025.

Best regards ./.

Recipients:

- Hanoi Stock Exchange;
- Archive: VT, TCKT.

GENERAL DIRECTOR
(Signature, Seal)

Tô Ngọc Huy

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No: 61/TNS-TCKT
V/v: explanation of profit after
tax change of more than 10%
compared to the same period

Phu My, August 06, 2025

To: HANOI STOCK EXCHANGE

- According to Circular 96/2020/TT-BTC dated November 16, 2020, on guidance on information disclosure on the stock market.
- According to Circular 68/2024/TT-BTC dated September 18, 2024, amending and supplementing several articles of the circulars regulating securities transactions on the securities trading system, clearing and settlement of securities transactions, activities of securities companies, and information disclosure on the stock market.
- Based on the 2025 Semi-annual Financial Report of Thong Nhat Flat Steel Joint Stock Company (TNS), which has been audited by AASC Auditing Company Limited.

Thong Nhat Flat Steel Joint Stock Company (TNS) would like to explain the difference in Profit after tax, changing by more than 10% on the 2025 Semi-annual Income Statement compared to the 2024 Semi-annual Report as follows:

- The cold-rolled steel market in the first 6 months of 2025 still has unpredictable developments from geopolitical competition as well as the impact of tariff wars and trade defense of countries, causing trade tensions to escalate, leading to a 23% decrease in production output and a 19% decrease in consumption output, resulting in a decrease in revenue from sales of goods and rendering of services of 987 billion, equivalent to a 57% decrease, which causes gross profit to decrease by 10 billion, equivalent to a 28% decrease compared to the same period last year.

Above are the main reasons why TNS's after-tax profit in the first 6 months of 2025 differs by more than 10% compared to the same period.

Best regards ./.

Recipients:

- Hanoi Stock Exchange;
- Archive: VT, TCKT.

GENERAL DIRECTOR

(Signature, Seal)



Tô Ngọc Huy

INTERIM FINANCIAL STATEMENTS

THONG NHAT FLAT STEEL JOINT STOCK COMPANY

For the period from 01/01/2025 to 30/06/2025

(Reviewed)

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THONG NHAT FLAT STEEL JOINT STOCK COMPANY

Phu My 1 Industrial Park, Phu My Ward, Ho Chi Minh City, VietNam

REPORT OF THE BOARD OF MANAGEMENT

The Board of Management of Thong Nhat Flat Steel Joint Stock Company ("the Company") presents its report and the Company's Financial Statements for the period from 01/01/2025 to 30/06/2025.

THE COMPANY

Thong Nhat Flat Steel Joint Stock Company was established and operates under the Enterprise Registration Certificate for a joint stock company with enterprise code No. 3500820408, initially issued by the Department of Planning and Investment of Ba Ria - Vung Tau Province on 20 September 2007, and amended for the ninth time registered on 04 March 2025.

The Company's head office is located at Phu My 1 Industrial Park, Phu My Ward, Ho Chi Minh City, Vietnam.

BOARD OF DIRECTORS, BOARD OF MANAGEMENT AND BOARD OF SUPERVISION

The members of The Board of Directors during the reporting period and as of the reporting date are:

Mr. Tran Ngoc Tuan	Chairman	
Mr. Nguyen Huu Kinh Luan	Member	
Mr. Le Viet	Member	Resigned on 09 July 2025
Mrs. Tran Thanh Huong	Member	
Mr. Lai Van Quyen	Member	
Mr. To Ngoc Huy	Member	

The members of The Board of Management during the reporting period and as of the reporting date are:

Mr. To Ngoc Huy	Head of the Supervisory Board
Mr. Bui Vinh Hao	Vice General Director

The members of the Board of Supervision are:

Mrs. Le Thuy Trinh	Head of Control Department
Mrs. Nguyen Thi Hong May	Member
Mr. Nguyen Duy Dung	Member

LEGAL REPRESENTATIVE

The legal representative of the Company during the period and until the preparation of the Interim Financial Statements is Mr. To Ngoc Huy – General Director.

AUDITORS

The auditors of AASC Auditing Firm Company Limited have taken the Review of Interim Financial Statements for the Company.

THONG NHAT FLAT STEEL JOINT STOCK COMPANY

Phu My 1 Industrial Park, Phu My Ward, Ho Chi Minh City, VietNam

STATEMENT OF THE BOARD OF MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE INTERIM FINANCIAL STATEMENTS

The Board of Management is responsible for the Interim Financial Statements of each financial year which give a true and fair view of the financial position of the Company; its operating results and its cash flows for the year period. In preparing those Interim Financial Statements, The Board of Management is required to:

- Establish and maintain an internal control system which is determined necessary by The Board of Management and Board of Directors to ensure the preparation and presentation of Interim Financial Statements do not contain any material misstatement caused by errors or frauds;
- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Interim Financial Statements;
- Prepare the Interim Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Financial Statements;
- Prepare the Interim Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Board of Management is responsible for ensuring that accounting records are kept to reflect the financial position of the Company, with reasonable accuracy at anytime and to ensure that the Interim Financial Statements comply with the current state regulations. It is responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Management confirms that the Interim Financial Statements give a true and fair view of the financial position at 30 June 2025, its operation results and cash flows for the period from 01 January 2025 to 30 June 2025 of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of the Interim Financial Statements.

Other commitments

The Board of Management pledges that the Company complies with Decree 155/2020/ND-CP dated 31 December 2020 issued by the Government on detailing and guiding the implementation of some articles of the Law on Securities; and that the Company does not violate the obligations of information disclosure according to the provisions of Circular No. 96/2020/TT-BTC dated 16 November 2020 issued by the Ministry of Finance guiding the disclosure of information on Securities Market and Circular No. 68/2024/TT-BTC dated 18 September 2024 issued by the Ministry of Finance on amending and supplementing some articles of Circular No. 96/2020/TT-BTC.



On behalf of The Board of Management

To Ngoc Huy
General Director

Ho Chi Minh City, 06 August 2025

No.: 060825.002/BCTC.KT2

REVIEW REPORT ON INTERIM FINANCIAL INFORMATION

To: Shareholders, The Board of Directors and The Board of Management
Thong Nhat Flat Steel Joint Stock Company

We have reviewed the accompanying Interim Financial Statements of Thong Nhat Flat Steel Joint Stock Company prepared on 06 August 2025, from page 06 to page 32 including: Interim Statement of Financial position as at 30 June 2025, Interim Statement of Income, Interim Statement of Cash flows for the six-month period then ended and Notes To The Interim Financial Statements.

Board of Management's Responsibility

The Board of Management is responsible for the preparation of Interim Financial Statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of Interim Financial Statements and for such internal control as the Board of Management determines is necessary to enable the preparation of Interim Financial Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on these Interim Financial Statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements 2410, Review of Interim Financial Information performed by the Independent Auditor of the Entity.

A review of Interim Financial Information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Vietnamese Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

1. The Company has not fully recorded the interest expense payable to Vietnam Steel Corporation - JSC and late interest to Vnsteel - Phu My Flat Steel Company Limited accumulated up to 01 January 2025 and 30 June 2025 with the same amount of VND 54.52 billion. In which, the interest expense incurred in 2023 has been recorded as an increase in other receivables and payables totaling VND 4.4 billion. As a result, the "Short-term payables" item in the Statement of Financial Position as at 01 January 2025 and 30 June 2025 is understated by VND 50.12 billion; the "Retained earnings" item is overstated by VND 54.52 billion; and the "Other short-term receivables" item is overstated by VND 4.4 billion, all as of the same reporting dates.

Basis for Qualified Conclusion (Continue)

2. The Company has been estimating and recording depreciation expenses of fixed assets for the first half of 2025 and 2024 based on actual production output, with amounts of VND 18.46 billion and VND 19.84 billion, respectively. However, if depreciation had been calculated using the straight-line method — which is the accounting policy currently adopted by the Company — the estimated depreciation expenses for the first half of 2025 and 2024 would have been VND 12.65 billion and VND 12.48 billion, respectively. The recognition of depreciation expenses inconsistent with the adopted accounting policy has resulted in the “Accumulated depreciation” item in the Interim Statement of Financial Position as at 30 June 2025 being overstated by VND 5.81 billion, and the “Retained earnings” item being understated by the same amount. At the same time, in the Interim Statement of Profit or Loss, for the six-month period ended 30 June 2025, the “Cost of goods sold” is overstated and the “Profit before tax” is understated by VND 5.81 billion. For the same period in 2024, the “Cost of goods sold” is overstated and the “Profit before tax” is understated by VND 7.36 billion.

3. As at 30 June 2025, the total overdue payables amounted to VND 135.74 billion (compared to VND 153.66 billion as at 1 January 2025). The Company’s short-term liabilities exceeded its short-term assets by VND 86.17 billion (compared to VND 113.49 billion as at 1 January 2025). The quick ratio was 0.16 (compared to 0.10 as at 1 January 2025). Accumulated losses amounted to VND 110.06 billion (compared to VND 121.92 billion as at 1 January 2025), and total liabilities were 2.35 times the owner's equity (compared to 4.71 times as at 1 January 2025). The Company has not reached any new significant agreements on debt restructuring. Under the current operating conditions, it is unlikely to generate or obtain sufficient financial resources to settle its due obligations. These indicators give rise to significant doubt about the Company’s ability to continue as a going concern. Nevertheless, the financial statements for the six-month period ended 30 June 2025 have been prepared on a going concern basis.

Qualified Conclusion

Based on our review, with the exception of the matter described in the “Basis for Qualified Conclusion” paragraph, nothing has come to our attention that causes us to believe that the accompanying Interim Financial Statements do not give a true and fair view, in all material respects, of the financial position of Thong Nhat Flat Steel Joint Stock Company as at 30 June 2025, and its results and its cash flows for the six-month period then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and the presentation of Interim Financial statements.



Vu Xuân Biên

Deputy General Director

Certificate of Audit Practice Registration

No: 0743-2023-002-1

Hanoi, 06 August 2025

INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

Code	ASSETS	Note	30/06/2025	01/01/2025
			VND	VND
100	A. SHORT-TERM ASSETS		92,474,766,642	221,391,276,726
110	I. Cash and cash equivalents	3	5,777,813,193	4,221,405,547
111	1. Cash		5,777,813,193	4,221,405,547
130	III. Short-term receivables		21,381,925,009	13,675,750,532
131	1. Short-term trade receivables	4	3,159,083,203	4,897,703,823
132	2. Short-term prepayments to suppliers	5	12,768,455,487	3,276,079,788
136	3. Other short-term receivables	6	5,454,386,319	5,501,966,921
140	IV. Inventories	7	64,469,245,899	189,366,760,583
141	1. Inventories		64,469,245,899	189,366,760,583
150	V. Other short-term assets		845,782,541	14,127,360,064
151	1. Short-term prepaid expenses	9	845,782,541	1,111,084,527
152	2. Deductible VAT		-	13,016,275,537
200	B. NON-CURRENT ASSETS		211,711,732,242	229,171,328,618
220	I. Fixed assets		161,618,372,875	175,482,599,832
221	1. Tangible fixed assets	8	161,618,372,875	175,482,599,832
222	- Historical costs		551,811,486,734	547,206,697,745
223	- Accumulated depreciation		(390,193,113,859)	(371,724,097,913)
240	II. Long-term unfinished asset		854,950,000	5,279,738,989
242	1. Construction in progress		854,950,000	5,279,738,989
260	III. Other long-term assets		49,238,409,367	48,408,989,797
261	1. Long-term prepaid expenses	9	49,238,409,367	48,408,989,797
270	TOTAL ASSETS		304,186,498,884	450,562,605,344

THONG NHAT FLAT STEEL JOINT STOCK COMPANY

Phu My 1 Industrial Park, Phu My Ward,
Ho Chi Minh City, VietNam

Interim Financial Statements

For the period from 01/01/2025 to 30/06/2025

INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

(continue)

Code	CAPITAL	Note	30/06/2025	01/01/2025
			VND	VND
300	C. LIABILITIES		213,477,542,249	371,716,158,598
310	I. Current liabilities		178,647,052,283	334,885,668,632
311	1. Short-term trade payables	10	40,065,641,998	48,433,733,433
312	2. Short-term prepayments from customers	11	17,303,394,683	144,193,365,033
313	3. Taxes and other payables to State budget	12	11,494,792,698	11,522,648,212
314	4. Payables to employees		2,407,217,554	8,010,623,449
315	5. Short-term accrued expenses	13	1,928,699,573	1,678,369,520
319	6. Other short-term payments	14	105,337,856,610	104,736,378,555
320	7. Short-term borrowings and finance lease liabilities	15	-	16,201,101,263
322	8. Bonus and welfare fund		109,449,167	109,449,167
330	II. Non-current liabilities		34,830,489,966	36,830,489,966
338	1. Long-term borrowings and finance lease liabilities	15	34,830,489,966	36,830,489,966
400	D. OWNER'S EQUITY		90,708,956,635	78,846,446,746
410	I. Owner's equity	16	90,708,956,635	78,846,446,746
411	1. Contributed capital		200,000,000,000	200,000,000,000
411a	Ordinary shares with voting rights		200,000,000,000	200,000,000,000
418	2. Development investment funds		764,439,744	764,439,744
421	3. Retained earnings		(110,055,483,109)	(121,917,992,998)
421a	Retained earnings accumulated to previous period		(121,917,992,998)	(171,391,973,784)
421b	Retained earnings of the current period		11,862,509,889	49,473,980,786
440	TOTAL CAPITAL		304,186,498,884	450,562,605,344

Do Thi Thu Phuong
Preparer

Tran Thi Thuy Trang
Chief Accountant

To Ngoc Huy
General Director

Ho Chi Minh City, 06 August 2025

THONG NHAT FLAT STEEL JOINT STOCK COMPANY

Phu My 1 Industrial Park, Phu My Ward,
Ho Chi Minh City, VietNam

Interim Financial Statements

For the period from 01/01/2025 to 30/06/2025

INTERIM STATEMENT OF INCOME

The first 6 months of 2025

Code	ITEM	Note	The first 6 months of 2025	The first 6 months of 2024
			VND	VND
01	1. Revenue from sales of goods and rendering of services	18	737,574,469,429	1,725,033,079,752
02	2. Revenue deductions		-	353,308,865
10	3. Net revenue from sales of goods and rendering of services		737,574,469,429	1,724,679,770,887
11	4. Cost of goods sold	19	711,745,659,770	1,688,834,427,273
20	5. Gross profit from sales of goods and rendering of services		25,828,809,659	35,845,343,614
21	6. Financial income	20	35,407,006	38,083,474
22	7. Financial expense	21	2,061,457,176	6,301,353,491
23	<i>In which: Interest expenses</i>		1,728,741,485	3,479,544,854
25	8. Selling expenses	22	1,197,116,551	2,454,450,027
26	9. General and administrative expense	23	6,591,069,131	8,166,648,508
30	10. Net profit from operating activities		16,014,573,807	18,960,975,062
31	11. Other income	24	463,739,600	300,465,000
32	12. Other expense	25	655,207,030	431,634,233
40	13. Other profit		(191,467,430)	(131,169,233)
50	14. Total net profit before tax		15,823,106,377	18,829,805,829
51	15. Current corporate income tax expenses	26	3,960,596,488	3,852,288,012
52	16. Deferred corporate income tax expenses		-	-
60	17. Profit after corporate income tax		<u>11,862,509,889</u>	<u>14,977,517,817</u>
70	18. Basic earnings per share	27	593	749

Do Thi Thu Phuong
Preparer

Tran Thi Thuy Trang
Chief Accountant

To Ngoc Huy
General Director

Ho Chi Minh City, 06 August 2025

INTERIM STATEMENT OF CASH FLOWS

The first 6 months of 2025

(Indirect method)

Code	ITEM	Note	The first 6 months of 2025 VND	The first 6 months of 2024 VND
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Profit before tax		15,823,106,377	18,829,805,829
	2. Adjustments for			
02	- Depreciation and amortization of fixed assets and investment properties		18,469,015,946	19,836,063,080
04	- Exchange gains / losses from retranslation of monetary items denominated in foreign currency		249,998,691	2,551,076,761
05	- Gains / losses from investment		(28,930,179)	(36,318,315)
06	- Interest expense		1,728,741,485	3,479,544,854
07	- Other adjustments		71,899,355	-
08	3. Operating profit before changes in working capital		36,313,831,675	44,660,172,209
09	- Increase or decrease in receivables		5,332,520,458	(2,405,317,891)
10	- Increase or decrease in inventories		124,897,514,684	(156,831,832,854)
11	- Increase or decrease in payables (excluding interest payable/ corporate income tax payable)		(144,710,939,862)	148,690,767,086
12	- Increase or decrease in prepaid expenses		(564,117,584)	(32,472,929)
14	- Interest paid		(601,116,680)	(600,004,822)
15	- Corporate income tax paid		(664,933,807)	(46,361,085)
20	Net cash flow from operating activities		20,002,758,884	33,434,949,714
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	1. Purchase or construction of fixed assets and other long-term assets		(180,000,000)	(684,448,000)
27	2. Interest and dividend received		6,510,781	14,622,429
30	Net cash flow from investing activities		(173,489,219)	(669,825,571)
	III CASH FLOWS FROM FINANCING ACTIVITIES			
34	1. Repayment of principal		(18,273,000,618)	(25,000,806,914)
40	Net cash flow from financing activities		(18,273,000,618)	(25,000,806,914)
50	Net cash flows in the period		1,556,269,047	7,764,317,229

INTERIM STATEMENT OF CASH FLOWS

The first 6 months of 2025

(Indirect method)

Code ITEM	Note	The first 6 months of 2025	The first 6 months of 2024
		VND	VND
60 Cash and cash equivalents at beginning of the period		4,221,405,547	8,713,496,378
61 Effect of exchange rate fluctuations		138,599	235,960
70 Cash and cash equivalents at end of the period	3	<u>5,777,813,193</u>	<u>16,478,049,567</u>

Do Thị Thu Phương
Preparer

Trần Thị Thủy Trang
Chief Accountant

To Ngọc Huy
General Director

Ho Chi Minh City, 06 August 2025



NOTES TO INTERIM FINANCIAL STATEMENTS

The first 6 months of 2025

1 . GENERAL INFORMATION OF THE COMPANY

Form of ownership

Thong Nhat Flat Steel Joint Stock Company was established and operates under the Enterprise Registration Certificate for a joint stock company with enterprise code No. 3500820408, initially issued by the Department of Planning and Investment of Ba Ria - Vung Tau Province on 20 September 2007, and amended for the ninth time registered on 04 March 2025.

The Company's head office is located at Phu My 1 Industrial Park, Phu My Ward, Ho Chi Minh City, Vietnam.

The Company's charter capital as registered and fully contributed as at 30 June 2025 is VND 200,000,000,000, equivalent to 20,000,000 shares at a par value of VND 10,000 per share.

The Company had a total of 94 employees as at 30 June 2025 (compared to 86 employees as at 1 January 2025).

Business field

Industrial manufacturing, commercial business and services provision.

Business activities

Main business activities of the Company include:

- Manufacturing of cold-rolled steel sheets and post-rolling products
- Import and export of machinery and equipment for the steel industry.

The Company's operation in the period that affects the Interim Financial Statements

As at 30 June 2025, the Company recorded an accumulated loss of VND 110.06 billion, overdue liabilities of VND 135.74 billion, and short-term liabilities exceeding short-term assets by VND 86.17 billion. The quick ratio stood at 0.16, and total liabilities were 2.35 times higher than equity. However, the Company's borrowings from entities under the same parent company — Vietnam Steel Corporation — are being repaid gradually over several years until the Company is financially capable of full repayment. Existing production and processing contracts enable the Company to generate sufficient cash flows to meet interest and principal repayment obligations as they fall due. Accordingly, the Company's Board of Directors believes that the Interim financial statements for the six-month period ended 30 June 2025 have been prepared under the going concern assumption.

In the first six months of 2025, the galvanized steel market showed signs of slowdown compared to the same period last year. As a result, the Company's net revenue declined by 57.23%, cost of goods sold dropped by 57.86%, and gross profit decreased by 27.94% year-on-year.

2 . ACCOUNTING SYSTEM AND ACCOUNTING POLICY

2.1 . Accounting period and accounting currency

Annual accounting period commences on 01 January and ends on 31 December.

The Company maintains its accounting records in VND.

2.2 . Standards and Applicable Accounting Policies

Applicable Accounting Policies

The Company applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance and the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC.

Declaration of compliance with Accounting Standards and Accounting System

The Company applies Vietnamese Accounting Standards and supplementary documents issued by the State. Financial Statements are prepared and presented in accordance with regulations of each standard and supplementary document as well as with current Accounting Standards and Accounting System.

2.3 . Basis for preparation of Interim Financial Statements

The preparation of Financial Statements in conformity with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations relating to financial reporting requires the Board of Management to make estimates and assumptions that affect the reported amounts of liabilities, assets and disclosures of contingent liabilities and assets at the date of the financial statements and the reported amounts of revenues and expenses during the fiscal year.

Interim Financial Statements are presented based on historical cost principle.

- Provision for doubtful debts;
- Provision for devaluation of inventories;
- Estimated useful life of fixed assets;
- Estimated income tax.

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are assessed by the Board of Management to be reasonable under the circumstances.

2.4 . Financial Instruments

Initial recognition

Financial assets

Financial assets of the Company include cash, cash equivalents, trade receivables, other receivables. At initial recognition, financial assets are identified by purchasing price/issuing cost plus other expenses directly related to the purchase and issuance of those assets.

Financial liabilities

Financial liabilities of the Company include borrowings, trade payables, other payables and accrued expenses. At initial recognition, financial liabilities are determined by issuing price plus other expenses directly related to the issuance of those liabilities.

Subsequent measurement after initial recognition

Financial assets and financial liabilities have not been measured at fair value at the balance sheet date because Circular No. 210/2009/TT-BTC and current regulations require the presentation of financial statements and disclosures for financial instruments but do not provide equivalent guidance for measuring and recognizing fair value of financial assets and financial liabilities.

2.5 . Foreign currency transactions

The foreign currency transactions during the year are translated into Vietnam Dong using the real exchange rate ruling at the transaction date.

Real exchange rate when revaluating monetary items denominated in foreign currencies at the reporting date of the Interim Financial Statements is determined on the following principles:

- For asset accounts, applying the bid rate of the commercial bank where the Company regularly conducts transaction;
- For foreign currency deposited in bank, applying the bid rate of the bank where the Company opens its foreign currency accounts;
- For liability accounts, applying the offer rate of the commercial bank where the Company regularly conducts transaction.

All exchange differences arising from foreign currency transactions in the year and from revaluation of remaining foreign currency monetary items at the end of the year are recorded immediately to operating results of the accounting year.

2.6 . Cash

Cash comprises cash on hand, demand deposits.

2.7 . Receivables

The receivables shall be recorded in detail by due date, receivable entities, currencies, and other factors as required by the Company's management. The receivables shall be classified into short-term receivables or long-term receivables on the interim financial statements according to their remaining terms at the reporting date.

The provision for doubtful debts is made for receivables that are overdue under an economic contract, a loan agreement, a contractual commitment or a promissory note and for receivables that are not due but difficult to be recovered. Accordingly, the provisions for overdue debts shall be based on the due date stipulated in the initial sale contract, exclusive of the debt rescheduling between contracting parties and the case where the debts are not due but the debtor is in bankruptcy, in dissolution, or missing and making fleeing or estimating the possible losses.

2.8 . Inventories

Inventories are initially recognized at original cost including purchase price, processing cost and other costs incurred in bringing the inventories to their location and condition at the time of initial recognition. After initial recognition, at the reporting date, inventories are stated at the lower of cost and net realizable value.

Net realizable value is estimated based on the selling price of the inventory minus the estimated costs for completing the products and the estimated costs needed for their consumption.

The cost of inventory is calculated using weighted average method.

Inventory is recorded by perpetual method.

Method for determining the value of unfinished products at the end of the year: The value of work in progress is recorded based on actual cost incurred for each unfinished product.

Provision for devaluation of inventories made at the end of the period is based on the excess of original cost of inventory over their net realizable value.

2.9 . Fixed assets

Tangible fixed assets is initially stated at the historical cost. During the using time, tangible fixed assets is recorded at cost, accumulated depreciation and carrying amount.

Subsequent measurement after initial recognition

If these costs augment future economic benefits obtained from the use of tangible fixed assets are extended to their initial standards conditions, these costs are capitalized as an incremental in their historical cost.

Other costs incurred after tangible fixed assets have been put into operation such as repair, maintenance and overhaul costs are recognized in the Statement of Income in the year in which the costs are incurred.

Fixed assets are depreciated using the straight-line method over their estimated useful lives as follows:

- Buildings, structures	05 - 30 years
- Machine, equipment	05 - 10 years
- Vehicles, Transportation equipment	06 - 10 years
- Office equipment and furniture	03 - 05 years

2.10 . Construction in progress

Construction in progress includes fixed assets which is being purchased and constructed as at the balance sheet date and is recognised in historical cost. This includes costs of construction, installation of equipment and other direct costs. Construction in progress is not depreciated until the relevant assets are completed and put into use.

2.11 . Prepaid expenses

The expenses incurred but related to operating results of several accounting periods are recorded as prepaid expenses and are allocated to the operating results in the following accounting periods.

The calculation and allocation of long-term prepaid expenses to operating expenses in each accounting period should be based on the nature of those expenses to select a reasonable allocation method and criteria. Prepaid expenses are allocated gradually into operating expenses on the straight-line basis.

The Company's prepaid expenses include:

- Steel rolling shaft expenses are amortized based on the actual shaft radius consumed during the period in proportion to the total effective shaft radius;
- Major repair expenses, rolling shaft repair expenses, and tool and equipment expenses comprise assets held for use in the ordinary course of business, which do not meet the criteria for recognition as fixed assets under prevailing regulations. These prepaid expenses are amortized using the straight-line method over a period ranging from 1 to 3 years;
- Other prepaid expenses are recognized at historical cost and amortized on a straight-line basis over their useful lives, ranging from 1 to 3 years.

2.12 . Payables

The payables shall be recorded in detail by due date, payable entities, currencies and other factors as required by the Company's management. The payables shall be classified into short-term payables or long-term payables on the interim financial statements according to their remaining terms at the reporting date.

2.13 . Borrowings

Borrowings shall be recorded in detail by lending entities, loan agreement and terms of borrowings. In case of borrowings denominated in foreign currencies, they shall be recorded in detail by types of currency.

2.14 . Borrowing costs

Borrowing costs are recognized into operating costs during the period, except for which directly attributable to construction or production of unfinished asset included (capitalized) in the cost of that asset, when gather sufficient conditions as regulated in VAS No. 16 "Borrowing costs". Beside, regarding loans serving the construction of fixed assets, investment properties, and the interests shall be capitalized even if the construction duration is under 12 months.

2.15 . Accrued expenses

Accounts expenses for goods and services received from sellers or provided to buyers during the reporting period but not actually paid and interest expenses payable, land rent, etc. are recorded in production and business expenses of any report.

The recording of accrued expenses as operating expenses during the period shall be carried out under the matching principle between revenues and expenses during the period. Accrued expenses are settled with actual expenses incurred. The difference between accrued and actual expenses is reverted.

2.16 . Owner's equity

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

Retained earnings are used to present the Company's operating results (profit, loss) after corporate income tax and profits appropriation or loss handling of the Company.

Dividends to be paid to shareholders are recognised as a payable in Statement of Financial position after the announcement of dividend payment from the Board of Directors and announcement of cut-off date for dividend payment of Vietnam Securities Depository and Clearing Corporation.

2.17 . Revenue

Revenue is recognized to extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measures regardless of when payment is being made. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, and sales returns.

Financial income

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

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

2.18 . Cost of goods sold

Cost of goods sold and services rendered are cost of finished goods, merchandises, materials sold or services rendered during the period, and recorded on the basis of matching with revenue and on a prudence basis. Cases of loss of materials and goods exceeded the norm, labour cost and fixed manufacturing overheads not allocated to the value of inventory, provision for devaluation of inventory, abnormal expenses and losses of inventories after deducting the responsibility of collective and individuals concerned, etc. is recognized fully and promptly into cost of goods sold in the period even when products and goods have not been determined as sold.

2.19 . Financial expenses

Items recorded into financial expenses comprise:

- Expenses or losses relating to financial investment activities;
- Borrowing costs;

The above items are recorded by the total amount arising in the year without offsetting against financial income.

2.20 . Corporate income tax**a) Current corporate income tax rate**

Current corporate income tax expenses are determined based on taxable income during the period and current corporate income tax rate.

b) Current corporate income tax expenses

The Company is subject to a corporate income tax rate of 20% for production and business activities with taxable income for the accounting period from 1 January 2025 to 30 June 2025.

2.21 . Earnings per share

Basic earnings per share are calculated by dividing net profit or loss after tax for the year attributable to ordinary shareholders of the Company (after adjusting for the bonus and welfare fund and allowance for Board of Management) by the weighted average number of ordinary shares outstanding during the year.

2.22 . Related Parties

The parties are regarded as related parties if that party has the ability to control or significantly influence the other party in making decisions about the financial policies and activities. The Company's related parties include:

- Companies, directly or indirectly through one or more intermediaries, having control over the Company or being under the control of the Company, or being under common control with the Company, including the Company's parent, subsidiaries and associates;
- Individuals, directly or indirectly, holding voting power of the Company that have a significant influence on the Company, key management personnel including directors and employees of the Company, the close family members of these individuals;
- Enterprises that the above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence on these enterprises.

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In considering the relationship of related parties to serve for the preparation and presentation of Interim Financial Statements, the Company should consider the nature of the relationship rather than the legal form of the relationship.

2.23 . Segment information

The Company's main business activities are the production and trading of steel sheets, which are primarily conducted within the territory of Vietnam. Therefore, the Company does not present segment reports by business or geographical segments.

3 . CASH

	30/06/2025	01/01/2025
	VND	VND
Cash on hand	37,430,963	110,890,325
Demand deposits	5,740,382,230	4,110,515,222
	5,777,813,193	4,221,405,547

4 . SHORT-TERM TRADE RECEIVABLES

	30/06/2025		01/01/2025	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<i>Related parties</i>	3,094,945,883	-	3,506,362,569	-
Vnsteel - Phu My Flat Steel Company Limited	3,094,945,883	-	3,506,362,569	-
<i>Others</i>	64,137,320	-	1,391,341,254	-
Ton Dong A Corporation	-	-	1,391,341,254	-
Other trade receivables	64,137,320	-	-	-
	3,159,083,203	-	4,897,703,823	-

5 . SHORT-TERM PREPAYMENTS TO SUPPLIERS

	30/06/2025		01/01/2025	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Pomina Flat Steel Joint Stock Company	6,705,002,699	-	-	-
Branch of Industrielle Beteiligung Company Limited in Hai Phong City	2,216,256,900	-	-	-
IMS Messsysteme GmbH	3,069,511,500	-	1,789,985,340	-
Others	777,684,388	-	1,486,094,448	-
	12,768,455,487	-	3,276,079,788	-

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6 . OTHER SHORT-TERM RECEIVABLES

	30/06/2025		01/01/2025	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
a) Details by content				
Receivables from interest of deposit, loan	26,289,013	-	3,869,615	-
Receivables from unemployment insurance	3,814,925	-	3,814,925	-
Advances	-	-	70,000,000	-
Mortgages	969,395,768	-	969,395,768	-
Interest payable not yet expensed	4,402,486,613	-	4,402,486,613	-
Others	52,400,000	-	52,400,000	-
	5,454,386,319	-	5,501,966,921	-
b) Detail by object				
Viet Nam Steel Corporation - JSC	3,191,750,021	-	3,191,750,021	-
Vnsteel - Phu My Flat Steel Company Limited	1,210,736,592	-	1,210,736,592	-
Others	1,051,899,706	-	1,099,480,308	-
	5,454,386,319	-	5,501,966,921	-
c) In which: Other receivables are related parties				
	30/06/2025		01/01/2025	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Viet Nam Steel Corporation - JSC	3,191,750,021	-	3,191,750,021	-
Vnsteel - Phu My Flat Steel Company Limited	1,210,736,592	-	1,210,736,592	-
	4,402,486,613	-	4,402,486,613	-

7 . INVENTORIES

	30/06/2025		01/01/2025	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw material	64,240,710,411	-	103,940,793,841	-
Tools, supplies	146,382,692	-	137,629,517	-
Finished goods	82,152,796	-	85,288,337,225	-
	64,469,245,899	-	189,366,760,583	-

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8 . TANGIBLE FIXED ASSETS

	Buildings, structures	Machinery, equipment	Transportation equipment	Management equipment	Total
	VND	VND	VND	VND	VND
Historical cost					
Beginning balance	76,371,322,594	449,016,450,698	19,925,625,063	1,893,299,390	547,206,697,745
- Purchase in the year	-	180,000,000	-	-	180,000,000
- Completed construction investment	2,947,924,200	-	-	1,476,864,789	4,424,788,989
Ending balance of the period	79,319,246,794	449,196,450,698	19,925,625,063	3,370,164,179	551,811,486,734
Accumulated depreciation					
Beginning balance	28,895,323,004	321,360,847,032	19,925,625,063	1,542,302,814	371,724,097,913
- Depreciation for the year	1,536,468,308	16,711,430,382	-	221,117,256	18,469,015,946
Ending balance of the period	30,431,791,312	338,072,277,414	19,925,625,063	1,763,420,070	390,193,113,859
Net carrying amount					
Beginning balance	47,475,999,590	127,655,603,666	-	350,996,576	175,482,599,832
Ending balance	48,887,455,482	111,124,173,284	-	1,606,744,109	161,618,372,875

In which:

- The carrying amount of tangible fixed assets pledged as collaterals for borrowings at the end of the year: VND 152,485,516,990
- Cost of fully depreciated tangible fixed assets but still in use at the end of the year: VND 38,882,794,405

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9 . PREPAID EXPENSES

	30/06/2025	01/01/2025
	VND	VND
a) Short-term		
Dispatched tools and supplies	809,740,983	929,309,713
Others	36,041,558	181,774,814
	845,782,541	1,111,084,527
b) Long-term		
Dispatched tools and supplies	10,375,493,026	13,365,678,933
Steel rolling shafts and rolling shaft accessories	35,009,563,262	31,286,854,906
Repair costs	3,853,353,079	3,756,455,958
	49,238,409,367	48,408,989,797

10 . SHORT-TERM TRADE PAYABLES

	30/06/2025		01/01/2025	
	Outstanding balance	Amount can be paid	Outstanding balance	Amount can be paid
	VND	VND	VND	VND
Related parties	32,651,588,364	32,651,588,364	32,903,977,073	32,903,977,073
Vnsteel -	30,753,672,833	30,753,672,833	32,853,672,833	32,853,672,833
Hochiminh City Metal Corporation				
Mechanical Engineering & Metallurgy JSC	381,920,000	381,920,000	-	-
SMC Steel Mechanical Company Limited	-	-	24,989,040	24,989,040
Vnsteel - Phu My Flat Steel Company Limited	1,515,995,531	1,515,995,531	25,315,200	25,315,200
Others	7,414,053,634	7,414,053,634	15,529,756,360	15,529,756,360
Quang Minh Equipment Corporation	2,998,820,960	2,998,820,960	5,601,156,480	5,601,156,480
Others	4,415,232,674	4,415,232,674	9,928,599,880	9,928,599,880
	40,065,641,998	40,065,641,998	48,433,733,433	48,433,733,433
Unpaid overdue payables				
Vnsteel -	30,753,672,833	30,753,672,833	32,853,672,833	32,853,672,833
Hochiminh City Metal Corporation				
	30,753,672,833	30,753,672,833	32,853,672,833	32,853,672,833

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11 SHORT-TERM PREPAYMENTS FROM CUSTOMERS

	30/06/2025	01/01/2025
	VND	VND
<i>Related parties</i>		
Southern Steel Sheet Co., Ltd	14,719,000,000	141,999,548,150
	14,719,000,000	141,999,548,150
<i>Others</i>	2,584,394,683	2,193,816,883
Other buyers	2,584,394,683	2,193,816,883
	<u>17,303,394,683</u>	<u>144,193,365,033</u>

12 . TAX AND OTHER PAYABLES TO THE STATE BUDGET

	Opening receivables	Opening payable	Payables in the period	Actual payment in the period	Closing receivables	Closing payables
	VND	VND	VND	VND	VND	VND
Value added tax	-	4,380,919,731	6,123,000,575	9,437,220,213	-	1,066,700,093
Export, import duties	-	-	8,119,662	8,119,662	-	-
Corporate income tax	-	7,095,458,382	3,960,596,488	664,933,807	-	10,391,121,063
Personal income tax	-	46,270,099	282,660,890	291,959,447	-	36,971,542
Land tax and land rental	-	-	3,919,104	3,919,104	-	-
Other taxes	-	-	29,600,000	29,600,000	-	-
Fees and other obligations	-	-	91,973,342	91,973,342	-	-
	<u>-</u>	<u>11,522,648,212</u>	<u>10,499,870,061</u>	<u>10,527,725,575</u>	<u>-</u>	<u>11,494,792,698</u>

The Company's tax settlements are subject to examination by the tax authorities. Because the application of tax laws and regulations on many types of transactions is susceptible to varying interpretations, amounts reported in the financial statements could be changed at a later date upon final determination by the tax authorities.

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13 . SHORT-TERM ACCRUED EXPENSES

	30/06/2025	01/01/2025
	VND	VND
Accrued electricity expenses	622,501,503	1,299,491,700
Accrued remuneration for the Board of Directors and the Supervisory Board	234,000,000	61,500,000
Accrued land rental expenses	858,513,600	-
Other accrued expenses	213,684,470	317,377,820
	1,928,699,573	1,678,369,520

14 . SHORT-TERM OTHER PAYABLES

	30/06/2025	01/01/2025
	VND	VND
a) Details by item		
- Trade union fees	26,610,612	12,952,795
- Social insurance	208,119,015	4,713,555
- Health insurance	1,955,723	1,955,723
- Interest payable to VietCredit Finance Company (*)	25,499,013,148	24,786,096,839
- Interest payable to Bank for Foreign Trade of Vietnam	14,526,335,174	15,009,820,113
- Interest payable on guarantees by Viet Nam Steel Corporation - JSC (*)	31,277,672,413	30,129,341,688
- Late payment interest on payables to Viet Nam Steel Corporation	10,777,915,506	10,777,915,506
- Late payment interest on payables to Vnsteel - Hochiminh City Metal Corporation	10,158,875,813	10,158,875,813
- Late payment interest on payables to Vnsteel - Phu My Flat Steel Company Limited	12,747,469,190	13,747,469,190
- Others	113,890,016	107,237,333
	105,337,856,610	104,736,378,555
b) Unpaid overdue liabilities		
- Interest on overdue borrowings	71,303,020,735	69,925,258,640
- Interest on overdue payables	33,684,260,509	34,684,260,509
	104,987,281,244	104,609,519,149
c) In which: Other payables to related parties		
- Viet Nam Steel Corporation - JSC	42,055,587,919	40,907,257,194
- Vnsteel - Hochiminh City Metal Corporation	10,158,875,813	10,158,875,813
- Vnsteel - Phu My Flat Steel Company Limited	12,747,469,190	13,747,469,190
	64,961,932,922	64,813,602,197

(*) As at 30 June 2025, all interest payables comprise overdue interest accrued from 2009 to date. The outstanding principal and interest amounts are based on the debt confirmation minutes and official confirmations from the relevant banks.

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15 . BORROWINGS AND FINANCE LEASE LIABILITIES

	01/01/2025		During the year		30/06/2025	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding balance	Amount can be paid
	VND	VND	VND	VND	VND	VND
a) Short-term borrowings						
Long-term loans and debts are due	16,201,101,263	16,201,101,263	71,899,355	16,273,000,618	-	-
- VietCredit Finance Joint Stock Company (VFC)	16,201,101,263	16,201,101,263	71,899,355	16,273,000,618	-	-
	<u>32,402,202,526</u>	<u>32,402,202,526</u>	<u>143,798,710</u>	<u>32,546,001,236</u>	<u>-</u>	<u>-</u>
b) Long-term borrowings						
- VietCredit Finance Joint Stock Company (VFC)	16,201,101,263	16,201,101,263	71,899,355	16,273,000,618	-	-
- Viet Nam Steel Corporation - JSC ⁽¹⁾	36,830,489,966	36,830,489,966	-	2,000,000,000	34,830,489,966	34,830,489,966
	<u>53,031,591,229</u>	<u>53,031,591,229</u>	<u>71,899,355</u>	<u>18,273,000,618</u>	<u>34,830,489,966</u>	<u>34,830,489,966</u>
Amount due for settlement within 12 months	(16,201,101,263)	(16,201,101,263)	(71,899,355)	(16,273,000,618)	-	-
Amount due for settlement after 12 months	<u>36,830,489,966</u>	<u>36,830,489,966</u>			<u>34,830,489,966</u>	<u>34,830,489,966</u>

Details related to long-term loans:

- (1) Loan payable to Vietnam Steel Corporation – JSC for amounts it has settled on behalf of the Company in respect of principal and interest payments on loans previously borrowed from the Joint Stock Commercial Bank for Foreign Trade of Vietnam (Vietcombank). The interest rate is 6.5% per annum. The outstanding balance as at 30 June 2025 is VND 34,830,489,966. No specific repayment schedule for the principal has been defined.

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c) Overdue borrowings and finance lease liabilities

	30/06/2025		01/01/2025	
	Principal	Interest	Principal	Interest
	VND	VND	VND	VND
VietCredit Finance Joint Stock Company	-	25,499,013,148	16,201,101,263	24,786,096,839
Vietnam Steel Corporation - JSC	-	31,277,672,413	-	30,129,341,688
Joint Stock Commercial Bank for Foreign Trade of Vietnam	-	14,526,335,174	-	15,009,820,113
	<u>-</u>	<u>71,303,020,735</u>	<u>16,201,101,263</u>	<u>69,925,258,640</u>

d) Borrowings from related parties are as follows:

	30/06/2025		01/01/2025	
	Principal	Interest	Principal	Interest
	VND	VND	VND	VND
VietCredit Finance Joint Stock Company(*)	-	25,499,013,148	16,201,101,263	24,786,096,839
Vietnam Steel Corporation - JSC (*)	34,830,489,966	31,277,672,413	36,830,489,966	30,129,341,688
	<u>34,830,489,966</u>	<u>56,776,685,561</u>	<u>53,031,591,229</u>	<u>54,915,438,527</u>

(*) Major shareholder

16 . OWNER'S EQUITY
a) Changes in owner's equity

	Contributed capital	Development investment funds	Retained earnings	Total
		VND	VND	VND
Beginning balance of previous period	200,000,000,000	764,439,744	(171,391,973,784)	29,372,465,960
Profit/loss for previous period	-	-	14,977,517,817	14,977,517,817
Ending balance of previous period	200,000,000,000	764,439,744	(156,414,455,967)	44,349,983,777
Beginning balance of current period	200,000,000,000	764,439,744	(121,917,992,998)	78,846,446,746
Profit/loss for current period	-	-	11,862,509,889	11,862,509,889
Ending balance of this period	200,000,000,000	764,439,744	(110,055,483,109)	90,708,956,635

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b) Details of owner's invested capital

	Rate	30/06/2025	Rate	01/01/2025
	(%)	VND	(%)	VND
Vietnam Steel Corporation - JSC	31.25	62,494,810,000	31.25	62,494,810,000
Southern Steel Sheet Co., Ltd	5.00	10,000,000,000	5.00	10,000,000,000
Vnsteel - Hochiminh City Metal Corporation	7.00	14,000,000,000	7.00	14,000,000,000
SMC Trading Investment Joint Stock Company	7.00	14,000,000,000	7.00	14,000,000,000
VietCredit Finance Joint Stock Company	6.00	11,999,090,000	6.00	11,999,090,000
Others	43.75	87,506,100,000	43.75	87,506,100,000
	100	200,000,000,000	100	200,000,000,000

c) Capital transactions with owners and distribution of dividends and profits

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Owner's contributed capital	200,000,000,000	200,000,000,000
- At the beginning of period	200,000,000,000	200,000,000,000
- At the ending of period	200,000,000,000	200,000,000,000

d) Stock

	30/06/2025	01/01/2025
Quantity of Authorized issuing stocks	20,000,000	20,000,000
Quantity of issued shares and full capital contribution	20,000,000	20,000,000
- Common stocks	20,000,000	20,000,000
Quantity of outstanding shares in circulation	20,000,000	20,000,000
- Common stocks	20,000,000	20,000,000
Par value per stock (VND)	10,000	10,000

e) Company's funds

	30/06/2025	01/01/2025
	VND	VND
Investment and development fund	764,439,744	764,439,744
	764,439,744	764,439,744

17 OFF STATEMENT OF FINANCIAL POSITION ITEMS AND OPERATING LEASE COMMITMENT
a) Operating leased assets

The company has a land lease contract No. 10/HD/TLD/IZICO dated 20 March 2008 and a contract appendix No. 86/PLHD/TLD/IZICO dated 1 April 2013 signed with Dong Xuyen and Phu My I Industrial Park Infrastructure Investment and Exploitation Company for leasing land in Phu My I Industrial Park, to use as office headquarters and factories. The leased land area is 22,400 m2, with a lease term of 40 years from 1 January 2008 to 1 January 2048. The annual payment for land rent and infrastructure maintenance is USD 36,960.

b) Foreign currencies

	30/06/2025	01/01/2025
- USD	201.16	201.16

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18 . TOTAL REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Revenue from sale of goods	648,965,048,984	1,646,764,554,502
Revenue from sale of scrap	26,405,010,400	33,307,480,000
Revenue from rendering of services	62,204,410,045	44,961,045,250
	737,574,469,429	1,725,033,079,752
In which: Revenue from related parties	610,286,528,531	1,197,931,174,465
<i>Details as in Notes 31.</i>		

19 . COSTS OF GOODS SOLD

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Costs of finished goods sold	643,524,621,957	1,626,744,349,953
Cost of scrap sold	26,425,529,008	31,098,981,207
Costs of services rendered	41,795,508,805	30,991,096,113
	711,745,659,770	1,688,834,427,273
In which: Purchase from related parties	199,062,454,473	20,468,389,600
<i>Details as in Notes 31.</i>		

20 . FINANCIAL INCOME

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Interest income, interest from loans	28,930,179	36,318,315
Gains on exchange difference in the period	6,476,827	1,765,159
	35,407,006	38,083,474

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21 . FINANCIAL EXPENSES

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Interest expenses	1,728,741,485	3,479,544,854
Interest expense on deferred purchases.	-	266,549,143
Loss on exchange difference in the period	82,717,000	4,182,733
Loss on exchange difference at the period-end	249,998,691	2,551,076,761
	2,061,457,176	6,301,353,491

22 . SELLING EXPENSES

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Raw materials	4,063,638	4,063,638
Labor	1,167,576,913	2,295,086,389
Other expenses by cash	25,476,000	155,300,000
	1,197,116,551	2,454,450,027

23 . GENERAL AND ADMINISTRATIVE EXPENSES

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Raw materials	276,057,914	210,526,393
Labor expenses	2,404,455,853	4,306,270,535
Depreciation and amortization	324,873,034	117,685,485
Tax, Charge, Fee	8,919,104	5,000,000
Expenses for outsourced services	1,359,007,409	2,189,495,004
Other expenses by cash	2,217,755,817	1,337,671,091
	6,591,069,131	8,166,648,508

24 . OTHER INCOME

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Proceeds from disposal of scrap	463,739,600	300,465,000
	463,739,600	300,465,000

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25 . OTHER EXPENSE

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Fines	158,519,274	143,100
Remuneration for the Board of Directors and the Supervisory Board	312,000,000	246,000,000
Others	184,687,756	185,491,133
	655,207,030	431,634,233

26 . CURRENT CORPORATE INCOME TAX EXPENSES

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Total profit before tax	15,823,106,377	18,829,805,829
Increase	655,207,030	431,634,233
- <i>Ineligible expenses</i>	655,207,030	431,634,233
Taxable income	16,478,313,407	19,261,440,062
Current corporate income tax expense (Tax rate 20%)	3,295,662,681	3,852,288,012
Adjustment of tax expenses in previous periods and tax expenses in the current period	664,933,807	-
Tax payable at the beginning of period	7,095,458,382	46,361,085
Tax paid in the period	(664,933,807)	(46,361,085)
Closing period income tax payable of main business activities	10,391,121,063	3,852,288,012

27 . BASIC EARNINGS PER SHARE

Basic earnings per share distributed to common shareholders of the company are calculated as follows:

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Net profit after tax	11,862,509,889	14,977,517,817
Profit distributed for common stocks	11,862,509,889	14,977,517,817
Average number of outstanding common shares in circulation in the year	20,000,000	20,000,000
Basic earnings per share	593	749

The company has not planned to make any distribution to Bonus and welfare fund, bonus for the Board of Directors from the net profit after tax at the date of preparing the Interim Financial Statements.

As at 30 June 2025, the Company does not have shares with dilutive potential for earnings per share.

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28 . BUSINESS AND PRODUCTIONS COST BY ITEMS

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Raw materials	573,985,719,525	1,578,778,648,588
Labour expenses	8,742,668,622	15,863,645,936
Depreciation and amortisation	18,469,015,946	19,836,063,080
Expenses for outsourced services	30,847,867,076	79,208,243,654
Other expenses by cash	2,282,389,854	7,734,976,502
	634,327,661,023	1,701,421,577,760

29 . FINANCIAL INSTRUMENTS**Financial risk management**

Financial risks that the Company may face risks including: market risk, credit risk and liquidity risk.

The Company has developed its control system to ensure the reasonable balance between cost of incurred risks and cost of risk management. The Board of Management of the Company is responsible for monitoring the risk management process to ensure the appropriate balance between risk and risk control.

Market risk

The Company may face with the market risk such as: exchange rates and interest rates.

Exchange rate risk:

The Company bears the risk of interest rates due to the transaction made in a foreign currency other than VND such as: borrowings, revenue, cost, importing materials, good, machinery and equipment ...

Interest rate risk:

The Company bears the risk of interest rates due to the fluctuation in fair value of future cash flow of a financial instrument in line with changes in market interest rates if the Company has time or demand deposits, borrowings and debts subject to floating interest rates. The Company manages interest rate risk by analyzing the market competition situation to obtain interest beneficial for its operation purpose.

Credit Risk

Credit risk is the risk of financial loss to the Company if a counterparty fails to perform its contractual obligations. The Company has credit risk from operating activities (mainly to trade receivables) and financial activities (including deposits and other financial instruments), detailed as follows:

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	Under 1 year	From 1 to 5	From more	Total
	VND	VND	VND	VND
As at 30/06/2025				
Cash and cash equivalents	5,740,382,230	-	-	5,740,382,230
Trade receivables, other receivables	8,613,469,522	-	-	8,613,469,522
	14,353,851,752	-	-	14,353,851,752
As at 01/01/2025				
Cash and cash equivalents	4,110,515,222	-	-	4,110,515,222
Trade receivables, other receivables	10,399,670,744	-	-	10,399,670,744
	14,510,185,966	-	-	14,510,185,966

Liquidity Risk

Liquidity risk is the risk that the Company has trouble in settlement of its financial obligations due to the lack of funds. Liquidity risk of the Company mainly arises from different maturity of its financial assets and liabilities.

Due date for payment of financial liabilities based on expected payment under the contracts (based on cash flow of the original debts) as follows:

	Under 1 year	From 1 to 5	From more	Total
	VND	VND	VND	VND
As at 30/06/2025				
Borrowings and debts	-	34,830,489,966	-	34,830,489,966
Trade payables, other payables	145,403,498,608	-	-	145,403,498,608
Accrued expenses	1,928,699,573	-	-	1,928,699,573
	147,332,198,181	34,830,489,966	-	182,162,688,147
As at 01/01/2025				
Borrowings and debts	16,201,101,263	36,830,489,966	-	53,031,591,229
Trade payables, other payables	153,170,111,988	-	-	153,170,111,988
Accrued expenses	1,678,369,520	-	-	1,678,369,520
	171,049,582,771	36,830,489,966	-	207,880,072,737

The Company believes that risk level of loan repayment is controllable. The Company has the ability to pay due debts from cash flows from its operating activities and cash received from mature financial assets.

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30 . EVENTS AFTER THE REPORTING PERIOD

There have been no significant events occurring after the reporting period, which would require adjustments or disclosures to be made in the Interim Financial Statements.

31 . TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The list and relationships between related parties and the Company are detailed as follows:

Related parties	Relation
Vietnam Steel Corporation - JSC	Major shareholder
Vnsteel - Phu My Flat Steel Company Limited	A company 100% capital owned by Vietnam Steel Corporation - JSC
VNSteel Thang Long Coated Sheets Joint Stock Company	A subsidiary of Vietnam Steel Corporation - JSC
Vinatrans International Freight Forwarders JSC	A subsidiary of Vietnam Steel Corporation - JSC
Southern Steel Sheet Co., Ltd	A subsidiary of Vietnam Steel Corporation - JSC
Mechanical Engineering & Metallurgy JSC	An associate of Vietnam Steel Corporation - JSC
VietCredit Finance Joint Stock Company	Major shareholder
Vnsteel - Hochiminh City Metal Corporation	(i)
SMC Trading Investment Joint Stock Company	(ii)
SMC Phu My Steel Processing Co.,Ltd	(iii)
SMC Steel Mechanical Company Limited	(iv)
(i) Mr. Lai Van Quyen – Member of the Company’s Board of Directors and concurrently Deputy General Director of Ho Chi Minh City Metal Corporation – Vnsteel.	
(ii) Mr. Nguyen Huu Kinh Luan - Member of the Company’s Board of Directors and concurrently Standing Deputy General Director of SMC Investment and Trading Joint Stock Company.	
(iii) SMC Phu My Steel Processing Company Limited is a subsidiary of SMC Investment and Trading Joint Stock Company.	
(iv) Mr. Nguyen Huu Kinh Luan - Member of the Company’s Board of Directors and concurrently Director of SMC One Member Mechanical Steel Limited Liability Company.	

In addition to the information with related parties presented in the above Notes, during the period, the Company has transactions with related parties as follows:

	The first 6 months of 2025	The first 6 months of 2024
	VND	VND
Revenue	610,286,528,531	1,197,931,174,465
Southern Steel Sheet Co., Ltd	558,360,501,340	1,165,587,570,670
Vnsteel - Phu My Flat Steel Company Limited	19,944,182,355	-
Vnsteel Thang Long Coated Sheets JSC	10,310,349,500	32,343,603,795
Vnsteel - HoChiMinh City Metal Corporation	21,157,306,246	-
SMC Steel Mechanical Company Limited	514,189,090	-
Purchase	199,062,454,473	20,468,389,600
Vnsteel - Phu My Flat Steel Company Limited	52,405,770,324	20,468,389,600
Vnsteel - HoChiMinh City Metal Corporation	145,902,789,390	-
Mechanical Engineering & Metallurgy JSC	496,000,000	-
Vinatrans International Freight Forwarders JSC	214,258,509	-
SMC Steel Mechanical Company Limited	43,636,250	-

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Transactions with other related parties:

	<u>Relationship</u>	<u>The first 6 months of 2025</u>	<u>The first 6 months of 2024</u>
		VND	VND
Income of key managers			
Mr. Tran Ngoc Tuan	Chairman of the Board of Directors	32,400,000	24,300,000
Mr. Le Viet	Member of the Board of Directors	21,600,000	16,200,000
Mrs. Tran Thanh Huong	Member of the Board of Directors	21,600,000	16,200,000
Mr. Nguyen Huu Kinh Luan	Member of the Board of Directors	21,600,000	16,200,000
Mr. Lai Van Quyen	Member of the Board of Directors	21,600,000	16,200,000
Mr. To Ngoc Huy	General Director/ Member of the Board of Directors	260,392,351	327,886,003
Mr. Bui Vinh Hao	Vice General Director	199,204,730	264,837,754
Remuneration and other operating expenses of the Board of Supervisors			
Mrs. Le Thuy Trinh	Head of the Supervisory Board	118,957,821	159,759,027
Mr. Nguyen Duy Dung	Member of the Supervisory Board (Appointed on 05 April 2024)	10,800,000	5,400,000
Mr. Trieu Anh Vu	Member of the Supervisory Board (Resigned on 05 April 2024)	-	5,400,000
Mrs. Nguyen Thi Hong May	Member of the Supervisory Board	10,800,000	10,800,000
Mr. Nguyen Truong Hai	Secretary of Board of Directors/Human Resources	12,000,000	12,000,000

In addition to the above related parties' transactions, other related parties did not have any transactions during the period and have no balance at the end of the accounting period with the Company.

32 . COMPARATIVE FIGURES

The comparative figures in the Interim Statement of Financial Position and the corresponding Notes are extracted from the audited financial statements for the fiscal year ended 31 December 2024, which were audited by AASC Auditing Firm Co., Ltd. The comparative figures in the Interim Statement of Income, Interim Statement of Cash Flows, and the related Notes are extracted from the reviewed interim financial statements for the period from 1 January 2024 to 30 June 2024.

Do Thi Thu Phuong
Preparer

Tran Thi Thuy Trang
Chief Accountant

To Ngoc Huy
General Director

Ho Chi Minh City, 06 August 2025