

**SOUTH BOOKS AND EDUCATIONAL EQUIPMENT
JOINT STOCK COMPANY**

REVIEWED INTERIM FINANCIAL STATEMENTS
For the six-month period ended 30 June 2025



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SOUTH BOOKS AND EDUCATIONAL EQUIPMENT JOINT STOCK COMPANY

Address: 231 Nguyen Van Cu, Cho Quan Ward, Ho Chi Minh City, Vietnam

MANAGEMENT'S REPORT

Management of South Books and Educational Equipment Joint Stock Company (hereinafter referred to as "the Company") hereby presents its report and the accompanying reviewed interim financial statements of the Company for the six-month period ended 30 June 2025.

Members of the Board of Directors, the Internal Audit Committee, the Supervisory Committee and Management during the period and on the date of this report include:

Board of Directors

<u>Full name</u>	<u>Position</u>	
Mr. Nguyen Thanh Anh	Chairman	Appointed on 24 April 2025
	Member	Dismissed on 24 April 2025
Ms. Phung Ngoc Hong	Chairman	Dismissed on 24 April 2025
Ms. Nguyen Thi Thu Hang	Member	Appointed on 24 April 2025
Ms. Do Thi Mai Anh	Member	Reappointed on 24 April 2025
Mr. Tran Le Quang	Member	Reappointed on 24 April 2025
Mr. Vu Ba Hoa	Member	Reappointed on 24 April 2025

Internal Audit Committee

<u>Full name</u>	<u>Position</u>
Mr. Tran Le Quang	Head
Ms. Man Minh Hue	Deputy Head
Mr. Do Quang Trung	Member

Supervisory Committee

<u>Full name</u>	<u>Position</u>	
Mr. Nguyen Thanh Huu	Head	Reappointed on 24 April 2025
Mr. Nguyen Ngoc Minh	Member	Appointed on 24 April 2025
Ms. Mac Thi Hong Minh	Member	Dismissed on 24 April 2025
Mr. Pham Duy Khanh	Member	Reappointed on 24 April 2025

Management

<u>Full name</u>	<u>Position</u>	
Ms. Do Thi Mai Anh	General Director	Reappointed on 24 April 2025
Mr. Pham Canh Toan	Deputy General Director	Reappointed on 24 April 2025
Mr. Tran Le Quang	Deputy General Director	Reappointed on 24 April 2025

LEGAL REPRESENTATIVE

The legal representative of the Company during the period and at the date of this report is Ms. Do Thi Mai Anh, General Director.

RESPONSIBILITY OF MANAGEMENT

The Company's management is responsible for preparing the interim financial statements of each period which give a true and fair view of the interim financial position of the Company and the results of its operations and its cash flows. In preparing these interim financial statements, management is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;

MANAGEMENT'S REPORT (CONTINUED)

- State whether applicable accounting principles have been followed, subject to any departures that need to be disclosed and explained in the interim 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; and
- Design and implement the internal control system effectively for a fair preparation and presentation of the interim financial statements so as to mitigate error or fraud.

Management is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the interim financial position of the Company and ensure that the interim financial statements comply with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of the interim financial statements. Management is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Management confirms that the Company has complied with the above requirements in preparing these interim financial statements.

AUDITOR

The accompanying interim financial statements were reviewed by ECOVIS AFA VIETNAM Auditing – Appraisal and Consulting Company Limited (Head office: No. 142 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Danang City, Vietnam; Telephone: (84) 0236.363.3333; Fax: (84) 0236.363.3338; Website: www.ecovis.com/vietnam/audit).

STATEMENT BY MANAGEMENT

In management's opinion, the accompanying interim financial statements give a true and fair view of the interim financial position of the Company as at 30 June 2025 and the results of its interim operations and its interim cash flows for the six-month accounting period then ended 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.

For and on behalf of management



Đo Thị Mai Anh
General Director

Ho Chi Minh City, 09 August 2025



No: 339/2025/BCSX-E.AFA

**REVIEW OF INTERIM FINANCIAL INFORMATION PERFORMED
BY THE INDEPENDENT AUDITOR OF THE ENTITY**

To: Shareholders
Board of Directors and Management
SOUTH BOOKS AND EDUCATIONAL EQUIPMENT JOINT STOCK COMPANY

We have reviewed the accompanying interim financial statements of South Books and Educational Equipment Joint Stock Company (hereinafter referred to as “the Company”) prepared on 09 August 2025 as set out from page 5 to page 38, which comprise the interim balance sheet as at 30 June 2025, and the interim income statement, and interim cash-flow statement for the six-month period then ended, and notes to the interim financial statements

Management's Responsibility

Management is responsible for the preparation and fair presentation of these interim financial statements in accordance with Vietnamese Accounting Standards, and Vietnamese Corporate Accounting System and relevant legislation as to the preparation and presentation of interim financial statements and for such internal control as Management determines is necessary to enable the preparation and presentation of the 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 the Vietnamese Standards on Review Engagements 2410- Review of Interim Financial Information Performed by 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.

**REVIEW OF INTERIM FINANCIAL INFORMATION PERFORMED
BY THE INDEPENDENT AUDITOR OF THE ENTITY (CONTINUED)**

Conclusion

Based on our review, 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 interim financial position of the Company as at 30 June 2025, and of its interim financial performance and its interim cash flows for the six-month period then ended in accordance with Vietnamese Accounting Standards and Vietnamese Corporate Accounting System and relevant legislation as to the preparation and presentation of interim financial statements.



Kim Van Viet

Audit Director

Audit Practice Registration Certificate
No. 1486-2023-240-1

Authorized person

ECOVIS AFA VIETNAM Auditing – Appraisal and Consulting Company Limited
Danang City, 09 August 2025

SOUTH BOOKS AND EDUCATIONAL EQUIPMENT JOINT STOCK COMPANY

Address: 231 Nguyen Van Cu, Cho Quan Ward, Ho Chi Minh City, Vietnam

Form B 01a - DN(Issued under the Circular No. 200/2014/TT-BTC
dated 22 December 2014 by Ministry of Finance)**INTERIM BALANCE SHEET**

As at 30 June 2025

Unit: VND

ASSETS	Code	Notes	As at 30 Jun. 2025	As at 01 Jan. 2025
A. CURRENT ASSETS	100		310,860,566,253	72,177,986,345
I. Cash and cash equivalents	110	4.1	68,162,464,015	10,748,162,221
1. Cash	111		2,462,464,015	10,748,162,221
2. Cash equivalents	112		65,700,000,000	-
II. Current financial investments	120		-	-
III. Current account receivables	130		97,528,971,595	22,707,419,777
1. Trade receivables	131	4.2	98,708,245,492	23,220,901,128
2. Advances to suppliers	132	4.3	12,420,000	43,260,000
3. Other current receivables	136	4.4	419,838,417	994,863,789
4. Provision for doubtful debts	137	4.5	(1,611,532,314)	(1,551,605,140)
IV. Inventories	140	4.6	144,047,082,836	38,158,371,000
1. Inventories	141		146,512,866,855	40,624,155,019
2. Provision for decline in value of inventories	149		(2,465,784,019)	(2,465,784,019)
V. Other current assets	150		1,122,047,807	564,033,347
1. Current prepayments	151	4.7	378,252,390	564,033,347
2. Value added tax deductible	152		36,564,881	-
3. Tax and other receivables from the state budget	153	4.13	707,230,536	-
B. NON-CURRENT ASSETS	200		28,636,883,078	29,133,394,291
I. Non-current account receivables	210		14,895,913,266	14,895,913,266
1. Other non-current receivables	216	4.4	14,895,913,266	14,895,913,266
2. Provision for doubtful non-current receivables	219		-	-
II. Fixed assets	220		1,121,333,881	1,478,229,273
1. Tangible fixed assets	221	4.8	1,121,333,881	1,478,229,273
Cost	222		7,643,999,801	7,643,999,801
Accumulated depreciation	223		(6,522,665,920)	(6,165,770,528)
2. Intangible fixed assets	227		-	-
III. Investment property	230		-	-
IV. Non-current assets in progress	240		43,178,451	28,363,636
1. Non-current work in process	241		-	-
2. Construction in progress	242	4.10	43,178,451	28,363,636
V. Non-current financial investments	250		3,329,000,000	3,329,000,000
1. Investments in subsidiaries	251		-	-
2. Investments in associates, joint-ventures	252	4.9	3,329,000,000	3,329,000,000
VI. Other non-current assets	260		9,247,457,480	9,401,888,116
1. Non-current prepayments	261	4.7	9,247,457,480	9,401,888,116
2. Other non-current assets	268		-	-
TOTAL ASSETS	270		339,497,449,331	101,311,380,636

SOUTH BOOKS AND EDUCATIONAL EQUIPMENT JOINT STOCK COMPANY

Address: 231 Nguyen Van Cu, Cho Quan Ward, Ho Chi Minh City, Vietnam

Form B 01a - DN(Issued under the Circular No. 200/2014/TT-BTC
dated 22 December 2014 by Ministry of Finance)**INTERIM BALANCE SHEET (CONTINUED)**

As at 30 June 2025

Unit: VND

RESOURCES	Code	Notes	As at 30 Jun. 2025	As at 01 Jan. 2025
C. LIABILITIES	300		262,582,321,580	21,609,262,402
I. Current liabilities	310		262,582,321,580	21,609,262,402
1. Trade payables	311	4.11	252,421,937,898	13,355,313,327
2. Advances from customers	312	4.12	1,054,932,267	291,236,006
3. Taxes and amounts payable to the state budget	313	4.13	803,666,140	2,497,571,081
4. Payables to employees	314	4.14	-	683,889,833
5. Accrued expenses	315	4.15	571,954,822	261,081,913
6. Other current payables	319	4.16	3,547,254,117	710,040,450
7. Bonus and welfare fund	322		4,182,576,336	3,810,129,792
II. Non-current liabilities	330		-	-
D. OWNER'S EQUITY	400		76,915,127,751	79,702,118,234
I. Equity	410	4.17	76,915,127,751	79,702,118,234
1. Owner's contributed capital	411		44,050,000,000	44,050,000,000
Ordinary shares carrying voting rights	411a		44,050,000,000	44,050,000,000
Preference shares	411b		-	-
2. Share premiums	412		59,410,000	59,410,000
3. Investment and development fund	418		30,747,208,234	29,579,598,118
4. Retained earnings	421		2,058,509,517	6,013,110,116
Beginning accumulated retained earnings	421a		-	-
Retained earnings of the current period	421b		2,058,509,517	6,013,110,116
II. Other capital and funds	430		-	-
TOTAL RESOURCES	440		339,497,449,331	101,311,380,636



Do Thi Mai Anh
General Director

Ho Chi Minh City, 09 August 2025

Nguyen Mai Hoa
Chief Accountant

Huynh Thi My Duyen
Preparer

SOUTH BOOKS AND EDUCATIONAL EQUIPMENT JOINT STOCK COMPANY

Address: 231 Nguyen Van Cu, Cho Quan Ward, Ho Chi Minh City, Vietnam

Form B 02a - DN(Issued under the Circular No. 200/2014/TT-BTC
dated 22 December 2014 by Ministry of Finance)**INTERIM INCOME STATEMENT**

For the six-month period ended 30 June 2025

Unit: VND

ITEMS	Code	Notes	Current period	Previous period
1. Revenue from selling goods and rendering services	01	5.1	185,812,913,337	230,936,433,897
2. Revenue deductions	02	5.2	331,011,086	-
3. Net revenue from selling goods and rendering services	10		185,481,902,251	230,936,433,897
4. Cost of sales	11	5.3	159,153,953,766	201,931,167,193
5. Gross profit from selling goods and rendering services	20		26,327,948,485	29,005,266,704
6. Financial income	21	5.4	283,672,702	208,241,798
7. Financial expense	22	5.5	47,776,841	647,800,113
<i>Of which, interest expense</i>	23		31,384,813	398,479,318
8. Selling expense	25	5.6	15,552,244,852	17,249,934,323
9. General and administration expense	26	5.7	7,035,718,401	7,473,493,811
10. Operating profit/(loss)	30		3,975,881,093	3,842,280,255
11. Other income	31	5.8	227,258,214	884,104,957
12. Other expense	32	5.9	219,185,050	545,163,042
13. Net other income/(loss)	40		8,073,164	338,941,915
14. Accounting profit/(loss) before tax	50		3,983,954,257	4,181,222,170
15. Current corporate income tax expense	51	5.11	817,016,538	906,294,978
16. Deferred corporate income tax expense	52		-	-
17. Net profit/(loss) after tax	60		3,166,937,719	3,274,927,192
18. Basic earnings per share	70	4.17.5	467	483
19. Diluted earnings per share	71	4.17.6	467	483



Đỗ Thị Mai Anh
General Director

Ho Chi Minh City, 09 August 2025

Nguyen Mai Hoa
Chief Accountant

Huynh Thi My Duyen
Preparer

SOUTH BOOKS AND EDUCATIONAL EQUIPMENT JOINT STOCK COMPANY

Address: 231 Nguyen Van Cu, Cho Quan Ward, Ho Chi Minh City, Vietnam

Form B 03a - DN

(Issued under the Circular No. 200/2014/TT-BTC

dated 22 December 2014 by Ministry of Finance)

INTERIM CASH FLOW STATEMENT**(Direct method)**

For the six-month period ended 30 June 2025

Unit: VND

ITEMS	Code	Note	Current period	Previous period
I. CASH FLOWS FROM OPERATING ACTIVITIES				
1. Cash receipts from customers	01		103,952,569,079	107,397,532,608
2. Cash paid to suppliers	02		(31,570,849,128)	(144,783,372,758)
3. Cash paid to employees	03		(7,429,233,278)	(8,017,048,536)
4. Interest paid	04		(31,384,813)	(304,878,594)
5. Corporate income tax paid	05		(1,100,517,017)	(1,255,626,580)
6. Other cash inflows from operating activities	06		1,201,160,787	2,187,193,913
7. Other cash outflows from operating activities	07		(2,922,563,641)	(7,076,609,836)
Net cash from operating activities	20		62,099,181,989	(51,852,809,783)
II. CASH FLOWS FROM INVESTING ACTIVITIES				
1. Acquisition and construction of fixed assets and other long-term assets	21		(14,814,815)	(39,125,454)
2. Loans to other entities and payments for purchase of debt instruments of other entities	23		-	(3,000,000,000)
3. Repayments from borrowers and proceeds from sales of debts instruments of other entities	24		-	3,000,000,000
4. Interest and dividends received	27		175,434,620	210,132,209
Net cash from investing activities	30		160,619,805	171,006,755
III. CASH FLOWS FROM FINANCING ACTIVITIES				
1. Proceeds from borrowings	33	6.1	6,152,929,554	50,000,000,000
2. Repayment of borrowings	34	6.2	(6,152,929,554)	-
3. Dividends paid	36		(4,845,500,000)	(4,845,500,000)
Net cash from financing activities	40		(4,845,500,000)	45,154,500,000
NET INCREASE/(DECREASE) IN CASH	50		57,414,301,794	(6,527,303,028)
Cash and cash equivalents at beginning of period	60		10,748,162,221	8,474,234,396
Impact of exchange rate fluctuation	61		-	-
CASH AND CASH EQUIVALENTS AT END OF PERIOD	70		68,162,464,015	1,946,931,368



Đo Thị Mai Anh
General Director

Ho Chi Minh City, 09 August 2025

Nguyen Mai Hoa
Chief Accountant

Huynh Thi My Duyen
Preparer

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

1.1. Structure of ownership

South Books and Educational Equipment Joint Stock Company (hereinafter referred to as "the Company") has been incorporated in accordance with the Business Registration Certificate No. 0309902130 dated 02 April 2010 granted by Ho Chi Minh City's Department of Planning and Investment and other amended certificates thereafter with the latest one dated 18 February 2022.

The Company was approved for listing its common shares on the Hanoi Stock Exchange under Decision No. No. 219/QĐ-SGDHN dated 20 April 2015, issued by the Hanoi Stock Exchange, with the stock code SMN. The first trading day of the SMN stock code was 14 July 2015.

The charter capital as stipulated in the Business Registration Certificate is VND 44,050,000,000.

The Company's registered head office is at 231 Nguyen Van Cu, Ward 04, District 5, Ho Chi Minh City, Vietnam.

The number of employees as at 30 June 2025 was 74 (31 December 2024: 73).

1.2. Business field

Production and trading of books and educational equipment.

1.3. Operating industry and principal activities

Under the Business Registration Certificate, the main Company's business activities comprise:

- Wholesale of other household products. Details: Wholesale of books, newspapers, journals ((with legally permitted content), stationery. Wholesale of beds, cabinets, tables, chairs and similar furniture items;
- Retail sale of books, newspapers, magazines and stationery in specialized stores. Details: Retail sale of books, newspapers, magazines (with legally permitted content) and stationery in specialized stores;
- Retail sale of music and video recordings (including blank tapes and discs) in specialized stores (with legally permitted content);
- Retail sale of games and toys in specialized stores (excluding toys harmful to character education, children's health, or those affecting security, social order, and safety);
- Manufacture of office machinery and equipment (except computers and peripheral equipment). Details: Manufacture of teaching aids and school equipment (not manufactured at the headquarters);
- Other professional, scientific and technical activities n.e.c. Details: Editing and compiling books; translation (excluding book publishing);
- Retail sale of other goods not elsewhere classified.

1.4. Normal operating cycle

The Company's normal operating cycle is carried out for a time period of 12 months.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)**1.5. The Company's structure**

The Company's has 2 associates as at 30 June 2025 were as follows:

Name	Address	Voting rights	Per cent capital	Per cent interest
Associates:				
BR - VT Province School Book and Equipment Joint Stock Company	500D Binh Gia Street, Tam Thang Ward, Ho Chi Minh City, Vietnam	35%	35%	35%
Binh Duong Educational Book and Equipment Joint Stock Company	No. 88, Tran Binh Trong Street, Thu Dau Mot Ward, Ho Chi Minh City, Vietnam	21%	21%	21%

The Company's dependent units as at 30 June 2025 were as follows

Name	Address
Business location of Southern Book and Educational Equipment Joint Stock Company – Retail and Product Showcase Store	93 Man Thien Street, Tang Nhon Phu Ward, Ho Chi Minh City, Vietnam

2. BASIS OF PREPARATION**2.1. Accounting standards, accounting system**

The accompanying interim financial statements, expressed in Vietnamese Dong ("VND"), are prepared in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and prevailing accounting regulations in Vietnam.

The accompanying interim financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

2.2. Forms of accounting records

The form of accounting records applied in the Company is the General Journal.

2.3. Accounting period

The Company's financial year is from 01 January to 31 December.

These interim financial statements are prepared for the six-month period ended on 30 June 2025.

2.4. Reporting and functional currency

The Company maintains its accounting records in VND.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

3. SIGNIFICANT ACCOUNTING POLICIES

3.1. Use of estimates

The preparation of the interim financial statements requires management to make estimates and assumptions that impact the carrying value of certain assets and liabilities, contingent assets and liabilities reported in the notes as well as revenues and expenses for the financial period ended 30 June 2025. Although these estimates are based on Management's best knowledge of all relevant information available at the date when the interim financial statements are prepared, this does not prevent actual figures differing from estimates.

3.2. Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, cash at bank, cash in transit and current investments for a period not exceeding 3 months or highly liquid investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

3.3. Financial investments

Equity investments in other entities

Investments in associates

Investments are classified as investments in associates when the Company directly or indirectly holds from 20% to under 50% of the voting shares of the investee without any other agreement.

Investments in associates are accounted for under the cost method which comprise the purchase price plus (+) acquisition related costs (if any). In case of investments of non-monetary assets, the cost of the investments is measured at the fair values of the assets as incurred.

Dividends for the period after the acquisition date are recognised as finance income when the shareholder's right to receive payment is established.

Recognition principles of provision for investment impairment loss

Provision for investment impairment loss is made when there is any certain evidence that there will be an impairment in the value of these investments at the reporting date.

The difference between the required balance and the existing balance of provision for investment impairment loss is recognised as financial expenses in the income statement.

3.4. Account receivables

Recognition method

Account receivables are stated at the carrying amounts of trade receivables and other receivables less provisions for doubtful debts.

Provision for doubtful debts

As of the date of preparing the interim financial statements, provision for doubtful debt is recognised for past-due accounts receivable and for accounts receivable where circumstances indicate that they might not be recoverable when due at the level as guided in prevailing regulations. The determination of the overdue period of a doubtful receivable to be provisioned is based on the principal repayment period according to the original sale contract, excluding the debt extension between the parties.

The difference between the required balance and the existing balance of provision for doubtful debts is recorded as a general and administrative expense in the income statement.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

3.5. Inventories

Inventory measurement

Inventories are measured at the lower of cost and net realisable value.

The costs of inventories shall comprise all costs of purchase, costs of conversion, and other costs incurred in bringing inventories to their present location and condition. The cost of work in progress and finished goods includes materials, direct labour and attributable production overheads based on normal levels of activity.

The costs of purchase of inventories comprise the purchase price, non-reimbursable taxes and duties, and transport, handling and other costs directly attributable to the acquisition of inventories. Trade discounts and sales rebates on substandard and obsolete goods purchased are deducted from the costs of purchase.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Method of accounting for inventories

Inventories are measured using the weighted average method and are recorded under the perpetual inventory method.

Provision for decline in value of inventories

As of the date of preparing the interim financial statements, provision is recognised for obsolete, slow-moving and defective inventory items and an excess of the cost of inventories over their net realisable value.

The difference between the required balance and the existing balance of the provision for a decline in value of inventories is included in cost of sales in the income statement.

Inventories are written down to net realizable value on an item-by-item basis. For services being rendered, provision is made in respect of each service for which a separate selling price will be charged.

3.6. Tangible fixed asset

Tangible fixed assets are measured at cost less accumulated depreciation.

Tangible fixed asset recognition

Tangible fixed assets are initially recognised at their cost. The cost of purchased tangible fixed assets comprises the purchase price and any directly attributable costs of bringing the assets to their present location and working condition for their intended use. Accessories added to fixed assets when purchased are recognised separately at their fair values and deducted from the historical cost of the respective tangible fixed assets.

Depreciation and amortisation

The costs of fixed assets are depreciated on a straight-line method over their estimated useful lives.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

The estimated useful lives are as follows:

	<u>Year 2025</u>
▪ Machinery and equipment	2 - 6 years
▪ Motor vehicles	6 years
▪ Office equipment	3 years

3.7. Leases

Leases classification

Leases are classified as finance leases when the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Operating leases

Lease payments under an operating lease are recognised as an expense on a straight-line basis over the lease term.

3.8. Prepayments

Prepayments are classified as current and non-current based on their original term. Prepayments mainly comprise costs of tools and supplies, rental expenses, and non-deductible VAT on self-produced goods; which are amortised over the period for which they are paid or the period in which economic benefits are generated in relation to these expenses.

The following expenses are recognised as prepayments and amortised to the income statement:

- Land and infrastructure lease expenses are allocated over the lease term;
- Tools and supplies are amortised to the income statement over 1 to 2 years;
- Other prepayments: Based on the nature and volume of each expense, the Company applies the proper amortization method over the period in which economic benefits are generated in relation to that expense.

3.9. Construction in progress

Properties in the course of construction for production, rental or administrative purposes, or for purposes not yet determined, are carried at cost. Cost includes professional fees, and for qualifying assets, borrowing costs dealt with in accordance with the Company's accounting policy. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

3.10. Liabilities

Liabilities are classified into trade payables and other payables based on the following rules: Trade payables represent those arising from purchase and sale related transactions of goods, services or assets and the seller is independent of the buyer; the remaining payables are classified as other payables.

Liabilities are also classified according to the maturity date, the remaining term from the date of the financial statements, original currency, and each creditor.

Liabilities are recognised at no less than the payment obligation.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

3.11. Borrowing costs

Capitalisation of borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, that necessarily take a substantial period of time to get ready for their intended use or sale, are capitalised as part of the cost of those assets until the assets are put into use or sale.

Investment income earned on temporary investment of borrowings is deducted from the cost of the respective assets.

All other borrowing costs are recognised as an expense in the interim income statement when incurred.

3.12. Accrued expenses

Accrued expenses represent expenses that will be paid in the future for goods or services received but not yet paid due to lack of invoices or accounting documents. These expenses are recognised as operating expenses of the reporting period.

3.13. Owners' equity

The owners' contributed equity

The owners' contributed equity is recognised when contributed.

Treasury shares

Treasury shares are recognised at purchased cost and presented in the balance sheet as a deduction from equity.

Dividends

Dividends are recognised as a liability at the date of declaring dividends.

Retained earnings

Net profit after income tax can be distributed to shareholders after the distribution is approved by the General annual meeting of shareholders and reserves are created in accordance with the Company's Charter and legal regulations in Vietnam.

3.14. Revenue and other income

Revenue from selling goods

Revenue from selling goods is measured at the fair value of the consideration received or receivable. In most cases, revenue is recognised when transferring the risks and rewards of ownership to the buyer.

Revenue involving the rendering of services

Revenue of a transaction involving the rendering of services is recognised when the outcome of this transaction can be estimated reliably. When a transaction involving the rendering of services is attributable to several periods, each period's revenue is recognised by reference to the stage of completion at the end of the reporting period.

Interest income

Interest income is recognised on an accrual basis by reference to the principal outstanding and at the interest rate applicable.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

Income from investments

Income from investments is recognised in the income statement corresponding to the per cent interest of the Company.

3.15. Deductions

Deductions include sale returns and allowances.

Deductions arising in the reporting period from consumption of products, goods and services are recognised as decreases in revenue in that period; Deductions arising after the end of the reporting period but prior to issuing the interim financial statements for the reporting period are recognised as decreases in revenue of the reporting period; Deductions arising after the end of the reporting period and after issuing the interim financial statements for the reporting period are recognised as decreases in revenue of the next period.

3.16. Cost of sales

Cost of sales and services provided represents total costs of finished products, goods, services, which are sold in the period in accordance with the matching principle. Abnormal amounts of production costs of inventories are recognised immediately in cost of sales.

3.17. Finance expense

Finance expenses represent all expenses incurred in the reporting period which mainly include borrowing costs and losses from exchange rates.

3.18. General and administrative expense

Selling expenses represent expenses incurred during the process of selling products, goods and rendering services, which include expenses relating to product exhibition, advertisement, sales commissions, product warranty (except for construction activities), storage, packaging and shipping etc.

General and administrative expenses represent common expenses, which include payroll costs for office employees' (salaries, wages, allowances, etc.); social insurance, health insurance, trade union fees and unemployment insurance; stationery expenses, material expenses, depreciation expenses of fixed assets used for administration activities; land rental, license tax; depreciation expenses of fixed assets used for administration activities; utility services (electricity expenses, water expenses, phone, fax, warranty expenses, etc.); sundry expenses (entertainment, customer conference, etc.).

3.19. Taxation

Corporate income tax

Current corporate income tax expense

Current corporate tax expense is determined on the basis of taxable income and the rate of corporate income tax (CIT) of the current year at 20%.

Value added tax

The goods sold and services rendered by the Company are subject to value added tax at the following rates:

- Textbooks, curricula, and reference books supplementing textbooks: VAT exempt.
- Office equipment and dictionaries: 5% - 10%.
- Other goods and services: 10%. The Company is entitled to apply the VAT rate of 8% from 1 January 2025 to 30 June 2025 according to the provisions of Decree No. 180/2024/ND-CP dated 31 December 2024 of the Government.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)**Other taxes**

Other taxes are applicable in accordance with the prevailing tax laws in Vietnam.

The tax reports of the Company will be inspected by the Tax Department. Application of the laws and regulations on tax to different transactions can be interpreted by many ways; therefore, the tax amounts presented in the financial statements can be amended in accordance with the Tax Department's final assessment for the Company.

3.20. Segment reporting

A segment is a distinguishable component of the Company that is engaged either in producing or providing related products or services (business segment), or in producing or providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

Based on the actual operation of the Company, the President assesses that there is no significant difference in risks and returns among business segments and geographical segments. The company operates primarily in the commercial trading sector, with its main market being Vietnam.

3.21. Related parties

Related parties are individuals or entities that have the ability, directly or indirectly through one or more intermediaries, to control the Company or are controlled by, or are subject to common control with the Company. Associates, individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the Company, key management personnel, including directors and officers of the Company and close family members or associates of such individuals are also considered to be related parties.

4. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE INTERIM BALANCE SHEET**4.1. Cash and cash equivalents**

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Cash in hand	202,038,509	1,096,457,639
Cash at banks	2,260,425,506	9,651,704,582
Cash equivalents	65,700,000,000	-
Total	68,162,464,015	10,748,162,221

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.2. Current trade receivables

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Book and Educational Equipment JSC of Dong Nai BR - VT Province School Book and Equipment Joint Stock Company	10,498,252,448	3,487,873,612
Ninh Thuan Books And Equipment Joint Stock Compan	16,425,713,665	1,980,973,689
Lam Dong Book and School Equipment Joint Stock Company	5,159,800,197	2,486,563,654
Binh Thuan Book and Equipment Joint Stock Company	12,598,418,181	689,748,225
An Loc Tay Ninh Co., Ltd.	5,702,181,146	5,304,498,532
Others	6,472,482,764	2,386,275,785
	41,851,397,091	6,884,967,631
Total	98,708,245,492	23,220,901,128
In which: Trade receivables from related parties - Refer to Notes 7	34,705,996,064	10,002,184,138

4.3. Current advances to suppliers

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Chu Du Two Four Services Joint Stock Company	3,060,000	7,400,000
Branch In Ho Chi Minh City - Hanoi tourism Corporation	-	26,500,000
Others	9,360,000	9,360,000
Total	12,420,000	43,260,000

4.4. Other receivables

	As at 30 Jun. 2025 VND		As at 01 Jan. 2025 VND	
	Value	Provision	Value	Provision
Current				
Advance	71,677,981	-	-	-
Receivables from PIT	150,313,471	-	935,240,933	-
Deposits	87,757,683	-	58,741,812	-
Accrued interest	108,238,082	-	-	-
Other receivables	1,851,200	-	881,044	-
Total	419,838,417	-	994,863,789	-

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

	As at 30 Jun. 2025		As at 01 Jan. 2025	
	VND		VND	
	Value	Provision	Value	Provision
Non-Curent				
Deposits	81,000,000	-	81,000,000	-
Mai Thi Luu project (*)	14,814,913,266	-	14,814,913,266	-
Total	14,895,913,266	-	14,895,913,266	-
In which: Other receivables from related parties - Refer to Notes 7	14,814,913,266	-	14,814,913,266	-

(*) This is a capital contribution with the Ho Chi Minh City Education Publishing House (unit under of Vietnam Education Publishing House Co., Ltd.) and Phuong Nam Education Investment and Development Joint Stock Company for the construction of an office building at 104 Mai Thi Luu, Dakao Ward, District 1, Ho Chi Minh City, under the tripartite business cooperation contract No. 108HĐ/2011 dated 01 April 2011 and its amended appendices, in which the Company's investment accounts for 30% of the project. On 01 July 2014, the parties agreed to sign Contract Appendix No. 01, assigning Vietnam Education Publishing House Co., Ltd. to implement the project, replacing the previous entity, Ho Chi Minh City Education Publishing House. As of now, the project has commenced business operations, and the parties have agreed to entrust Vietnam Education Publishing House Co., Ltd. with the management and commercial operation of the project, as well as the collection and distribution of revenue and expenses among the parties based on the agreed-upon ratio.

4.5. Doubtful debts

	As at 30 Jun. 2025		As at 01 Jan. 2025	
	VND		VND	
	Cost	Recoverable amount	Cost	Recoverable amount
Overdue trade receivables or overdue amounts loaned and other receivables not yet due but uncollectible	1,758,481,387	146,949,073	1,558,724,140	7,119,000
Total	1,758,481,387	146,949,073	1,558,724,140	7,119,000

Management assessed the ability to recover the overdue receivables as low.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

Overdue trade receivables and overdue amounts loaned are analysed by debtor as follows:

	As at 30 Jun. 2025			As at 01 Jan. 2025		
	VND			VND		
	Cost	Recoverable amount	Overdue days	Cost	Recoverable amount	Overdue days
Dong Thap Education Investment and Development Joint Stock Company	162,702,434	-	Over 3 years	162,702,434	-	Over 3 years
Minh Phat Educational equipment Construction, Trading and Manufacturing Co., Ltd.	1,110,163,501	-	Over 3 years	1,110,163,501	-	Over 3 years
Nhat Minh Bookstore	43,148,706	-	Over 3 years	43,148,706	-	Over 3 years
Hoang Minh Phuc Educational Books and Equipment Company	166,000,959	-	Over 3 years	166,000,959	-	Over 3 years
Minh Anh Comprehensive Books and Equipment Co., Ltd.	66,538,540	-	Over 3 years	66,538,540	-	Over 3 years
Others	209,927,247	146,949,073	From 6 months to 1 year	10,170,000	7,119,000	From 6 months to 1 year
Total	1,758,481,387	146,949,073		1,558,724,140	7,119,000	

4.6. Inventories

	As at 30 Jun. 2025		As at 01 Jan. 2025	
	VND		VND	
	Cost	Provision	Cost	Provision
Goods in transit	-	-	146,311,051	-
Raw materials	696,539,776	-	848,683,564	-
Work in progress	84,744,438	-	88,246,422	-
Finished goods	3,552,449,858	-	2,293,288,697	-
Merchandise	142,179,132,783	2,465,784,019	37,247,625,285	2,465,784,019
Total	146,512,866,855	2,465,784,019	40,624,155,019	2,465,784,019

There were no slow moving and obsolescent inventories at the period - end.

There were no inventories pledged as security for liabilities at the period - end.



NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.7. Prepayments

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Current:		
Manuscript expenses	75,890,452	182,128,761
Non-deductible VAT allocated to inventory	99,940,283	129,034,151
Tools and supplies	200,421,655	252,870,435
Others	2,000,000	-
Total	378,252,390	564,033,347
Non-current:		
Infrastructure rental fee (*)	8,228,078,929	8,363,150,929
Tools and supplies	1,019,378,551	1,038,737,187
Total	9,247,457,480	9,401,888,116

(*) This is the lease of infrastructure on land at Lot A5-3, Area A5, N2 Street, Tan Phu Trung Industrial Park, Cu Chi District, Ho Chi Minh City, under Land Lease Contract No. 238/HĐTĐ/SCD-2019 dated 16 October 2019 and Appendix No. 238/PLHĐTĐ/SCD-2019 dated 16 October 2019 with Northwest Saigon City Development Corporation (SCD).

According to Decision No. 223/QĐ-HĐQT dated 19 June 2025, the Board of Directors approved the investment policy for the construction project as follows:

- **Project name:** Warehouse for storage of goods and materials of Southern Book and Educational Equipment Joint Stock Company;
- **Investment objective:** To construct a warehouse for storing goods, materials, and educational products of Southern Book and Educational Equipment Joint Stock Company;
- **Implementation period:** From May 2025 to December 2026.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.8. Tangible fixed assets

Items	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Total VND
Cost:				
As at 01 Jan. 2025	609,700,818	6,423,850,771	610,448,212	7,643,999,801
Purchase	-	-	-	-
As at 30 Jun. 2025	609,700,818	6,423,850,771	610,448,212	7,643,999,801
Accumulated depreciation:				
As at 01 Jan. 2025	609,700,818	5,004,938,344	551,131,366	6,165,770,528
Depreciation	-	340,930,721	15,964,671	356,895,392
As at 30 Jun. 2025	609,700,818	5,345,869,065	567,096,037	6,522,665,920
Net book value:				
As at 01 Jan. 2025	-	1,418,912,427	59,316,846	1,478,229,273
As at 30 Jun. 2025	-	1,077,981,706	43,352,175	1,121,333,881

There were no tangible fixed assets pledged/mortgaged as loan security at the period-end.

The historical cost of tangible fixed assets fully depreciated but still in use at the end of the period totalled VND 3,477,442,058.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.9. Financial investments

Other investments are detailed as follows:

	As at 30 Jun. 2025			As at 01 Jan. 2025		
	VND			VND		
	Cost	Provision	Fair value	Cost	Provision	Fair value
Investments in associates:						
BR - VT Province School Book and Equipment Joint Stock Company	1,229,000,000	-		1,229,000,000	-	
Binh Duong Educational book and Equipment Joint Stock Company	2,100,000,000	-		2,100,000,000	-	
Total	3,329,000,000	-		3,329,000,000	-	

	Current period	Previous period
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Operating performance of associates during the year:

BR - VT Province School Book and Equipment Joint Stock Company	Business operations were profitable	Business operations were profitable
Binh Duong Educational Book and Equipment Joint Stock Company	Business operations were unprofitable	Business operations were unprofitable

The main transactions between the Company and its associate companies during the period are presented in Notes 7.

The interim financial statements of Binh Duong Educational book and Equipment Joint Stock Company reported losses, and BR - VT Province School Book and Equipment Joint Stock Company reported profits. However, neither company has accumulated losses, and shareholders' equity as of 30 June 2025 was preserved. Therefore, these investments are recorded at cost, and no provision has been made.

As of the reporting date, the Company has not determined the fair value of these investments for disclosure in the interim financial statements due to the absence of a market listing and the lack of guidance under Vietnamese Accounting Standards and the Vietnamese Enterprise Accounting System on fair value measurement using valuation techniques. The fair value of these investments may differ from their carrying amount.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.10. Construction in progress

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Warehouse and materials storage project	43,178,451	28,363,636
Total	43,178,451	28,363,636

4.11. Current trade payables

	As at 30 Jun. 2025 VND		As at 01 Jan. 2025 VND	
	Value	Payable value	Value	Payable value
Education Publishing House in Ho Chi Minh City	224,784,265,999	224,784,265,999	5,292,929,554	5,292,929,554
Phuong Nam Education Development and Investment Joint Stock Company	11,573,488,730	11,573,488,730	2,769,899,952	2,769,899,952
Others	16,064,183,169	16,064,183,169	5,292,483,821	5,292,483,821
Total	252,421,937,898	252,421,937,898	13,355,313,327	13,355,313,327
In which: Trade payables to related parties – Refer to Note	246,612,030,820	246,612,030,820	10,677,213,766	10,677,213,766

4.12. Current advances from customers

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Phuoc Thanh Primary School	-	25,700,000
Le Quy Don Primary School	28,000,000	25,000,000
Hong Bang Primary, Secondary and High School	301,271,500	-
Go Dau Bookstore	104,863,338	24,717,880
Others	620,797,429	215,818,126
Total	1,054,932,267	291,236,006

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.13. Tax and amounts payable to the state budget

	As at 30 Jun. 2025		Movement in the period		As at
	VND		VND		01 Jan. 2025
	Receivable	Payable	Payable	Paid/ Deducted	Payable
Value added tax	13,132,187	-	802,649,604	1,200,972,481	385,190,690
Corporate income tax	-	803,666,140	817,016,538	1,100,517,017	1,087,166,619
Personal income tax	694,098,349	-	459,715,178	2,179,027,299	1,025,213,772
License tax	-	-	4,000,000	4,000,000	-
Other taxes	-	-	594,000	594,000	-
Total	707,230,536	803,666,140	2,083,975,320	4,485,110,797	2,497,571,081

4.14. Payables to employees

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Salaries payable to employees	-	683,889,833
Total	-	683,889,833

4.15. Current accrued expenses

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Manuscript costs and royalties payable	425,375,639	255,104,000
Payment discounts payable	16,392,028	-
Others	130,187,155	5,977,913
Total	571,954,822	261,081,913

4.16. Other current payables

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Trade union fees	30,075,280	-
Market and Product Development Fee	3,403,509,731	559,541,532
Current deposits	20,000,000	20,000,000
Other payables	93,669,106	130,498,918
Total	3,547,254,117	710,040,450
In which, Other current payables to related parties	-	74,218,330
- Refer to Notes 7		

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.17. Owners' equity

4.17.1. Changes in owners' equity

	Items of owners' equity				Total VND
	Owners' contributed capital VND	Capital surplus VND	Investment and development fund VND	Retained earnings VND	
As at 01 Jan. 2024	44,050,000,000	59,410,000	28,202,342,815	6,222,755,303	78,534,508,118
Previous period's profits	-	-	-	3,274,927,192	3,274,927,192
Dividends distribution	-	-	-	(4,845,500,000)	(4,845,500,000)
Distributed Investment and development fund	-	-	1,377,255,303	(1,377,255,303)	-
Distributed bonus and welfare fund	-	-	-	(818,731,798)	(818,731,798)
Remuneration for BODs, Supervisory Committee	-	-	-	(327,492,720)	(327,492,720)
As at 30 Jun. 2024	44,050,000,000	59,410,000	29,579,598,118	2,128,702,674	75,817,710,792
Profit in the last 6 months of the previous year	-	-	-	5,976,011,448	5,976,011,448
Distributed bonus and welfare fund	-	-	-	(1,956,549,794)	(1,956,549,794)
Remuneration for BODs, Supervisory Committee	-	-	-	(135,054,212)	(135,054,212)
As at 01 Jan. 2025	44,050,000,000	59,410,000	29,579,598,118	6,013,110,116	79,702,118,234
Current period's profits	-	-	-	3,166,937,719	3,166,937,719
Dividends distribution (*)	-	-	-	(4,845,500,000)	(4,845,500,000)
Distributed Investment and development fund 2024 (*)	-	-	1,167,610,116	(1,167,610,116)	-
Distributed bonus and welfare fund (**)	-	-	-	(791,734,430)	(791,734,430)
Distributed executive bonus and remuneration for BODs, Supervisory Committee (**)	-	-	-	(316,693,772)	(316,693,772)
As at 30 Jun. 2025	44,050,000,000	59,410,000	30,747,208,234	2,058,509,517	76,915,127,751

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

(*) The Company distributes the 2024 profit in accordance with the Resolution of the Annual General Meeting of Shareholders No.147/NQ-ĐHĐCĐ dated 24 April 2025.

(**) The Company has temporarily distributed the first six months of 2025 profit in accordance with Resolution No. 7b/NQ-HĐQT of the Board of Directors dated 26 May 2025.

4.17.2. Details of owners' equity

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Vietnam Education Publishing House Limited Company	23,400,000,000	23,400,000,000
Other shareholders	20,650,000,000	20,650,000,000
Total	44,050,000,000	44,050,000,000

4.17.3. Capital transactions with owners

	Current period VND	Previous period VND
Beginning balance	44,050,000,000	44,050,000,000
Capital contribution in the period	-	-
Capital redemption in the period	-	-
Ending balance	44,050,000,000	44,050,000,000

4.17.4. Shares

	As at 30 Jun.2025	As at 01 Jan.2025
Number of shares registered for issue	4,405,000	4,405,000
Number of shares sold to public	4,405,000	4,405,000
- Ordinary shares	4,405,000	4,405,000
- Preference shares (Classified as owners' equity)	-	-
Number of shares repurchased (Treasury shares)	-	-
- Ordinary shares	-	-
- Preference shares (Classified as owners' equity)	-	-
Number of shares outstanding	4,405,000	4,405,000
- Ordinary shares	4,405,000	4,405,000
- Preference shares (Classified as owners' equity)	-	-

Par value per outstanding share: VND 10,000 per share

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.17.5. Basic earnings per share

	Current period VND	Previous period VND
Net profit after tax	3,166,937,719	3,274,927,192
Adjusted for distribution to bonus and welfare fund, executive bonus and remuneration for BODs, Supervisory Committee	1,108,428,202	1,146,224,518
Profit after tax attributable to ordinary shareholders	2,058,509,517	2,128,702,674
Average Number of shares outstanding in period	4,405,000	4,405,000
Basic earnings per share	467	483

Net profit after tax used to calculate basic earnings per share for this period has been deducted for the bonus and welfare fund, executive bonus, as well as remuneration for the Board of Directors and the Supervisory Board, in accordance with the profit distribution plan under Resolution No. 07b/NQ-HDQT dated 26 May 2025 (the Board of Directors was authorized by the General Meeting of Shareholders to distribute net profit in accordance with the Company's Charter).

4.17.6. Diluted earnings per share

	Current period VND	Previous period VND
Net profit after tax	3,166,937,719	3,274,927,192
Adjusted for distribution to bonus and welfare fund, executive bonus and remuneration for BODs, Supervisory Committee	1,108,428,202	1,146,224,518
Earnings for the purpose of calculating diluted earnings per share	2,058,509,517	2,128,702,674
Weighted average number of ordinary shares outstanding during the period	4,405,000	4,405,000
Number of common shares expected to be issued	-	-
Number of shares to calculate diluted earnings per share	4,405,000	4,405,000
Diluted earnings per share	467	483

Net profit after tax used to calculate diluted earnings per share for this period has been deducted for the bonus and welfare fund, executive bonus, as well as remuneration for the Board of Directors and the Supervisory Board, in accordance with the profit distribution plan under Resolution No. 07b/NQ-HDQT dated 26 May 2025 (the Board of Directors was authorized by the General Meeting of Shareholders to distribute net profit in accordance with the Company's Charter).

4.17.7. Dividends

According to Resolution No. 01b/NQ-HĐQT of the Board of Directors dated 21 February 2025, the Company made an interim cash dividend payment for 2024 totaling VND 4,845,500,000 (equivalent to 11% of charter capital), with the record date set for 17 March 2025. The dividend was paid on 05 May 2025.

According to the Resolution of the Annual General Meeting of Shareholders No.147/NQ-ĐHĐCĐ dated 24 April 2025, approved the 2024 dividend distribution plan at the same rate and amount as the interim payment mentioned above.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

4.17.8. Corporate funds

	Investment and development fund VND
As at 01 Jan. 2025	29,579,598,118
Excerpted during the period	1,167,610,116
Reversal during the period	-
As at 30 Jun. 2025	30,747,208,234

4.18. Off interim balance sheet items

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Bad debts written-off:		
Tri Duc Joint Stock Company – Written off due to uncollectible debt	744,354,571	744,354,571
Van Loi Educational Equipment Trading & Manufacturing Co., Ltd. – Written off due to uncollectible debt	393,407,855	393,407,855
Total	1,137,762,426	1,137,762,426

5. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE INTERIM INCOME STATEMENT

5.1. Revenue from selling goods and rendering services

	Current period VND	Previous period VND
Revenue from sales of textbooks and exercise books	170,677,684,454	222,767,956,201
Revenue from sales of reference books	8,723,511,511	4,384,323,231
Other revenue	6,411,717,372	3,784,154,465
Total	185,812,913,337	230,936,433,897
In which revenue from selling goods and rendering services to related parties – Refer to Note 7	68,327,204,150	96,580,263,938

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

5.2. Deductions

	Current period VND	Previous period VND
Sales returns	331,011,086	-
Total	331,011,086	-

5.3. Cost of sales

	Current period VND	Previous period VND
Cost of textbooks and exercise books sold	147,783,120,182	195,768,814,386
Cost of reference books sold	6,019,127,195	2,852,719,947
Cost of other operations sold	5,351,706,389	3,309,632,860
Total	159,153,953,766	201,931,167,193

5.4. Finance income

	Current period VND	Previous period VND
Deposit interest	111,612,702	36,181,798
Dividends, profits received	172,060,000	172,060,000
Total	283,672,702	208,241,798

5.5. Financial expense

	Current period VND	Previous period VND
Interest expense	31,384,813	398,479,318
Payment discount	16,392,028	249,320,795
Total	47,776,841	647,800,113

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

5.6. Selling expense

	Current period VND	Previous period VND
Staff expenses	4,626,352,927	6,160,726,393
Depreciation expense	65,844,888	102,951,640
Service expense	9,316,726,619	8,234,055,695
Other expenses	1,543,320,418	2,752,200,595
Total	15,552,244,852	17,249,934,323

5.7. General and administrative expense

	Current period VND	Previous period VND
Staff expenses	2,073,307,857	3,236,228,819
Raw materials, tools and instruments	217,324,964	255,888,197
Depreciation expense	291,050,504	289,219,760
Provision for doubtful debts	59,927,174	-
Service expense	3,363,095,202	2,389,642,260
Other expenses	1,031,012,700	1,302,514,775
Total	7,035,718,401	7,473,493,811

5.8. Other income

	Current period VND	Previous period VND
Income from loading/unloading goods and processing	2,285,500	579,284,891
Income from textbook price labeling	224,929,693	-
Other incomes	43,021	304,820,066
Total	227,258,214	884,104,957

In which: Other income from related parties 222,986,550 397,479,733
 – Refer to Note 7

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

5.9. Other expense

	Current period VND	Previous period VND
Expenses for loading/unloading goods and processing	-	254,228,906
Expenses for textbook price labeling	213,035,000	-
Tax arrears and penalties	6,118,725	10,945,339
Other expenses	31,325	279,988,797
Total	219,185,050	545,163,042

5.10. Production and business costs by element

	Current period VND	Previous period VND
Material expense	1,493,851,270	1,239,019,693
Employee expense	6,699,660,784	9,396,955,212
Depreciation expense	356,895,392	392,171,400
Service expense	13,824,189,026	12,038,655,151
Other expenses	3,209,586,128	4,054,715,370
Total	25,584,182,600	27,121,516,826

5.11. Current corporate income tax expense

	Current period VND	Previous period VND
Accounting profit before tax for the period	3,983,954,257	4,181,222,170
Add: Adjustments according to CIT law	273,188,431	362,782,540
- Expenses not deductible for tax purposes	273,188,431	362,782,540
Less: Adjustments according to CIT law	172,060,000	172,060,000
- Dividend received	172,060,000	172,060,000
Total taxable income	4,085,082,688	4,371,944,710
Corporate income tax	20%	20%
Current corporate income tax expense	817,016,538	906,294,978

In which:

CIT expenses are calculated on annual taxable income current period	817,016,538	874,388,942
Adjust previous years' corporate income tax expenses to this period's current income tax expenses	-	31,906,036

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

6. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE INTERIM CASH FLOW STATEMENT

6.1. Cash receipts from loans in the period

	Current period VND	Previous period VND
Cash receipts from loans under normal contracts	6,152,929,554	50,000,000,000
Total	6,152,929,554	50,000,000,000

6.2. Cash repayments of principal amounts borrowed

	Current period VND	Previous period VND
Cash repayment of principal amounts under normal contracts	6,152,929,554	-
Total	6,152,929,554	-

7. RELATED PARTIES

List of related parties

Relationship

1. Vietnam Education Publishing House Limited Company	Parent Company
2. Education Publishing House in Ho Chi Minh City	Unit under the Parent Company
3. Education Publishing House in Hanoi	Unit under the Parent Company
4. Education Publishing House in Da Nang	Unit under the Parent Company
5. Education Publishing House in Can Tho City	Unit under the Parent Company
6. Institute of Educational Books and Materials Research	Unit under the Parent Company
7. Binh Duong Educational book and Equipment Joint Stock Company	Associate Company
8. BR - VT Province School Book and Equipment Joint Stock Company	Associate Company
9. Quang Tri Book and School Equipment Joint - Stock Company	Same of the Investment Company
10. Cuu Long Books & Educational Equipment Joint Stock Company	Same of the Investment Company
11. Central Books and Educational Equipment Joint Stock Company	Same of the Investment Company
12. Ho Chi Minh City School Book and Equipment Joint Stock Company	Same of the Investment Company
13. Educational Technology High School Investment and Development Joint Stock Company	Same of the Investment Company
14. Educational Materials Joint Stock Company	Same of the Investment Company
15. Textbook Printing Joint Stock Company in Hanoi	Same of the Investment Company
16. Ethnic Books Joint Stock Company	Same of the Investment Company
17. Northern Educational Book and Equipment Joint Stock Company	Same of the Investment Company
18. Hanoi Educational Publishing Services Joint Stock Company	Same of the Investment Company
19. Phuong Nam Education Development and Investment Joint Stock Company	Same of the Investment Company
20. Da Nang Education Development and Investment Joint Stock Company	Same of the Investment Company

SOUTH BOOKS AND EDUCATIONAL EQUIPMENT JOINT STOCK COMPANY

Address: 231 Nguyen Van Cu, Cho Quan Ward, Ho Chi Minh City, Vietnam

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

<u>List of related parties</u>	<u>Relationship</u>
21. Binh Dinh Book and Equipment Joint Stock Company	Same of the Investment Company
22. Hanoi Education Development and Investment Joint Stock Company	Same of the Investment Company
23. Binh Thuan Book and Equipment Joint Stock Company	Same of the Investment Company
24. Can Tho School Book and Equipment Joint Stock Company	Same of the Investment Company
25. IP Vietnam Investment Joint Stock Company	Same of the Investment Company
26. Da Nang Educational Publishing Services Joint Stock Company	Same of the Investment Company
27. Quang Nam School Book and Equipment Printing - Distribution Joint Stock Company	Same of the Investment Company
28. Fine Arts and Communication Joint Stock Company	Same of the Investment Company
29. Gia Dinh Educational Publishing Services Joint Stock Company	Same of the Investment Company
30. Textbook Printing Joint Stock Company in Ho Chi Minh City	Same of the Investment Company
31. Da Nang Printing and Services Joint Stock Company	Same of the Investment Company
32. Education Investment and Publishing Joint Stock Company	Same of the Investment Company
33. Educational Book Joint Stock Company in Da Nang City	Same of the Investment Company
34. Ben Tre Book and Equipment Joint Stock Company	Same of the Investment Company
35. Educational Book Joint Stock Company in Hanoi	Same of the Investment Company
36. University - Vocational Book Joint Stock Company	Same of the Investment Company
37. ECI Group Joint Stock Company	Same of the Investment Company
38. Thua Thien Hue School Book and Equipment Joint Stock Company	Same of the Investment Company
39. Ha Tay School Book and Equipment Joint Stock Company	Same of the Investment Company
40. Ho Chi Minh City Educational Book Joint Stock Company	Same of the Investment Company
41. Kon Tum School Book and Equipment Joint Stock Company	Same of the Investment Company
42. Dien Bien School Book and Equipment Joint Stock Company	Same of the Investment Company
43. Vinh Long School Book and Equipment Joint Stock Company	Same of the Investment Company
44. Ninh Thuan School Book and Equipment Joint Stock Company	Same of the Investment Company
45. Hoa Phat Textbook Printing Joint Stock Company	Same of the Investment Company
46. An Dong Education Joint Stock Company	Same of the Investment Company (indirect)
47. Hong Ha Thanh Cong One Member Limited Liability Company	Same of the Investment Company (indirect)
48. Educational Translation and Dictionary Book Joint Stock Company	Same of the Investment Company (indirect)
49. Lang Son School Book and Equipment Joint Stock Company	Same of the Investment Company (indirect)
50. EBS Solar Vietnam Energy Joint Stock Company	Same of the Investment Company (indirect)
51. Vietnam Experiential Education Investment Joint Stock Company	Same of the Investment Company (indirect)
52. ECI Educational Map and Picture Joint Stock Company	Same of the Investment Company (indirect)
53. Board of Directors and management	Key management personnel

SOUTH BOOKS AND EDUCATIONAL EQUIPMENT JOINT STOCK COMPANY

Address: 231 Nguyen Van Cu, Cho Quan Ward, Ho Chi Minh City, Vietnam

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

At the date of preparation of the interim balance sheet, the balances of receivables/payables with related parties are as follows:

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Trade receivables		
BR - VT Province School Book and Equipment Joint Stock Company	16,425,713,665	1,980,973,689
Da Nang Education Development and Investment Joint Stock Company	6,926,578,326	126,021,050
Binh Thuan Book and Equipment Joint Stock Company	5,702,181,146	5,304,498,532
Ben Tre Book and Equipment Joint Stock Company	169,434,253	84,261,973
Hanoi Education Development and Investment Joint Stock Company	-	19,590,840
Educational Materials Joint Stock Company	-	274,400
Binh Duong Educational Book and Equipment Joint Stock Company	139,851,960	-
Central Educational Book and Equipment Joint Stock Company	23,382,700	-
Can Tho School Book and Equipment Joint Stock Company	111,076,800	-
Vinh Long School Book and Equipment Joint Stock Company	47,977,017	-
Ninh Thuan School Book and Equipment Joint Stock Company	5,159,800,197	2,486,563,654
Total - Refer to Note 4.2	34,705,996,064	10,002,184,138
	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Other receivables		
Vietnam Education Publishing House Limited Company	14,814,913,266	14,814,913,266
Total - Refer to Note 4.4	14,814,913,266	14,814,913,266
	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Other payables		
Education Publishing House in Ho Chi Minh City	-	41,743,330
Educational Book Joint Stock Company in Da Nang City	-	32,475,000
Total - Refer to Note 4.16	-	74,218,330

SOUTH BOOKS AND EDUCATIONAL EQUIPMENT JOINT STOCK COMPANY

Address: 231 Nguyen Van Cu, Cho Quan Ward, Ho Chi Minh City, Vietnam

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

	As at 30 Jun. 2025 VND	As at 01 Jan. 2025 VND
Trade payables		
Vietnam Education Publishing House Limited Company	-	43,249,091
Education Publishing House in Ho Chi Minh City	224,784,265,999	5,292,929,554
Ho Chi Minh City School Book and Equipment Joint Stock Company	3,323,190,358	530,095,569
Northern Educational Book and Equipment Joint Stock Company	1,639,238,631	869,657,690
Cuu Long Educational Book and Equipment Joint Stock Company	1,444,305,498	292,675,386
Phuong Nam Education Development and Investment Joint Stock Company	11,573,488,730	2,769,899,952
Hanoi Education Development and Investment Joint Stock Company	909,604,080	-
Gia Dinh Educational Publishing Services Joint Stock Company	295,725,040	133,801,040
Education Investment and Publishing Joint Stock Company	592,149,184	305,966,084
Educational Book Joint Stock Company in Da Nang City	671,533,700	438,714,600
Educational Technology High School Investment and Development Joint Stock Company	429,084,000	224,800
Education Publishing House in Da Nang	8,496,000	-
Education Publishing House in Hanoi	2,112,000	-
Educational Book Joint Stock Company in Hanoi	80,669,600	-
Ha Tay School Book and Equipment Joint Stock Company	858,168,000	-
Total - Refer to Note 4.11	246,612,030,820	10,677,213,766

During the period, the Company has had related party transactions as follows:

	Current period VND	Previous period VND
Sale of goods		
Education Publishing House in Ho Chi Minh City	4,564,266,859	38,040,408,480
Binh Duong Educational Book and Equipment Joint Stock Company	139,851,960	12,862,500
Ho Chi Minh City School Book and Equipment Joint Stock Company	48,278,900	65,122,240
Phuong Nam Education Development and Investment Joint Stock Company	409,291,770	62,489,630
Northern Educational Book and Equipment Joint Stock Company	5,477,221	-
Central Educational Book and Equipment Joint Stock Company	22,792,885	-
Cuu Long Educational Book and Equipment Joint Stock Company	556,833,071	134,499,570
Ben Tre Book and Equipment Joint Stock Company	380,166,500	80,031,250
BR - VT Province School Book and Equipment Joint Stock Company	29,579,803,630	28,148,017,013
Binh Thuan Book and Equipment Joint Stock Company	19,775,348,204	22,009,574,104
Can Tho School Book and Equipment Joint Stock Company	110,088,228	36,482,300
Da Nang Education Development and Investment Joint Stock Company	6,938,469,326	32,047,430
Textbook Printing Joint Stock Company in Ho Chi Minh City	-	153,031
Educational Book Joint Stock Company in Da Nang City	-	17,650,080
Vinh Long School Book and Equipment Joint Stock Company	47,422,762	41,692,800
Ninh Thuan School Book and Equipment Joint Stock Company	5,749,112,834	7,899,233,510
Total - Refer to Note 5.1	68,327,204,150	96,580,263,938

SOUTH BOOKS AND EDUCATIONAL EQUIPMENT JOINT STOCK COMPANY

Address: 231 Nguyen Van Cu, Cho Quan Ward, Ho Chi Minh City, Vietnam

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

	Current period VND	Previous period VND
Purchase of goods:		
Education Publishing House in Ho Chi Minh City	231,521,059,475	241,594,442,195
Ho Chi Minh City School Book and Equipment Joint Stock Company	6,588,735,653	7,392,520,744
ECI Group Joint Stock Company	-	163,680,000
Hanoi Education Development and Investment Joint Stock Company	928,962,317	564,488,010
Phuong Nam Education Development and Investment Joint Stock Company	10,217,219,718	2,014,515,070
Gia Dinh Educational Publishing Services Joint Stock Company	807,840,000	1,136,518,278
Educational Materials Joint Stock Company	-	345,239,316
Fine Arts and Communication Joint Stock Company	-	18,658,095
Northern Educational Book and Equipment Joint Stock Company	2,247,984,230	842,010,720
Cuu Long Educational Book and Equipment Joint Stock Company	2,004,398,189	1,393,449,390
Educational Book Joint Stock Company in Da Nang City	831,992,080	368,719,200
Education Investment and Publishing Joint Stock Company	586,183,100	407,065,900
Da Nang Education Development and Investment Joint Stock Company	27,001,700	113,174,160
Da Nang Educational Publishing Services Joint Stock Company	-	15,300,000
BR - VT Province School Book and Equipment Joint Stock Company	12,329,970	2,225,807,659
Educational Technology High School Investment and Development Joint Stock Company	428,859,200	491,040,000
Binh Thuan Book and Equipment Joint Stock Company	29,189,700	3,850,531,748
Education Publishing House in Da Nang	8,091,429	-
Education Publishing House in Hanoi	2,011,428	164,000,000
Educational Book Joint Stock Company in Hanoi	80,669,600	-
Ha Tay School Book and Equipment Joint Stock Company	858,168,000	-
Ninh Thuan School Book and Equipment Joint Stock Company	8,665,200	1,049,599,774
Total	257,189,360,989	264,150,760,259
	Current period VND	Previous period VND
Other income		
Education Publishing House in Ho Chi Minh City	218,968,800	304,398,195
Textbook Printing Joint Stock Company in Ho Chi Minh City	-	93,081,538
Phuong Nam Education Development and Investment Joint Stock Company	4,017,750	-
Total - Refer to Note 5.8	222,986,550	397,479,733
	Current period VND	Previous period VND
Dividend payment		
Vietnam Education Publishing House Limited Company	2,574,000,000	2,574,000,000
Da Nang Education Development and Investment Joint Stock Company	110,000,000	110,000,000
Educational Materials Joint Stock Company	115,500,000	115,500,000
Total	2,799,500,000	2,799,500,000

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

	Current period VND	Previous period VND
Receive dividends		
BR - VT Province School Book and Equipment Joint Stock Company	172,060,000	172,060,000
Total	172,060,000	172,060,000

	Current period VND	Previous period VND
Education Investment and Publishing Joint Stock Company		
Loan	-	3,000,000,000
Loan repayment	-	3,000,000,000
Loan interest	-	23,667,777

Remunerations of the Board of Directors and the Supervisory Committee:

Name	Position	Current period VND	Previous period VND
Mr. Nguyen Thanh Anh	Chairman of the BODs (appointed on 24 April 2025)	36,666,676	33,333,334
	Member of the BODs (dismissed on 24 April 2025)		
Ms. Phung Ngoc Hong	Chairman of the BODs (dismissed on 24 April 2025)	20,000,000	40,000,000
Ms. Nguyen Thi Thu Hang	Member of the BODs (appointed on 24 April 2025)	16,666,676	-
Ms. Do Thi Mai Anh	Member of the BODs	33,333,334	33,333,334
Mr. Tran Le Quang	Member of the BODs	33,333,334	33,333,334
Mr. Vu Ba Hoa	Member of the BODs	26,666,666	26,666,666
Mr. Nguyen Thanh Huu	Head of Supervisory Committee	20,000,000	20,000,000
Mr. Nguyen Ngoc Minh	Member of Supervisory Committee (appointed on 24 April 2025)	5,000,000	-
Ms. Mac Thi Hong Minh	Member of Supervisory Committee (dismissed on 24 April 2025)	5,000,000	10,000,000
Mr. Pham Duy Khanh	Member of Supervisory Committee	10,000,000	10,000,000

Salaries of Management and other key persons:

Name	Position	Current period VND	Previous period VND
Ms. Do Thi Mai Anh	General Director	225,619,603	221,025,721
Mr. Pham Canh Toan	Deputy General Director	181,726,015	215,286,325
Mr. Tran Le Quang	Deputy General Director	185,037,487	204,983,500
Ms. Nguyen Mai Hoa	Chief Accountant	188,936,411	199,083,662

NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)

8. COMMITMENT UNDER OPERATING LEASES

The Company leased land at Lot A5-3, Zone A5, N2 Street, Tan Phu Trung Industrial Park, Cu Chi District, Ho Chi Minh City under Land Lease Contract No. 238/HĐTD/SCD-2019 dated 16 October 2019, and Appendix No. 238/PLHĐTD/SCD-2019 dated 16 October 2019, with Saigon Northwest Urban Development Joint Stock Company (SCD). The specific details are as follows:

- **Leased area:** 5,000 m²;
- **Leased term:** From the contract signing date of 16 October 2019 to 16 December 2054;
- **Leased purpose:** Warehouse construction;
- **Land sublease fee:** Calculated from the date of land transfer. Rental unit price: Based on the price announced by the competent state authority;
- **Annual maintenance fee:** Maintenance fee calculation starts after a 12-month exemption from the date of receiving the land plot and completed N2 road. Payment method: Annually. Maintenance unit price: VND 12,500/m²/year (excluding VAT). This price is reviewed every three years, with an increase cap of no more than 15% of the previous rate

The company leases warehouses and business premises under operating lease agreements with terms ranging from 1 to 3 years and makes annual payments.

	Current period VND	Previous period VND
Payments under operating leases recognised as an expense in the period	1,866,670,880	1,841,516,767
Total	1,866,670,880	1,841,516,767

9. EVENTS AFTER THE END OF THE REPORTING PERIOD

There were no significant events arising after the end of the reporting period to the date of the interim financial statements.



Đo Thị Mai Anh
General Director

Ho Chi Minh City, 09 August 2025

Nguyen Mai Hoa
Chief Accountant

Huynh Thi My Duyen
Preparer