



**QUANG BINH IMPORT AND EXPORT JOINT  
STOCK COMPANY**

Reviewed Separate interim financial statements  
For the six-month period ended 30 June 2025

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## **STATEMENT OF THE BOARD OF DIRECTORS**

The Board of Directors of Quang Binh Import and Export Joint Stock Company (hereinafter called "the Company") presents this report together with the separate interim financial statements of the Company for the six-month period ended 30 June 2025.

### **GENERAL INFORMATION**

Quang Binh Import and Export Joint Stock Company (hereinafter referred to as the "Company") is a Joint Stock Company established and operating in Vietnam under the Enterprise Registration Certificate No. 0200730878 first registered on March 12, 2007 and amended for the 32nd time on January 13, 2025 issued by the Department of Planning and Investment of Hai Phong City.

### **THE MEMBERS OF AND THE BOARD OF DIRECTORS, THE BOARD OF SUPERVISORS, THE BOARD OF MANAGEMENT**

The members of the Board of Directors, the Board of Supervisors, and the Board of Management of the Company during the period and to the date of this statement are as follows:

#### **The Board of Directors**

<b>Full name</b>	<b>Position</b>
Mrs. Tran Thi Yen Chi	Chairman
Mrs. Ha Thi Mai Huong	Member
Mrs. Le Thi Thanh Hai	Member

#### **The Board of Supervisors**

<b>Full name</b>	<b>Position</b>
Mrs. Dang Thi Phuong Thao	Head of BOS
Mrs. Nguyen Thi Quynh Trang	Member
Mrs. Tran Thi Thu Trang	Member

#### **The Board of Management**

<b>Full name</b>	<b>Position</b>
Mr. Hoang Van Hung	General Director
Mr. Nguyen Van Trung	Chief Accountant

**The legal representative of the Company during the period and to the date of this statement is Mrs. Tran Thi Yen Chi - Chairman of the Board of Directors**

### **EVENTS ARISING AFTER THE END OF THE PERIOD**

There are no significant events occurring after the period, which needs to be adjusted or presented in these separate interim financial statements..

### **AUDITORS**

International Auditing and Valuation Company Limited has been appointed to review the separate interim financial statements of the Company for the six-month period ended 30 June 2025.



## **STATEMENT OF THE BOARD OF DIRECTORS (CONTINUE)**

### **DISCLOSURE OF THE BOARD OF DIRECTORS' RESPONSIBILITIES FOR THE SEPERATOR INTERIM FINANCIAL STATEMENTS**

The Board of Directors of the Company is responsible for preparing the separate interim financial statements, which give a true and fair view of the financial position of the Company as at 30 June 2025, and its separate financial performance and its separate cash flows for the six-month period ended 30 June 2025 in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to separate financial reporting. In preparing these separate interim financial statements, The Board of Directors is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the separate financial statements;
- Prepare the separate financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the separate financial statements so as to minimize errors and frauds.

The Board of Directors of the Company is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Company and that the separate financial statements comply with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting. The Board of Directors is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

The Board of Directors confirms that the Company has complied with the above requirements in preparing these separate interim financial statements.

### **APPROVAL OF THE SEPARATE FINANCIAL STATEMENTS**

The Board of Directors approves the attached separate financial statements. The separate financial statements reflected truly and fairly the Company's financial position as at 30 June 2025, as well as the separate financial performance and separate cash flows for the period ended 30 June 2025, in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to separate financial reporting.

### **COMMITMENT TO INFORMATION DISCLOSURE**

The Board of Directors commits that the Company complies with Decree 155/2020/ND-CP dated 31/12/2020 detailing the implementation of a number of articles of the securities law and the Company does not violate the obligation to disclose information as prescribed in Circular No. 96/2020/TT-BTC dated 16/11/2020 of the Ministry of Finance guiding the disclosure of information on the Stock Market and Circular No. 68/2024/ TT-BTC dated 18/09/2024 of the Ministry of Finance on amending and supplementing a number of articles of circulars regulating securities trading on the securities trading system; clearing and settlement of securities transactions; activities of securities companies and information disclosure on the stock market.

For and on behalf of The Board of Directors,



**Mrs. Tran Thi Yen Chi**  
Chairman of the Board of Directors  
Hai Phong, 14 August 2025

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CÔNG TY  
HÀNH  
ÁP KHẨU  
BÌNH  
HẢI PHÒNG



No: 21071/2025/BCSX/IAV

## INTERIM FINANCIAL STATEMENTS REVIEWED REPORT

**To: The shareholders  
The Board of Directors and the Board of Management  
Quang Binh Import and Export Joint Stock Company**

We have reviewed the accompanying separate interim financial statements of Quang Binh Import and Export Joint Stock Company (hereinafter called "the Company"), prepared on 15 August 2025, as set out from page 7 to page 33, which comprise the separate interim statement of financial position as at 30 June 2025, the separate interim statement of income, and the separate interim statement of cash flows for the six-month period ended 30 June 2025, and the Notes to the Separate Interim financial statements.

### The Board of Management's Responsibility

The Board of Management of the Company is responsible for the preparation and fair presentation of these separate interim financial statements in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to separate financial reporting and for such internal control as The Board of Management determine are necessary to enable the preparation of separate interim financial statements that are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express a conclusion on these separate interim financial statements based on our review. We conducted our review in accordance with Vietnamese Standards on Review Engagements No. 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 material matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Basis for Disclaimer of Opinion

At the time of issuance of the Audit Report on the Financial Statements for 6-month accounting period ended 30/06/2025, we have not received a letter confirming the balance of the following debts: Short-term receivables of customers, Prepaid to short-term sellers and Payables to other short-term sellers as of 30/06/2025 with an amount of approximately VND 525 billion, respectively; 130.5 billion VND and 7.4 billion VND. Alternative audit procedures do not provide a basis for us to assess the existence, adequacy and value of the above liabilities. The reconciliations confirmed on 31/12/2024 were also not collected and other audit procedures did not provide a basis for us to assess the existence, completeness and value of the above-mentioned liabilities along with the adjustments (if any) to the provisions for short-term bad debts with a value of about 341.7 billion VND and 354.3 billion VND.

### **Disclaimer of Opinion**

Due to the significance of the matters described in the "Basis for Disclaimer of Opinion" section, we were unable to obtain sufficient and appropriate audit evidence to serve as the basis for giving an audit opinion. As a result, we do not give an audit opinion on the accompanying Financial Statements.

### **Emphasis of Matter**

In the first 6 months of 2025, the Company will lose an amount of VND 14 billion. As of 31 December, 2024, the Company's accumulated loss is about VND 401.7 billion, equivalent to 57% of equity. At the same time, at the time of issuance of this Report, Company was being forced to invoice due to failure to fulfill tax obligations. These events are subject to uncertainties that affect the Company's ability to going concern. The company's financial statements are still presented on going concern.

### **Other matter**

The interim financial statements for the 6-month accounting period ended June 30, 2024 have been reviewed by another independent auditing firm. The auditor issued a disclaimer of opinion on the interim financial statements, as set out in Review Report No. 443/2024/UHY-BCSX dated August 14, 2024.

The financial statements for the fiscal year ended December 31, 2024 have been audited by another independent auditing firm. The auditor issued a disclaimer of opinion on this Financial Statement in the Independent Audit Report No. 383/2025/UHYHN-BCKT on March 31, 2025.



**DO THI THANH HUYEN**

**Deputy Directors**

Audit Practising Registration Certificate

No: 2421-2024-283-1

**INTERNATIONAL AUDITING AND VALUATION  
COMPANY LIMITED**

Ha Noi, Viet Nam 14<sup>th</sup> August 2025



**SEPARATE INTERIM STATEMENT OF FINANCIAL POSITION**

As at 30 June 2025

ASSETS	Code	Note	Closing balance VND	Opening balance VND
<b>A. SHORT-TERM ASSETS</b>	<b>100</b>		<b>311,853,496,714</b>	<b>326,093,629,601</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>4.1</b>	<b>10,251,086,329</b>	<b>10,224,908,453</b>
1. Cash	111		251,086,329	224,908,453
2. Cash equivalents	112		10,000,000,000	10,000,000,000
<b>III. Short-term receivable</b>	<b>130</b>		<b>301,549,600,122</b>	<b>315,848,224,252</b>
1. Short-term trade receivables	131	4.2	525,045,300,280	525,791,380,280
2. Short-term prepayments to suppliers	132	4.3	130,583,268,893	131,543,268,893
3. Other short-term receivables	136	4.4	289,826,211	289,826,211
4. Short-term allowance for doubtful debts	137	4.5	(354,368,795,262)	(341,776,251,132)
<b>V. Other current assets</b>	<b>150</b>		<b>52,810,263</b>	<b>20,496,896</b>
1. Short-term prepaid expenses	151	4.6	608,668	76,091
2. Deductible VAT	152		52,201,595	20,420,805
<b>B. LONG-TERM ASSETS</b>	<b>200</b>		<b>8,311,270,579</b>	<b>8,621,623,333</b>
<b>II. Fixed assets</b>	<b>220</b>		<b>8,310,212,761</b>	<b>8,619,060,967</b>
1. Tangible fixed assets	221	4.7	8,310,212,761	8,619,060,967
- Historical costs	222		15,377,198,132	15,377,198,132
- Accumulated depreciation	223		(7,066,985,371)	(6,758,137,165)
<b>VI. Other long-term assets</b>	<b>260</b>		<b>1,057,818</b>	<b>2,562,366</b>
1. Long-term prepaid expenses	261	4.6	1,057,818	2,562,366
<b>TOTAL ASSETS</b> <b>(270 = 100 + 200)</b>	<b>270</b>		<b>320,164,767,293</b>	<b>334,715,252,934</b>

**SEPARATE INTERIM STATEMENT OF FINANCIAL POSITION (CONTINUED)**

As at 30 June 2025

CAPITAL	Code	Note	Closing balance VND	Opening balance VND
<b>C. LIABILITIES</b>	<b>300</b>		<b>30,227,667,080</b>	<b>30,685,857,418</b>
<b>I. Current liabilities</b>	<b>310</b>		<b>30,227,667,080</b>	<b>30,685,857,418</b>
1. Short-term trade payables	311	4.8	7,425,758,169	7,207,894,724
2. Taxes and other payables to State budget	313	4.9	3,666,736,241	4,332,108,240
3. Other short-term payables	319	4.10	741,948,533	752,630,317
4. Short-term loans and finance lease liabilities	320	4.11	10,617,000,000	10,617,000,000
5. Bonus and welfare fund	322		7,776,224,137	7,776,224,137
<b>II. Long-term liabilities</b>	<b>330</b>		<b>-</b>	<b>-</b>
<b>D. OWNER'S EQUITY</b>	<b>400</b>		<b>289,937,100,213</b>	<b>304,029,395,516</b>
<b>I. Owner's equity</b>	<b>410</b>	4.12	<b>289,937,100,213</b>	<b>304,029,395,516</b>
1. Contributed capital	411		693,299,280,000	693,299,280,000
- Ordinary shares with voting rights	411a		693,299,280,000	693,299,280,000
2. Share premium	412		(3,249,100,000)	(3,249,100,000)
3. Development investment funds	418		15,692,449,297	15,692,449,297
4. Undistributed profit after tax	421		(415,805,529,084)	(401,713,233,781)
- Undistributed post-tax profits accumulated by the end of the previous period	421a		(401,713,233,781)	(261,249,683,863)
- Undistributed profit after tax for the current period	421b		(14,092,295,303)	(140,463,549,918)
<b>TOTAL CAPITAL</b> <b>(440 = 300+ 400)</b>	<b>440</b>		<b>320,164,767,293</b>	<b>334,715,252,934</b>

Prepared by  
Nguyen Thi Thanh Thuy

Chief Accountant  
Nguyen Van Trung

Chairman  
Tran Thi Yen Chi  
Hai Phong, Viet Nam  
14 August 2025





## SEPARATE INTERIM STATEMENT OF INCOME

For the six-month period ended 30 June 2025

ITEMS	Code	Note	Current period VND	Prior period VND
1. Gross revenue from goods sold and services rendered	1	5.1	75,000,000	55,414,335,400
2. Deductions	2		-	-
3. Net revenue from goods sold and services rendered (10 = 01 - 02)	10		75,000,000	55,414,335,400
4. Cost of goods sold and services rendered	11	5.2	44,728,614	55,401,935,633
5. Gross profit from sales of goods and services rendered (20 = 10 - 11)	20		30,271,386	12,399,767
6. Financial income	21	5.3	94,329,943	115,892,632
7. Financial expenses	22	5.4	86,027,653	126,737,988
In which: Interest expense	23		-	585,571
8. Selling expenses	25	5.5	18,062,372	27,093,552
9. General and administration expenses	26	5.6	13,891,327,265	42,960,600,361
10. Net operating losses {30 = 20 + (21 - 22) - (25 + 26)}	30		(13,870,815,961)	(42,986,139,502)
11. Other income	31	5.7	-	226,228,677
12. Other expenses	32	5.8	221,479,342	1,937,006,048
13. Other losses (40 = 31 - 32)	40		(221,479,342)	(1,710,777,371)
14. Total accounting profit before tax (50=30+40)	50		(14,092,295,303)	(44,696,916,873)
15. Current corporate income tax expense	51	5.9	-	4,318,050,844
16. Deferred corporate income tax expense	52		-	-
17. Loss after corporate income tax (60 = 50 - 51 - 52)	60		(14,092,295,303)	(49,014,967,717)
18. Basic earnings per share	70	5.10	(203)	(707)
19. Diluted earnings per share	71		(203)	707)

Prepared by  
Nguyen Thi Thanh Thuy

Chief Accountant  
Nguyen Van Trung

Chairman  
Tran Thi Yen Chi  
Hai Phong, Viet Nam  
14 August 2025



**SEPARATE INTERIM STATEMENT OF CASH FLOWS**

*For the six-month period ended 30 June 2024  
(Indirect method)*

ITEMS	Code	Note	Current period VND	Prior period VND
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>				
1. <i>Loss before tax</i>	1		(14,092,295,303)	(44,696,916,873)
2. <i>Adjustments for:</i>				
- Depreciation of fixed assets and investment properties	2		308,848,206	487,016,156
- Allowances	3		12,592,544,130	40,668,394,010
- Gains/losses of exchange rate differences from revaluation of accounts derived from foreign currencies	4		63,013,872	140,614
- Gains/losses from investment	5		(94,329,943)	(342,121,309)
- Interest expense	6		-	585,571
<b>Profit from operating activities before changes in working capital</b>	8		(1,222,219,038)	(3,882,901,831)
- Increase/decrease in receivables	9		1,674,299,210	(51,200,634,139)
- Increase/decrease in inventory	10		-	55,308,044,791
- Increase/decrease in payables (excluding interest payables, enterprise income tax payables)	11		341,725,154	2,257,025,364
- Increase/decrease in prepaid expenses	12		971,971	4,390,112
- Interest expenses paid	14		-	(585,571)
- Corporate income tax paid	15		(863,500,000)	(1,610,480,000)
<b>Net cash flows from operating activities</b>	20		(68,722,703)	874,858,726
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>				
1. Proceeds from disposals of fixed assets and other long-term assets	22		-	2,263,636,364
2. Interest and dividend received	27		94,329,943	115,892,632
<b>Net cash flows from investing activities</b>	30		94,329,943	2,379,528,996

**SEPARATE INTERIM STATEMENT OF CASH FLOWS (Continue)***For the six-month period ended 30 June 2024**(Indirect method)***III. CASH FLOWS FROM FINANCING ACTIVITIES**

1. Repayment of principal	34	-	(3,126,666,686)
<b>Net cash flows from financing activities</b>	<b>40</b>	<b>-</b>	<b>(3,126,666,686)</b>
<b>Net cash flows within the period (50=20+30+40)</b>	<b>50</b>	<b>25,607,240</b>	<b>127,721,036</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>60</b>	<b>10,224,908,453</b>	<b>10,175,244,925</b>
Impact of foreign exchange fluctuation	61	570,636	(140,614)
<b>Cash and cash equivalents at the end of period (70=50+60+61)</b>	<b>70</b>	<b>10,251,086,329</b>	<b>10,302,825,347</b>



Prepared by  
Nguyen Thi Thanh Thuy



Chief Accountant  
Nguyen Van Trung



Chairman  
Tran Thi Yen Chi  
Hai Phong, Viet Nam  
14 August 2025

**NOTES TO SEPARATE INTERIM FINANCIAL STATEMENTS**

*For the six-month period ended 30 June 2025*

These notes are an integral part of and should be read in conjunction with the accompanying separate interim financial statements.

**1. GENERAL INFORMATION**

**1.1. Structure of ownership**

Quang Binh Import and Export Joint Stock Company (hereinafter referred to as the "Company") is a Joint Stock Company established and operating in Vietnam under the Enterprise Registration Certificate No. 0200730878 first registered on March 12, 2007 and amended for the 32nd time on January 13, 2025 issued by the Department of Planning and Investment of Hai Phong City.

The Company's charter capital: VND 693,299,280,000 (In word: Six hundred and ninety three billion two nine nine million two hundred and eighty thousand VND). The total number of shares is 69,329,928 shares.

The total number of employees of the Company as at 30 June 2025 was 11 people (30 June, 2024: 17 people).

**1.2. Business area**

The Company's main business activities are: Import-export business of Urea fertilizer products and chemical products serving domestic fertilizer production. At the same time, the Company provides bonded warehouse services and import-export trust services.

**1.3. Business activities**

Main business activities of the Company is:

- Import and export services;
- Wholesale of fertilizers; Wholesale of common chemicals (except those used in agriculture);
- Warehousing and storage of goods;
- Direct support service activities for waterway transport;
- Production of fertilizers and nitrogen compounds.

**1.4. Normal production and business cycle**

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

**1.5. The Company's structure**

The Company's member entities are as follows:

Name of member entities	Address	Main business activities
Branch Quang Binh -Quang Binh Import and Export Joint Stock Company	Quang Binh	Trade and services

**1.6. Disclosure of information comparability in the separate interim financial statements**

The data presented in the interim financial statements for the 6-month period ended June 30, 2025 ensure information comparability.



## **2. ACCOUNTING CONVENTION**

### **2.1. Basic of preparation of separate financial statements**

The accompanying separate financial statements, expressed in Vietnamese Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

The accompanying separate 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. Going concern assumption**

There have been no events that cast significant doubt on its ability to continue as a going concern. The company neither intends nor is forced to cease operations, or significantly scale back its operations.

### **2.3. Financial year**

The Company's financial year begins on 01 January and ends on 31 December.

For the 6-month accounting period ending June 30, 2025, the Company prepares the interim financial statements as prescribed.

## **3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

### **3.1. Estimates**

The preparation of separate financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting requires The Board of Management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these accounting estimates are based on The Board of Management's best knowledge, actual results may differ from those estimates.

### **3.2. Transactions in foreign currencies**

Operations arising in currencies other than the Company's accounting currency (USD) shall be accounted at the actual exchange rate on the date of business occurrence according to the following principles:

- Operations giving rise to receivables shall be accounted at the purchase rate of the commercial bank where the Company designates the customer to pay;
- Operations giving rise to payables shall be accounted according to the selling rate of the commercial bank where the Company is expected to transact; and
- Asset procurement transactions or expenses immediately paid in foreign currencies (not through accounts payable) shall be accounted at the purchase rate of the commercial bank where the enterprise makes the payment.

The exchange rate used for revaluation of the balance of monetary items of foreign currency origin at the end of the 6-month accounting period on June 30, 2025 is determined according to the following principles:

- Monetary items are classified as assets that are accounted at the purchase rate of the commercial bank where the Company regularly conducts transactions; and
- Monetary items classified as liabilities shall be accounted according to the selling rate of the commercial bank where the Company regularly conducts transactions.

All actual exchange rate differences incurred during the year and differences due to the revaluation of currency balances of foreign currency origin at the end of the period shall be accounted into the results of business activities.

**3.3. Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, demand deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**3.4. Receivables**

Receivables represent the amounts recoverable from customers or other debtors and are stated at book value less allowance for doubtful debts.

Allowance for doubtful debts is made for receivables that are overdue for six months or more, or when the debtor is in dissolution, in bankruptcy, or is experiencing similar difficulties and so may be unable to repay the debt.

**3.5. Tangible fixed assets**

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of purchased tangible fixed assets comprises their purchase price and any directly attributable costs of bringing the assets to their working condition and location for their intended use.

The historical cost of tangible fixed assets made by self-made and self-built includes construction costs, actual production costs incurred plus installation and commissioning costs.

Depreciation of tangible fixed assets is deducted by the straight-line method with the depreciation time estimated as follows:

	<b>Depreciation period (years)</b>
Building and structures	6 - 25
Machinery and equipment	5 - 15
Transportation equipment	6 - 10
Office equipment	3 - 7

**3.6. Prepaid expenses**

Prepaid expenses are expenses which have already been paid but relate to results of operations of multiple periods. Prepaid expenses include the following expenses:

***Tools and Equipment***

The tools and equipment have been put into use and are amortised to expense under the straight-line method to time allocation not too 3 years.

**3.7. Account payable and accrued expenses**

Account payable and accrued expenses are recognized as the amount of money to be paid in the future related to the goods and services received. Accrued expenses are recognized based on a reasonable estimate of the payable.

Payables are classified as payable to suppliers, accrued expenses, and other payables according to the following principles:



- Payable to suppliers reflect the trade payables arising from commercial transactions between the Company and the seller, which is an independent entity of the Company, including the number of payables on imports through trustees.
- Accrued expenses reflect the payables for goods and services from the seller or provided for the buyer, for which no invoices have yet been received from suppliers. Those payables also reflect the number of payables to employees on vacation wages, production, and business costs that must accrue. When such expenses actually arise, if there is a difference with the amount deducted, the accountant will record an additional or reduce the cost corresponding to the difference.
- Other payables reflect non-commercial receivables, not related to the purchase and sale transactions

### 3.8. Borrowings and financial lease liabilities

Borrowings are tracked according to each object, each contract and repayment term. In case of borrowings in foreign currency, detailed tracking is done in the original currency.

### 3.9. Borrowing costs

Borrowing costs are recognised in the statement of income in the period when incurred unless they are capitalised in accordance with Vietnamese Accounting Standard No. 16 "Borrowing costs". Accordingly, borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the cost of those assets. For specific borrowings for the purpose of construction of fixed assets and investment properties, borrowing costs are capitalised even when the construction period is under 12 months.

### 3.10. Owner's equity

Capital is recorded according to the amount actually invested by shareholders.

Share premium reflects the difference between the par value and the issue price of shares (including cases of re-issuance of treasury shares) and can be a positive surplus (if the issue price is higher than the par value) or a negative surplus (if the issue price is lower than the par value).

### 3.11. Distribution of net profits

Profit after tax is distributed to shareholders after an appropriation of funds under the Charter of the Company as same as the law and is approved by the General Meeting of Shareholders.

The distribution of profits to shareholders is considered to non-cash items in undistributed profit may affect cash flow and ability to pay dividends as profit from revaluation of assets contributed as capital, interest due to the valuation of monetary items, the financial instruments and other non-cash items.

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

### 3.12. Revenue and earnings

#### Revenue from service rendered

The revenue of a service rendered transaction is recognized when the outcome of the transaction is reliably determined. In case the service is performed in many periods, the turnover recorded in the period shall be based on the results of the completed work on the end of the accounting period. The result of a transaction for the provision of services is determined when all of the following conditions are met:

- Revenue is determined relatively certainly.
- There is a possibility of obtaining economic benefits from the transaction of providing such services.
- Identify the portion of work that has been completed by the end of the fiscal year.



- Determine the costs incurred for the transaction and the costs to complete the transaction to provide such services.

#### **Financial income**

##### ***Interest***

Interest is recognized on an accrual basis, are determined on the balance of cash in bank and the actual interest rate for each period.

##### ***Dividends and Profits Distributed***

Dividends and profits are recognized when the Company is entitled to receive dividends or profits from capital contributions. Dividends received in shares are only tracked by the number of additional shares, the value of shares received/recorded at par value is not recorded.

#### **3.13. Cost of goods sold and service rendered**

Cost of goods sold includes the cost of products, goods and service rendered during the period and is recognised in accordance with revenue during the period. The cost of direct raw materials consumed in excess of normal levels, labor costs, and fixed general production costs that are not allocated to the value of warehoused products must be immediately calculated into the cost of goods sold (after minus compensation, if any) even when the products and goods have not been determined to be consumed.

#### **3.14. Selling expenses**

Selling expenses reflect the actual expenses in the process of sales of goods and services rendered. Mainly includes depreciation expenses.

#### **3.15. General and administrative expenses**

General and administration expenses reflect actual expenses incurred during the general management of the Company, mainly including expenses for labour of management department salaries; social insurance, health insurance, trade union fees, unemployment insurance for labour; office equipment expenses; depreciation and amortisation; provision expenses; outside services and other expenses.

#### **3.16. Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the period. Taxable profit differs from profit before tax as reported in the statement of income because it excludes items of income or expense that are taxable or deductible in other periods (including loss carried forward, if any) and it further excludes items that are never taxable or deductible.

The determination of the tax currently payable is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

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

#### **3.17. Related parties**

The parties are considered to be related if that party has the ability to control or significantly influence the other party in making decisions on financial policies and operations. Parties are considered a related party of the Company in case that party is able to control the company or to cause material effects on the financial decisions.

In considering the relationship of the parties involved, the nature of the relationship is more emphasized than the legal form of the relationship

**4. ADDITIONAL INFORMATION ON THE PRESENTED SECTIONS ON THE STATEMENT OF SEPARATE INTERIM FINANCIAL POSITION**

**4.1. Cash and cash equivalents**

	<b>Closing balance</b> <b>VND</b>	<b>Opening balance</b> <b>VND</b>
Cash on hand	4,465,623	54,307,537
Demand deposits in banks	246,620,706	170,600,916
Cash equivalents (*)	10,000,000,000	10,000,000,000
	<b>10,251,086,329</b>	<b>10,224,908,453</b>

(\*) On 30/06/2025, cash equivalents are 3-month term deposits with a value of VND 10,000,000,000 deposited at Joint Stock Commercial Bank for Investment and Development of Vietnam - Cao Bang Branch with an interest rate of 1.9%/year. This is a term margin deposit contract for the purpose of ensuring the implementation of business conditions for temporary import and re-export of frozen food goods.

**4.2. Short-term trade receivables**

	<b>Closing balance</b> <b>VND</b>	<b>Opening balance</b> <b>VND</b>
Nhat Thuy Import-Export Trading Company Limited	9,595,261,492	9,595,261,492
Hoang Cau Trading and Investment Company Limited	130,805,750,000	131,258,750,000
Abavia Vietnam Trading Joint Stock Company	166,445,828,800	166,805,828,800
Dinh Vu Fertilizer Development Joint Stock Company	107,316,072,995	107,316,072,995
Hanoi Import-Export Joint Stock Company	99,040,155,500	99,050,155,500
Other trade receivables	11,842,231,493	11,765,311,493
	<b>525,045,300,280</b>	<b>525,791,380,280</b>

**4.3. Short-term advances to suppliers**

	<b>Closing balance</b> <b>VND</b>	<b>Opening balance</b> <b>VND</b>
Phuc Lam Chemical Joint Stock Company	4,465,825,912	4,465,825,912
Duc Nguyen Import Export Joint Stock Company	38,406,500,000	38,406,500,000
Tran Trang Trading Service and Import Export Joint Stock Company	21,790,000,000	22,150,000,000
Hanoi Import Export Joint Stock Company	56,145,000,000	56,145,000,000
Bach Viet Hanoi Import Export Trading and Service One Member Limited Liability Company	6,065,000,000	6,665,000,000
Others	3,710,942,981	3,710,942,981
	<b>130,583,268,893</b>	<b>131,543,268,893</b>



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NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continue)

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4.4. Other short-term receivables

	Closing balance		Opening balance	
	Value VND	Provision VND	Value VND	Provison VND
<b>Other short-term receivables</b>				
Deposits	12,500,000	-	112,500,000	-
Others	149,216,622	(149,216,622)	149,216,622	(149,216,622)
Deposit Interest	28,109,589	-	28,109,589	-
	<b>289,826,211</b>	<b>(149,216,622)</b>	<b>289,826,211</b>	<b>(149,216,622)</b>

QUANG BINH IMPORT AND EXPORT JOINT STOCK  
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continue)

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4.5. Bad debts

	30/06/2025		01/01/2025	
	Original cost VND	Recoverable value VND	Provision VND	Original cost VND
<b>Overdue receivables</b>				
- Dinh Vu Fertilizer Development Joint Stock Company	107,316,072,995	-	107,316,072,995	-
- Abavia Vietnam Trading Joint Stock Company	166,805,828,800	113,078,939,690	53,726,889,110	123,729,592,550
- SW Intertrade Trading Company	4,486,106,650	1,037,648,541	3,448,458,109	4,486,106,650
- Hoang Cau Trading and Investment Company Limited	130,805,750,000	48,406,405,000	82,399,345,000	131,258,750,000
- Duc Nguyen Import Export Joint Stock Company	38,406,500,000	-	38,406,500,000	-
- Hanoi Import Export Joint Stock Company	99,040,155,500	49,520,077,750	49,520,077,750	99,060,155,500
- Other overdue receivables	19,551,452,298	-	19,551,452,298	-
<b>Total</b>	<b>566,411,866,243</b>	<b>212,516,070,981</b>	<b>354,368,795,262</b>	<b>566,884,866,243</b>
				<b>225,108,615,111</b>
				<b>341,776,251,132</b>

4.6. Prepaid expenses

4.6.1. Short-term prepaid expenses

	Closing balance VND	Opening balance VND
Other attribution costs	608,668	76,091
	<b>608,668</b>	<b>76,091</b>

4.6.2. Long-term prepaid expenses

	Closing balance VND	Opening balance VND
Instrument tool waiting for allocation	1,057,818	2,562,366
	<b>1,057,818</b>	<b>2,562,366</b>

QUANG BINH IMPORT AND EXPORT JOINT STOCK  
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continue)

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4.7.	Increases, decreases in tangible fixed assets					
	Buildings and structures	Machinery and equipment	Transportation equipment	Office equipment	Total	
	VND	VND	VND	VND	VND	
<b>Historical cost</b>						
Opening balance	11,214,964,082	397,272,773	2,933,840,453	831,120,824	15,377,198,132	
Closing balance	11,214,964,082	397,272,773	2,933,840,453	831,120,824	15,377,198,132	
<b>Accumulated depreciation</b>						
Opening balance	3,004,101,221	397,272,773	2,537,764,089	818,999,082	6,758,137,165	
Increase in the period	222,616,778	-	82,190,854	4,040,574	308,848,206	
- Depreciation charged	222,616,778	-	82,190,854	4,040,574	308,848,206	
Closing balance	3,226,717,999	397,272,773	2,619,954,943	823,039,656	7,066,985,371	
<b>Carrying amount</b>						
Opening balance	8,210,862,861	-	396,076,364	12,121,742	8,619,060,967	
Closing balance	7,988,246,083	-	313,885,510	8,081,168	8,310,212,761	

The historical cost of tangible fixed assets that have been fully depreciated but are still in use at June 30, 2025 is VND 3,325,481,633 as of January 1, 2025 is VND 2,473,610,633.



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4.8. Short-term trade payables

	Closing balance		Opening balance	
	Outstanding balance VND	Amount can be paid VND	Outstanding balance VND	Amount can be paid VND
Hung Tri Refrigeration Industry Company Branch of Chemical Import-Export and Materials Joint Stock Company in Hai Phong DAP-VINACHEM Joint Stock Company	1,262,500,000	1,262,500,000	1,262,500,000	1,262,500,000
Fagro Internatoinal Trading Fze	888,362,000	888,362,000	888,362,000	888,362,000
Other	1,039,530,800	1,039,530,800	1,039,530,800	1,039,530,800
	3,211,017,654	3,211,017,654	3,124,322,623	3,124,322,623
	1,024,347,715	1,024,347,715	893,179,301	893,179,301
	<b>7,425,758,169</b>	<b>7,425,758,169</b>	<b>7,207,894,724</b>	<b>7,207,894,724</b>

QUANG BINH IMPORT AND EXPORT JOINT STOCK COMPANY  
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4.9. Taxes and amounts payables to the State budgets

	Opening balance		In the period		Closing balance	
	Taxes payables VND	Taxes receivables VND	Amount payable VND	Paid VND	Taxes payables VND	Taxes receivables VND
Value added tax	23,167,899	-	1,920,000	25,087,899	-	-
Corporate income tax	2,161,930,844	-	-	863,500,000	1,298,430,844	-
Personal income tax	304,254	-	1,893,639	2,077,081	120,812	-
Other taxes	-	-	4,000,000	4,000,000	-	-
Fees and other obligations	2,146,705,243	-	221,479,342	-	2,368,184,585	-
	<b>4,332,108,240</b>	<b>-</b>	<b>229,292,981</b>	<b>894,664,980</b>	<b>3,666,736,241</b>	<b>-</b>

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 separate intefirm financial statements could be changed at later date upon final determination by the tax authorities.

4.10. Other short-term payables

	Closing balance VND	Opening balance VND
Trade Union Fees	459,824	11,141,608
Others	741,488,709	741,488,709
- Transworld QBV ICD Joint Stock Company	741,488,709	741,488,709
	<b>741,948,533</b>	<b>752,630,317</b>

QUANG BINH IMPORT AND EXPORT JOINT STOCK COMPANY  
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	Opening balance		In the period		Closing balance	
	Amount	Amount able to be paid off	Increases	Decreases	Amount	Amount able to be paid off
	VND	VND	VND	VND	VND	VND
<b>4.11. Borrowings and financial lease liabilities</b>						
<b>4.11.1 Short-term borrowings and financial lease liabilities</b>						
<i>Short-term borrowings</i>	10,617,000,000	10,617,000,000	-	-	10,617,000,000	10,617,000,000
<i>Short-term personal borrowings</i>	10,617,000,000	10,617,000,000	-	-	10,617,000,000	10,617,000,000
- Mr. Nguyen Thanh Binh (1)	10,617,000,000	10,617,000,000	-	-	10,617,000,000	10,617,000,000
<b>Short-term borrowings and financial lease liabilities</b>	<b>10,617,000,000</b>	<b>10,617,000,000</b>	<b>-</b>	<b>-</b>	<b>10,617,000,000</b>	<b>10,617,000,000</b>

(1) Personal borrowing: Personal loan of Mr. Nguyen Thanh Binh contract No. 06-2021/HDVT/QB-NTBF with 0% interest rate, loan term of 12 months. Loan purpose: to supplement working capital for production and business. Form of loan guarantee: trust; Appendix to the loan contract No. 01-062021/HDVT/QB-NTBF dated 01/11/2022 on changing the loan term to 24 months. The two parties signed the debt clearing record No. 1204/BTKV/QB-NTBF dated April 12, 2024 to agree after clearing the debt owed by Quang Binh Import-Export Company to Mr. Nguyen Thanh Binh in the amount of VND 10,617,000,000.



QUANG BINH IMPORT AND EXPORT JOINT STOCK COMPANY  
NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continue)

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4.12. Owner's equity

4.12.1. Reconciliation table of equity

	Owner's contributed capital VND	Share premium VND	Development investment funds VND	Retained earnings VND	Total VND
Prior year's opening balance	693,299,280,000	(3,249,100,000)	15,692,449,297	(261,249,683,863)	444,492,945,434
Decrease in the year	-	-	-	(140,463,549,918)	(140,463,549,918)
- Loss for the year	-	-	-	(140,463,549,918)	(140,463,549,918)
Prior year's closing balance	693,299,280,000	(3,249,100,000)	15,692,449,297	(401,713,233,781)	304,029,395,516
Current period's opening balance	693,299,280,000	(3,249,100,000)	15,692,449,297	(401,713,233,781)	304,029,395,516
Decrease in the period	-	-	-	(14,092,295,303)	(14,092,295,303)
- Loss for the period	-	-	-	(14,092,295,303)	(14,092,295,303)
Current period's closing balance	693,299,280,000	(3,249,100,000)	15,692,449,297	(415,805,529,084)	289,937,100,213

**QUANG BINH IMPORT AND EXPORT JOINT STOCK COMPANY**  
**NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continue)**

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**4.12.2. Details of owner's investment capital**

	Opening balance		Closing balance	
	Actual contributed capital VND	Ratio %	Actual contributed capital VND	Ratio %
Mrs. Nguyen Thi Thanh Huong	92,005,790,000	13.27%	92,005,790,000	13.27%
Other	601,293,490,000	86.73%	601,293,490,000	86.73%
	<b>693,299,280,000</b>	<b>100.00%</b>	<b>693,299,280,000</b>	<b>100.00%</b>

**4.12.3. Capital transactions with owners and dividend distribution, profit sharing**

	Current period VND	Prior period VND
<b>Owner's invested equity</b>		
Capital contribution at the beginning of the period	693,299,280,000	693,299,280,000
Contribution capital increased during the period	-	-
Contribution capital decreased during the period	-	-
Capital contribution at the end of the period	693,299,280,000	693,299,280,000
<b>Dividends or distributed profits</b>	-	-

**4.12.4. Shares**

	Closing balance Shares	Opening balance Shares
- Number of shares registered for issuance	69,329,928	69,329,928
- Number of shares issued to the public	69,329,928	69,329,928
+ Ordinary shares	69,329,928	69,329,928
+ Preference shares	-	-
- Number of shares repurchased	-	-
+ Ordinary shares	-	-
+ Preference shares	-	-
- Number of outstanding shares in circulation	69,329,928	69,329,928
+ Ordinary shares	69,329,928	69,329,928
+ Preference shares	-	-
An ordinary share has par value:	10,000	VND/Share

**4.13. Off - statement of Financial Position**

**Foreign currencies of all kinds**

	Closing balance	Opening balance
Dollar (USD)	1,093.30	1,124.99



**5. ADDITIONAL INFORMATION ON THE PRESENTED SECTIONS ON THE SEPARATE INTERIM STATEMENT OF INCOME**

**5.1. Revenue from goods sold and services rendered**

	<b>Current period VND</b>	<b>Prior period VND</b>
Sales revenue	-	55,321,183,800
Revenue from services rendered	75,000,000	93,151,600
<b>Total</b>	<b>75,000,000</b>	<b>55,414,335,400</b>

**5.2. Cost of goods sold and services rendered**

	<b>Current period VND</b>	<b>Prior period VND</b>
Cost of goods sold	-	55,308,044,791
Cost of services rendered	44,728,614	93,890,842
<b>Total</b>	<b>44,728,614</b>	<b>55,401,935,633</b>

**5.3. Financial income**

	<b>Current period VND</b>	<b>Prior period VND</b>
Interests of bank deposits and loans	94,329,943	115,892,632
<b>Total</b>	<b>94,329,943</b>	<b>115,892,632</b>

**5.4. Financial expenses**

	<b>Current period VND</b>	<b>Prior period VND</b>
Interest expense	-	585,571
Exchange rate loss incurred in the period	23,013,781	-
Unrealized exchange rate loss	63,013,872	126,152,417
<b>Total</b>	<b>86,027,653</b>	<b>126,737,988</b>

**5.5. Selling expenses**

	<b>Current period VND</b>	<b>Prior period VND</b>
Depreciation expenses	18,062,372	27,093,552
<b>Total</b>	<b>18,062,372</b>	<b>27,093,552</b>

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**5.6. General and administration expenses**

	<b>Current period VND</b>	<b>Prior period VND</b>
Labor	622,653,730	1,099,914,873
Office supplies expenses	20,822,688	25,012,547
Depreciation expenses	246,057,220	385,481,762
Expenses from external services	409,249,497	712,086,605
Other expenses by cash	-	69,710,564
Allowance expenses	12,592,544,130	40,668,394,010
<b>Total</b>	<b>13,891,327,265</b>	<b>42,960,600,361</b>

**5.7. Other income**

	<b>Current period VND</b>	<b>Prior period VND</b>
Gain from liquidating, disposing fixed assets	-	226,228,677
<b>Total</b>	<b>-</b>	<b>226,228,677</b>

**5.8. Other expenses**

	<b>Current period VND</b>	<b>Prior period VND</b>
Fines for administrative violations	221,479,342	1,937,006,048
<b>Total</b>	<b>221,479,342</b>	<b>1,937,006,048</b>

**5.9. Corporate income tax expenses**

	<b>Current period VND</b>	<b>Prior period VND</b>
Corporate income tax expenses based on taxable profit in the current period (i)	-	4,318,050,844
<b>Total current corporate income tax expense</b>	<b>-</b>	<b>4,318,050,844</b>

(i) Current corporate income tax expense for the period is computed as follows:

	Current period VND	Prior period VND
<b>Profit/(Loss) before tax</b>	<b>(14,092,295,303)</b>	<b>(44,696,916,873)</b>
- Adjustments for taxable profit	221,479,342	2,190,352,465
+ Non-deductible expenses	221,479,342	2,190,352,465
- Adjustments decrease	-	-
<b>Profits for calculation of corporate income tax</b>	<b>(13,870,815,961)</b>	<b>(42,506,564,408)</b>
Income from business contracts is subject to a tax rate of 20%	(13,870,815,961)	(42,506,564,408)
<b>Current corporate income tax expense</b>	<b>-</b>	<b>-</b>
Corporate income tax expense from the original project (tax rate 20%)	-	-
CIT expenses from business contracts are subject to the tax rate of 20%	-	-
Additional adjustment of CIT expenses collected in arrears in previous years	-	4,318,050,844
<b>Corporate income tax expense based on taxable profit in the current period</b>	<b>-</b>	<b>4,318,050,844</b>

**5.10. Basic earnings per share**

	Current period	Prior period
<b>Basic earnings per share</b>		
Profit after corporate income tax (VND)	(14,092,295,303)	(49,014,967,717)
Profits distributed to shareholders who own common shares (VND)	(14,092,295,303)	(49,014,967,717)
Common shares are circulating on average in the year (shares)	69,329,928	69,329,928
<b>Basic earnings per share (VND/ shares)</b>	<b>(203)</b>	<b>(707)</b>

**5.11. Production by nature**

	Current period VND	Prior period VND
Cost of materials	20,822,688	25,012,547
Labour costs	622,653,730	1,099,914,873
Depreciation	308,848,206	487,016,156
Allowance expenses	12,592,544,130	40,668,394,010
Expenses from external services	409,249,497	712,086,605
Other expenses by cash	-	89,160,564
<b>Total</b>	<b>13,954,118,251</b>	<b>43,081,584,755</b>



6. FINANCIAL INSTRUMENTS

6.1 Types of financial instruments

	Book Value		Fair value (i)	
	Closing balance VND	Opening balance VND	Closing balance VND	Opening balance VND
<b>Financial assets</b>				
Cash and cash equivalents	10,251,086,329	10,224,908,453	-	-
Trade and other receivables	170,966,331,229	184,304,955,359	-	-
Short-term financial investments	-	-	-	-
Long-term financial investments	-	-	-	-
	<b>181,217,417,558</b>	<b>194,529,863,812</b>	<b>-</b>	<b>-</b>

	Book Value		Fair value (i)	
	Closing balance VND	Opening balance VND	Closing balance VND	Opening balance VND
<b>Financial liabilities</b>				
Trade payables, Other payables	8,167,706,702	7,960,525,041	-	-
Accrued expenses	-	-	-	-
Borrowings and lease	10,617,000,000	10,617,000,000	-	-
	<b>18,784,706,702</b>	<b>18,577,525,041</b>	<b>-</b>	<b>-</b>

(i) The book value is recorded at net value, i.e., after deducting provisions

The company has not determined the fair value of financial assets and financial debts at the end of the accounting year due to Circular No. 210/2009/TT-BTC issued by the Ministry of Finance on November 6, 2009 ("Circular 210") as well as current regulations have not provided specific guidance on determining the fair value of assets and financial debts. Circular 210 requires the application of the International Mid-Year Financial Reporting Standards on the presentation of mid-year financial statements and explanations of information for financial instruments but does not provide equivalent guidance for the evaluation and recognition of financial instruments, including the application of fair value, in order to comply with the International Mid-Year Financial Reporting Standards.

6.2 Financial risk management object

The Company has built a risk management system to detect and assess the risks to which the Company is subjected, and establish risk control policies and procedures at an acceptable level. The

risk management system is periodically reviewed to reflect changes in market conditions and the Company's operations.

Financial risk includes market risk (including exchange rate risk, interest rate risk and price risk), credit risk and liquidity risk.

***Market risk***

The Company's business will be mainly subject to risks when there are changes in exchange rates, interest rates and prices. The Company does not take these risk precautions due to the lack of active markets for trading these financial instruments.

***Exchange rate risk management***

The Company conducts a number of transactions of foreign currency origin, whereby, the Company will bear the risk of fluctuations in exchange rates.

***Interest rate risk management***

The company bears the interest rate risk arising from the signed interest-bearing loans. This risk will be managed by the Company by maintaining a reasonable level of loans and analyzing the competitive situation in the market in order to obtain interest rates in the Company's favor from appropriate lending sources.

***Managing commodity price risk***

The company buys raw materials and goods from domestic and foreign suppliers to serve production and business activities. Therefore, the Company will bear the risk of changing the selling price of raw materials and goods.

***Credit risk***

Credit risk occurs when a customer or partner fails to meet the obligations in the contract, resulting in financial losses for the Company. The Company has an appropriate credit policy and regularly monitors the situation to assess whether the Company bears credit risk. The company does not have any material credit risk to its clients or partners because the receivables come from a large number of customers operating in various industries and are distributed in different geographical areas.

Credit risk occurs when a customer or partner fails to meet the obligations in the contract, resulting in financial losses for the Company. The Company has an appropriate credit policy and regularly monitors the situation to assess whether the Company bears credit risk.

***Liquidity Risk Management***

The purpose of liquidity risk management is to ensure sufficient capital to meet current and future financial obligations. Liquidity is also managed by the Company to ensure that the excess between debts due and assets due during the period is at a controllable level for the amount of capital that the Company believes can be generated during that period. It is the Company's policy to regularly monitor current and projected future liquidity requirements to ensure that the Company maintains sufficient cash reserves, loans and sufficient capital that the owner has committed to contribute to meet short-term and longer-term liquidity regulations.

The tables below detail the remaining contractual maturity levels for financial assets and non-derivative financial liabilities and payment terms as agreed. These tables are presented based on the undiscounted cash flow of financial assets and the undiscounted cash flow of financial liabilities by the earliest date payable by the Company. The presentation of non-derivative financial asset information is necessary to understand the Company's liquidity risk management when liquidity is managed on a debt and net asset basis.



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	Less than 1 year VND	From 1 - 5 years VND	More than 5 years VND	Total VND
<b>Opening balance</b>				
Cash and cash equivalents	10,224,908,453	-	-	10,224,908,453
Trade and other receivables	184,304,955,359	-	-	184,304,955,359
Loan receivables	-	-	-	-
Short-term financial investments	-	-	-	-
Long-term financial investments	-	-	-	-
	<b>194,529,863,812</b>	<b>-</b>	<b>-</b>	<b>194,529,863,812</b>
	Less than 1 year VND	From 1 - 5 years VND	More than 5 years VND	Total VND
<b>Opening balance</b>				
Trade payables, Other payables	7,960,525,041	-	-	7,960,525,041
Accrued expenses	-	-	-	-
Borrowings and lease	10,617,000,000	-	-	10,617,000,000
	<b>18,577,525,041</b>	<b>-</b>	<b>-</b>	<b>18,577,525,041</b>
	Less than 1 year VND	From 1 - 5 years VND	More than 5 years VND	Total VND
<b>Closing balance</b>				
Cash and cash equivalents	10,251,086,329	-	-	10,251,086,329
Trade and other receivables	170,966,331,229	-	-	170,966,331,229
Loan receivables	-	-	-	-
Short-term financial investments	-	-	-	-
	<b>181,217,417,558</b>	<b>-</b>	<b>-</b>	<b>181,217,417,558</b>



	Less than 1 year VND	From 1 - 5 years VND	More than 5 years VND	Total VND
<b>Closing balance</b>				
Trade payables,				
Other payables	8,167,706,702	-	-	8,167,706,702
Accrued expenses	-	-	-	-
Borrowings and lease	10,617,000,000	-	-	10,617,000,000
	<b>18,784,706,702</b>	<b>-</b>	<b>-</b>	<b>18,784,706,702</b>

The Board of Directors assesses the liquidity risk at a low level. The Board of Directors is confident that the Company can generate sufficient funds to meet its financial obligations when due.

## 7. Other information

### 7.1. Potential liabilities

There are no potential liabilities arising from events that have occurred that may affect the information presented in the interim financial statements over which the Company has no control or has not been recorded.

### 7.2. Events after the reporting date

The Board of Directors and the Board of Directors of the Company affirm that there are no extraordinary events that occur after the end of the accounting period that affect the financial situation and operations of the Company that need to be adjusted or presented in the Financial Statements for the interim of this fiscal year.

### 7.3. Segment report

According to the provisions of Accounting Standard No. 28 and the Circular guiding this Standard, a division is a separately identifiable part of the Company that is engaged in the provision of related products or services (division by business sector) or the provision of products or services in a specific economic environment (division by region geography), each of these parts bears risks and obtains different economic benefits than the others. During the period, the Company mainly generated commercial revenue from chemical fertilizers, accounting for over 99.7% of total revenue and all activities in the Vietnamese market. Therefore, the Company did not prepare the Segment Report for the interim fiscal period ended 30 June 2025 and found that the segment information was not material to the users of the Financial Statements.

### 7.4. Transactions and balance with related parties

Stakeholders with the Company include: key management members, individuals related to key management members and other stakeholders.

#### 7.4.1. Transactions with key management members and individuals related to key management members.

Key management members include: members of the Board of Directors, members of the Supervisory Board and members of the Board of Directors. Individuals related to key management members are close family members of key management members.

#### *Income of key management members*

The total income of key management members in the period is as follows:

	Duty	Current period VND	Prior period VND
<b>Board of Directors</b>			
Mrs. Tran Thi Yen Chi	Chairman of the Board of Directors (appointed on 24/06/2024)	111,430,818	-
Mrs. Vu Thi Duong	Chairman of the Board of Directors (dismissed on 24/06/2024)	-	121,940,884
Mrs. Ha Thi Mai Huong	Member	-	77,385,706
<b>Board of Supervisors</b>			
Mrs. Tran Thi Thu Trang	Member	67,103,293	68,952,811
<b>Board of General Directors</b>			
Mr. Hoang Van Hung	General Director	65,675,033	70,984,362
Mr. Nguyen Thanh Binh	Deputy General Director of External Relations (dismissed on 18/03/2024)	-	67,055,804
<b>Internal Audit Department</b>			
Mrs. Le Thi Hiep	Head of the Internal Audit Department	6,000,000	6,000,000
		<b>250,209,144</b>	<b>412,319,567</b>

#### 7.5. Comparative figures

The comparative figures on the Separate Balance Sheet for the year and the corresponding explanations are the figures on the Financial Statements for the financial year ended December 31, 2024 of the Company which have been audited by Hanoi Branch - UHY Auditing and Consulting Co., Ltd.

The comparative data on the Interim Business Results Report, the Interim Cash Flow Statement and the corresponding explanations are the data on the Interim Financial Statements for the 06-month accounting period ending 30/06/2024 which have been reviewed by Hanoi Branch - UHY Auditing and Consulting Co., Ltd.

Prepared by  
Nguyen Thi Thanh Thuy

Chief Accountant  
Nguyen Van Trung

Chairman  
Tran Thi Yen Chi  
Ha Noi, Viet Nam  
14 August 2025

**Trụ sở chính:**

A - TT5 - 3 Khu nhà ở Him Lam Vạn Phúc,  
P. Vạn Phúc, Q. Hà Đông, TP. Hà Nội  
Tel: +84 247 303 3668

**Chi nhánh TP Hồ Chí Minh:**

20D Phan Văn Sửu, P.13,  
Q. Tân Bình, TP. Hồ Chí Minh  
Tel: +84 28 2249 7766

**Chi nhánh Hải Phòng:**

29A/56 Phương Lưu, P. Vạn Mỹ  
Q. Ngô Quyền, TP. Hải Phòng  
Tel: +84 904 540 634

**Chi nhánh Hà Nội:**

Số 52 Phố Dịch Vọng, P. Dịch Vọng,  
Q. Cầu Giấy, TP. Hà Nội  
Tel: +84 901 707 127



**QUANG BINH IMPORT – EXPORT JOINT  
STOCK COMPANY**

**NO: 09/T8/2025/PKT**

**Re: Explanation of profit after tax**

**SOCIALIST REPUBLIC OF VIETNAM  
Independence – Freedom – Happiness**

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*Hải Phòng, 14<sup>th</sup> August 2025*

**To: - State Securities Commission of Vietnam  
- Hanoi Stock Exchange**

First of all, Quang Binh Import Export Joint Stock Company would like to send our best regards to the State Securities Commission of Vietnam and the Hanoi Stock Exchange.

Quang Binh Import Export Joint Stock Company (Stock code: QBS) would like to explain about indicator number 60: Profit after tax on the financial statements for the first 6 months of 2025 is a loss as follows

- Revenue in the first 6 months of 2025 reached 0.075 billion VND, cost of goods sold in the first 6 months of 2025 reached 0.045 billion VND. The above decline is due to: the first half of 2025, urea selling prices decreased and remained low as European producers expanded production thanks to lower input prices of raw materials and fuels due to increased natural gas resources and abundant LNG imports. In addition, the supply trend has increased again after China lifted the export ban, which also affects the price movements of fertilizers. Domestic supply sources are difficult to compete with foreign sources, and domestic fertilizer factories have difficulty purchasing raw material reserves when prices are high, causing high fertilizer production costs, slowing down sales of large domestic fertilizer factories, and the shortage of domestic ore materials has caused fertilizer production to stagnate for nearly half of 2025, so the company has not been able to promote fertilizer trade.
- Total financial revenue in the first 6 months of 2025 reached VND 0.094 billion. Total financial expenses in the first 6 months of 2025 were VND 0.086 billion. Business management expenses in the first 6 months of 2025 were VND 13.89 billion because the Company made an additional provision for doubtful debts of VND 12.59 billion.

Due to the above reasons, the after-tax profit in the first 6 months of 2025 of Quang Binh Company lost -14.92 billion VND.

Above is the entire explanation of the Company regarding indicator No. 60 Profit after tax on the financial statements for the first 6 months of 2025 showing a loss according to the audited financial statements for the first 6 months of 2025 of Quang Binh Import-Export Joint Stock Company. We commit that the information published above is true and are fully responsible before the law for the content of the published information.

Sincerely,

**Recipients:**

**QUANG BINH IMPORT – EXPORT  
JOINT STOCK COMPANY**



**CHỦ TỊCH HĐQT**

*Trần Thị Yến Chi*

**QUANG BINH IMPORT – EXPORT JOINT  
STOCK COMPANY**

**NO: 10/T8/2025/PKT**

*Re: Explanation of difference in profit after tax*

**SOCIALIST REPUBLIC OF VIETNAM**

**Indipendence – Freedom - Happinness**

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*Hải Phòng, 14<sup>th</sup> August 2025*

**To: - State Securities Commission of Vietnam**

**- Hanoi Stock Exchange**

First of all, Quang Binh Import Export Joint Stock Company would like to send our best regards to the State Securities Commission of Vietnam and the Hanoi Stock Exchange.

Quang Binh Import-Export Joint Stock Company (Stock code: QBS) would like to explain about indicator number 60: Profit after tax on the financial statements for the first 6 months of 2025 differs by more than 10% compared to the same period in 2024 as follows.

- Revenue in the first 6 months of 2025 reached 0.075 billion VND, a sharp decrease of 55.339 billion VND, equivalent to a decrease of 99.86% compared to revenue in the first 6 months of 2024. Cost of goods sold in the first 6 months of 2025 reached VND 0.045 billion, down VND 55.357 billion, equivalent to a decrease of 99.92% compared to the cost of goods sold in the same period of 2024. The above decline is due to: the first half of 2025, urea selling prices decreased and remained low as European producers expanded production thanks to lower input prices of raw materials and fuels due to increased natural gas resources and abundant LNG imports. Besides, the supply tends to increase again after China lifted the export ban, which also affects the price movements of fertilizers. Domestic supply sources are difficult to compete with foreign sources, and domestic fertilizer factories have difficulty purchasing raw material reserves when prices are high, causing high fertilizer production costs, slowing down sales of large domestic fertilizer factories, and the shortage of domestic ore materials has caused fertilizer production to stagnate for nearly half of 2025, so the company has not been able to promote fertilizer trade.

- Total financial revenue in the first 6 months of 2025 reached VND 0.094 billion, down 18.61% compared to financial revenue in the first 6 months of 2024. Total financial expenses in the first 6 months of 2025 were VND 0.086 billion, down 32.12% compared to financial expenses in the same period of 2024.

- Business management expenses in the first 6 months of 2025 reached VND 13.89 billion, a decrease of VND 29.069 billion, equivalent to a decrease of 67.66% compared to business management expenses in the first 6 months of 2024 because in the first 6 months of 2025, the company made an additional provision for doubtful debts of VND 12.59 billion - in the first 6 months of 2024, the provision for doubtful debts was VND 40.67 billion.



*Handwritten signature and initials in blue ink.*



- Other income decreased by VND 0.226 billion compared to other income in the same period of 2024 because in the first 6 months of 2024, the company conducted fixed asset liquidation transactions. Other expenses decreased by VND 1.715 billion compared to the same period of 2024.

For the above reasons, after-tax profit in the first 6 months of 2025 increased by VND 34,922 billion, equivalent to an increase of 71.25% compared to the first 6 months of 2024.

Above is the entire explanation of the Company regarding the indicator No. 60 Profit after tax on the financial statements for the first 6 months of 2025, which differs by more than 10% compared to the same period in 2024 according to the audited financial statements for the first 6 months of 2025 of Quang Binh Import-Export Joint Stock Company. We commit that the information published above is true and are fully responsible before the law for the content of the published information.

Sincerely,  
**Recipients:**



CHỦ TỊCH HĐQT  
*Trần Thị Yến Chi*





QUANG BINH IMPORT – EXPORT  
JOINT STOCK COMPANY  
NO: 11/T8/2025/PKT  
Re: Explanation of audit opinion

SOCIALIST REPUBLIC OF VIETNAM  
Independence – Freedom – Happiness  
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Hải Phòng, 14<sup>th</sup> August 2025

**To: - State Securities Commission of Vietnam**  
**- Hanoi Stock Exchange**

First of all, Quang Binh Import Export Joint Stock Company would like to send our best regards to the State Securities Commission of Vietnam and the Hanoi Stock Exchange.

Quang Binh Import-Export Joint Stock Company (Stock code: QBS) would like to explain the content of the International Auditing and Valuation Company Limited's refusal to give an opinion and the auditor's emphasized opinion as follows:

**1. International Auditing and Valuation Company Limited refuses to comment:**

- **Auditor's opinion:** At the time of issuing the Audit Report on the Financial Statements for the 6-month accounting period ending June 30, 2025, we have not received any confirmation letters on the balances of the following debts: Short-term receivables from customers, Short-term prepayments to suppliers and Other short-term payables to suppliers as at June 30, 2025 with the amounts of approximately VND 525 billion; VND 130.5 billion and VND 7.4 billion, respectively. Alternative audit procedures did not provide us with a basis to evaluate the existence, completeness and value of the above liabilities. Confirmation reconciliations as at 31/12/2024 were also not obtained and other audit procedures did not provide us with a basis to evaluate the existence, completeness and value of the above liabilities together with adjustments (if any) to the provisions for short-term doubtful receivables of approximately VND341.7 billion and VND354.3 billion, respectively.

• **Explanation:** During the audit at Quang Binh Import-Export Joint Stock Company, International Auditing and Valuation Company Limited sent a letter confirming the debt for the receivable and payable debts with balance at June 30, 2025 of our Company. However, up to the time of issuing this audit report, many customers have not sent a letter confirming the response to the Auditors. International Auditing and Valuation Company Limited has also sent an Official Letter requesting our support in contacting customers and suppliers to verify and confirm unreconciled debts. We have contacted relevant partners to verify and confirm the debt balance as of June 30, 2025. However, most of the partners have not responded to the information as requested. Therefore, at the time of issuing this audit report, International Auditing and Valuation Company Limited and Quang Binh Import-Export Joint Stock Company have not collected and reconciled the short-term



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receivables of customers, short-term prepayments to suppliers and other short-term payables to suppliers as of June 30, 2025 with the amounts of approximately VND 525 billion; VND 130.5 billion and VND 7.4 billion, respectively.

## 2. Explanation of auditor's emphasis of opinion:

- **Auditor's Emphasis:** In the first 6 months of 2025, the Company lost VND 14 billion. As of December 31, 2024, the Company's accumulated loss was approximately VND 401.7 billion, equivalent to 57% of equity. At the same time, at the time of issuing this Report, the Company is being forced to pay invoices due to failure to fulfill tax obligations. These events present uncertain factors that affect the Company's ability to continue as a going concern. The Company's financial statements are still presented under the going concern assumption..

• **Explain the emphasis:** In the first 6 months of 2025, the Company is restructuring its business operations and recovering capital to pay overdue payments to suppliers. In addition, the company also made additional provisions for doubtful debts in the amount of VND 12.59 billion. The company is actively working with partners to urge the collection of overdue customer receivables to fulfill its obligations to the state budget. At the same time, the company is researching investment, implementing and expanding effective business activities. Therefore, the Company's Board of Directors still prepares the Financial Statements ending June 30, 2025 on the basis of continuous operation.

Above is the Company's entire explanation on the contents of International Auditing and Valuation Company Limited's refusal to give an opinion on the audited 6-month financial report of 2025 of Quang Binh Import-Export Joint Stock Company. We commit that the information published above is true and we are fully responsible before the law for the content of the published information.

Sincerely,  
**Recipients:**

QUANG BINH IMPORT – EXPORT  
JOINT STOCK COMPANY



CHỦ TỊCH HĐQT

*Trần Thị Yến Chi*