

**CENTRAL AREA
ELECTRICAL MECHANICAL JSC**

No.: **4 2 2** /CDMTR-P5
*Re: Disclosure of Financial Statements
For the first 6 months/2025*

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

Da Nang, 14th August, 2025

PERIODIC DISCLOSURE OF FINANCIAL STATEMENTS

To: Hanoi Stock Exchange

Complying with clause 3 and 4, Article 14 of Circular No. 96/2020/TT-BTC dated November 16th, 2020 and Circular No. 68/2024/TT/BTC dated 18th September 2024 which was amended of the Minister of Finance guiding on information disclosure on the stock market, Central Area Electrical Mechanical JSC discloses information in the Interim financial statements for the first 6 months as at 30/06/2025 to Hanoi Stock Exchange as below:

1. Name of Organization:

- Stock code: CJC
- Address: Hoa Cam Industrial Zone, Cam Le Ward, Da Nang City
- Tel: 0236 2218455 Fax: 0236 3846224
- Email: P5.cemc.dng@gmail.com Website: www.cemc.com.vn

2. Content of information disclosure:

- The financial statements complying with clause 3, Article 14 of Circular No. 96/2020/TT-BTC and Circular No. 68/2024/TT-BTC which was amended, consists of:

☒ Separate financial statement (A listed company has no subsidiaries and a superior accounting unit has subsidiaries);

☐ Consolidated financial statement (A listed company has subsidiaries);

☐ General financial statement (A listed company has an accounting unit directly under a separate accounting organization);

- Cases in which cause must be explained:

+ Auditing organization gives an opinion that is not an unqualified opinion:

☐ Yes

☒ No

In case of ticking 'Yes', explanation letter is required:

☐

Yes

☒

No

+ There is a difference of 5% or more in profit after tax between before and after audit, resulting in a change from loss to gain or vice versa :

☐

Yes

☒

No

In case of ticking 'Yes', explanation letter is required:

☐

Yes

☒

No

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

☒

Yes

☐

No

In case of ticking 'Yes', explanation letter is required:

☒

Yes

☐

No

+ Profit after tax in a reporting period incurs loss, converting from profit in the same period last year to loss in this period and vice versa?

☐

Yes

☒

No

In case of ticking 'Yes', explanation letter is required:

☐

Yes

☒

No

+ The financial statements was published on the Company's website on 14/08/2025 at: www.cemc.com.vn

3. Report on transactions valued at 35% or more of total asset:

- Content of transaction: N/A.

- Ratio of transaction value to total asset (%) (basing on the latest financial statements): N/A.

- Transaction completion date: N/A.

I declare that all information provided is true and I shall be fully responsible to the government for these contents.

Recipient:

- As above;

- Archives: P5.



GENERAL DIRECTOR ✓

LÊ THÀNH LÂM

No.: **421** /CDMTR-P5

Da Nang, 14th August, 2025

Re: *Explanation of the decrease of more than 10% in
profit after tax compared to the same period last year*

**DISCLOSURE OF INFORMATION ON THE STATE SECURITIES
COMMISSION'S PORTAL AND HANOI STOCK EXCHANGE'S PORTAL**

To:

- The State Securities Commission;
- Hanoi Stock Exchange.

1. Company name: Central Area Electrical Mechanical JSC (CEMC)
2. Stock code: CJC
3. Address: Hoa Cam Industrial Zone, Cam Le Ward, Da Nang City.
4. Telephone: 0236 2218455 – Fax: 0236 3846224
5. Submitted by: Mr. Le Thanh Lam - Position: General Director.
6. Contents of information disclosure:
 - 6.1. The interim financial statements for the first 6 months of 2025 of Central Area Electrical Mechanical JSC were prepared on 12/08/2025, consist of: Balance Sheet, Income Statement, Cash Flow Statement, Notes to the Financial Statements.
 - 6.2. The explanation about the decrease of more than 10% in the profit after tax in the financial statements compared to the same period last year: In the first 6 months of 2025, we had a decrease in revenue compared to the same period last year.
7. The financial statements were published on the Company's website at:
www.cemc.com.vn

I declare that all information provided is true and I shall be fully responsible to the government for these contents.

Recipient:

- As above;
- Archives: P5.



LE THANH LAM



**CENTRAL AREA ELECTRICAL
MECHANICAL JSC**

Interim Financial Statements

For the first 6 months of 2025

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REPORT OF THE MANAGEMENT

The Management of Central Area Electrical Mechanical Joint Stock Company presents this report together with the reviewed interim financial statements for the first 6 months of 2025.

Overview

Central Area Electrical Mechanical Joint Stock Company (“the Company”) was established through the equitization of a State-owned enterprise (i.e. Electrical Mechanical Enterprise under Power Company No. 3) pursuant to Decision No. 3146/QD-BCN dated 06/10/2005 by the Ministry of Industry. The Company is an independent accounting entity, operating under Enterprise Registration Certificate No. 3203000887 issued on 03/02/2006 by the Department of Planning and Investment of Da Nang City. Since its establishment, the Company has amended its Enterprise Registration Certificate 14 times, most recently on 21/09/2023, and holds Enterprise Code 0400528732. The Company operates in compliance with the Enterprise Law, its Charter, and other relevant legal regulations.

The Company has registered for trading of its common shares (stock code: CJC) on the Hanoi Securities Trading Center (now the Hanoi Stock Exchange) since 20/11/2006 under Stock Trading Registration Certificate No. 32/TTGDHN-DKGD dated 20/11/2006 issued by the Hanoi Securities Trading Center.

Charter capital of the Company is VND80,000,000,000.

Head office

- Address: Hoa Cam Industrial Zone, Cam Le Ward, Da Nang City
- Tel: (84) 0236. 2218455
- Fax: (84) 0236. 3846224
- Email: codien@cemc.com.vn
- Website: <http://www.cemc.com.vn>

Scope of business

- Manufacture of structural metal products. Details: Manufacture of mechanical products, equipment and structures in the industrial and civil fields. Manufacture of hydro-mechanical equipment for hydropower projects and other mechanical structures. Manufacture of mechanical equipment for thermal power projects;
- Construction of residential buildings. Details: Construction of civil construction projects;
- Construction of electrical works. Details: Construction of electrical lines and substations with voltage of more than 110KV;
- Construction of other civil engineering projects. Details: Construction of other works, except buildings, such as: outdoor sports facilities;
- Construction of telecommunications and communication constructions. Details: Construction and installation of public telecommunications constructions;
- Wholesale of other machinery and equipment. Details: Wholesale, import and export of mechanical and electrical supplies and equipment (excluding goods that foreign-invested economic organizations are not authorized to distribute);
- Wholesale of metals and metal ores. Details: Wholesale of iron, steel and other metals (excluding precious metals);
- Maintenance and repair of motor vehicles and other motor vehicles;
- Renting and leasing of motor vehicles. Details: Rental services of automobiles and motor vehicles;

REPORT OF THE MANAGEMENT (cont'd)

- Repair of machinery and equipment. Details: Repair of pressure-resistant equipment and lifting equipment. Repair and restoration of mechanical products, equipment and structures in the industrial and civil fields;
- Specialized design activities. Details: Design of pressure-resistant equipment and lifting equipment; Design of hydro-mechanical equipment for hydropower projects and other mechanical structures. Design of mechanical equipment for thermal power projects;
- Machining; treatment and coating of metals. Details: Finishing of product surface by: Hot-dip galvanizing, electrogalvanizing, powder coating;
- Manufacture of plastics products. Details: Manufacture of products made of composite materials;
- Technical testing and analysis. Details: Testing of electrical equipment. Ultrasonic testing of metallic materials; Design verification and technical testing of mechanical equipment for hydropower projects, thermal power projects and other structural mechanical equipment. Non-destructive testing of joints;
- Manufacture of lifting and handling equipment. Details: Manufacture of lifting equipment;
- Installation of industrial machinery and equipment. Details: Installation of hydro-mechanical equipment for hydropower projects and other mechanical structures. Installation of mechanical equipment for thermal power projects. Installation of pressure-resistant equipment and lifting equipment;
- Management consultancy activities. Details: Investment advisory services for construction and installation of public telecommunications projects and works; Consulting services and operational assistance for hydropower projects, thermal power projects and other structural mechanical equipment;
- Trading of own or rented property and land use rights. Details: Trading of property; Provision of warehousing services (except investment projects on infrastructure of cemeteries and graveyards for transfer of land use rights together with the infrastructure and activities that foreign-invested economic organizations are not authorized to operate);
- Architectural and engineering activities and related technical consultancy. Details: Consulting, design and supervision of electrical lines and substations with voltage of more than 110KV; preparation of project finalization documents;
- Freight transport by road. Details: Provision of freight transport services using trucks;

Employees

As at 30/06/2025, the Company had 236 employees, including 23 managing officers.

Members of the Board of Directors, Board of Supervisors, Management, and Chief Accountant during the period and up to the reporting date are as follows:

Board of Directors

- | | | |
|------------------------|----------|---------------------------|
| • Mr. Nguyen Huu Thang | Chairman | Reappointed on 28/05/2021 |
| • Mr. Phan Ngoc Hieu | Member | Appointed on 21/05/2021 |
| • Mr. Duong Quoc Tuan | Member | Appointed on 21/05/2021 |
| • Mr. Dang Phan Tuong | Member | Appointed on 21/05/2021 |
| • Mr. Le Thanh Lam | Member | Appointed on 18/05/2023 |

REPORT OF THE MANAGEMENT (cont'd)

Board of Supervisors

• Ms. Pham Thi Ngan Ha	Chief Supervisor	Reappointed on 03/06/2021
• Ms. Nguyen Thi Thanh Duyen	Supervisor	Reappointed on 21/05/2021
• Ms. Nguyen Thi Yen Vy	Supervisor	Appointed on 21/05/2021

Management and Chief Accountant

• Mr. Le Thanh Lam	General Director	Reappointed on 01/01/2025
• Mr. Ngo Han	Deputy General Director	Reappointed on 15/04/2021
• Mr. Le Dinh Phuoc Toan	Deputy General Director	Appointed on 01/03/2024
• Ms. Phan Huynh Tuyen Trinh	Chief Accountant	Reappointed on 01/03/2022

Independent auditor

These interim financial statements were reviewed by AAC Auditing and Accounting Co., Ltd (Head office: No. 218, Street 30/4, Hoa Cuong Ward, Da Nang City; Tel: (84) 0236.3655886; Fax: (84) 0236.3655887; Website: www.aac.com.vn; Email: aac@dng.vnn.vn).

Management's responsibility in respect of the interim financial statements

The Company's Management is responsible for the preparation and fair presentation of these interim financial statements on the basis of:

- Complying with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and other relevant regulations;
- Selecting suitable accounting policies and then applying them consistently;
- Making judgments and estimates that are reasonable and prudent;
- Preparing the interim financial statements on the going concern basis.
- Responsibility for such internal control as the Management determines is necessary to enable the preparation and presentation of interim financial statements that are free from material misstatement, whether due to fraud or error.

Members of the Company's Management, hereby confirm that the accompanying interim financial statements, including the interim balance sheet, the interim income statement, the interim statement of cash flows, and the notes thereto, give a true and fair view of the financial position of the Company as at 30/06/2025, and of the results of its operations and its cash flows for the first 6 months of 2025 in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and the statutory requirements relevant to the preparation and presentation of interim financial statements.

On behalf of the Management ✓


Le Thanh Lam

General Director

Da Nang, 12 August 2025



AAC AUDITING AND ACCOUNTING CO., LTD.

AN INDEPENDENT MEMBER OF PRIMEGLOBAL

AUDITING - ACCOUNTING - FINANCE SPECIALITY

Head Office: Lot 78-80, April 30th Street, Hai Chau District, Da Nang City

Tel: +84 (236) 3 655 886; Fax: +84 (236) 3 655 887; Email: aac@dng.vnn.vn; Website: <http://www.aac.com.vn>

No.: 952/BCSX-AAC

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To: The Shareholders, the Board of Directors, and the Management
Central Area Electrical Mechanical Joint Stock Company

We have reviewed the accompanying interim financial statements prepared on 12/08/2025 of Central Area Electrical Mechanical Joint Stock Company ("the Company") as set out on pages 5 to 28, which comprise the interim balance sheet as at 30/06/2025, the interim income statement, interim statement of cash flows for the first 6 months of 2025 and the notes thereto.

Management's Responsibility

The Company's Management is responsible for the preparation and fair presentation of these interim financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and the statutory requirements relevant to the preparation and presentation of interim financial statements, and for such internal control as the Management determines is necessary to enable the preparation and presentation of 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 the accompanying interim financial statements based on our review. We conducted our review in accordance with Vietnamese Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity".

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not present fairly, in all material respects, the financial position of the Company as at 30/06/2025, and of its financial performance and its cash flows for the first 6 months of 2025 in accordance with the Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of the interim financial statements.



AAC Auditing and Accounting Co., Ltd.

Lâm Quang Tu – Deputy General Director

Audit Practicing Registration Certificate

No. 1031-2023-010-1

Da Nang, 12 August 2025

INTERIM BALANCE SHEET

As at 30 June 2025

Form B 01 - DN

Issued under Circular No. 200/2014/TT - BTC
dated 22/12/2014 by the Ministry of Finance

ASSETS	Code	Note	30/06/2025 VND	01/01/2025 VND
A. CURRENT ASSETS	100		186,393,485,902	227,739,089,045
I. Cash and cash equivalents	110		25,269,266,435	30,166,901,118
1. Cash	111	5	25,269,266,435	30,166,901,118
2. Cash equivalents	112		-	-
III. Short-term receivables	130		97,558,474,519	110,705,165,045
1. Short-term trade receivables	131	6	87,237,441,586	99,884,770,799
2. Short-term prepayments to suppliers	132	7	8,975,680,278	9,257,482,425
3. Other short-term receivables	136	8.a	3,011,464,909	3,229,024,075
4. Provision for doubtful short-term receivables	137		(1,666,112,254)	(1,666,112,254)
IV. Inventories	140	9	60,530,448,298	82,676,314,948
1. Inventories	141		60,530,448,298	82,676,314,948
2. Provision for decline in value of inventories	149		-	-
V. Other current assets	150		3,035,296,650	4,190,707,934
1. Short-term prepaid expenses	151	10.a	1,190,304,150	981,946,579
2. Deductible value-added tax	152		1,804,992,500	3,073,649,824
3. Taxes and amounts receivable from the State	153	11	40,000,000	135,111,531
B. NON-CURRENT ASSETS	200		17,889,064,495	19,614,310,643
I. Long-term receivables	210		1,095,635,473	1,457,582,722
1. Long-term trade receivables	211		-	-
2. Other long-term receivables	216		1,095,635,473	1,457,582,722
II. Fixed assets	220		13,089,909,411	14,586,983,990
1. Tangible fixed assets	221	12	13,089,909,411	14,586,693,667
- Cost	222		124,128,919,059	123,615,286,459
- Accumulated depreciation	223		(111,039,009,648)	(109,028,592,792)
2. Intangible fixed assets	227	13	-	290,323
- Cost	228		93,333,653	93,333,653
- Accumulated amortization	229		(93,333,653)	(93,043,330)
III. Investment properties	230		-	-
IV. Non-current assets in progress	240		385,246,461	700,372,820
1. Long-term work in progress	241		-	-
2. Construction in progress	242	14	385,246,461	700,372,820
V. Long-term financial investments	250	15	22,237,997	23,354,439
1. Investments in associates, joint ventures	252		1,774,439,303	1,774,439,303
2. Provision for long-term financial investments	254		(1,752,201,306)	(1,751,084,864)
VI. Other non-current assets	260		3,296,035,153	2,846,016,672
1. Long-term prepaid expenses	261	10.b	3,296,035,153	2,846,016,672
2. Other non-current assets	268		-	-
TOTAL ASSETS	270		204,282,550,397	247,353,399,688

INTERIM BALANCE SHEET (cont'd)

As at 30 June 2025

RESOURCES	Code	Note	30/06/2025 VND	01/01/2025 VND
C. LIABILITIES	300		108,935,432,701	153,404,447,493
I. Current liabilities	310		99,405,143,696	143,889,449,697
1. Short-term trade payables	311	16	24,372,776,979	32,257,034,945
2. Short-term advances from customers	312	17	33,355,987,874	55,554,701,277
3. Taxes and amounts payable to the State	313	11	322,623,898	15,031,168
4. Payables to employees	314		1,716,296,671	5,004,391,716
5. Short-term accrued expenses	315	18	3,039,370,093	2,422,769,410
6. Other short-term payables	319	19	735,827,599	568,440,535
7. Short-term loans and finance lease liabilities	320	20	34,560,854,662	47,253,504,559
8. Provision for short-term payables	321	21.a	1,265,402,163	653,872,330
9. Reward and welfare fund	322		36,003,757	159,703,757
II. Non-current liabilities	330		9,530,289,005	9,514,997,796
1. Long-term trade payables	331		-	-
2. Provision for long-term payables	342	21.b	9,530,289,005	9,514,997,796
D. EQUITY	400		95,347,117,696	93,948,952,195
I. Owners' equity	410		95,347,117,696	93,948,952,195
1. Share capital	411	22	80,000,000,000	80,000,000,000
- Common shares with voting rights	411a		80,000,000,000	80,000,000,000
- Preferred shares	411b		-	-
2. Share premiums	412	22	3,680,199,000	3,680,199,000
3. Undistributed profit after tax	421	22	11,666,918,696	10,268,753,195
- Undistributed profit up to prior period-end	421a		10,268,753,195	2,449,047,317
- Undistributed profit for the current period	421b		1,398,165,501	7,819,705,878
II. Other resources and funds	430		-	-
TOTAL RESOURCES	440		204,282,550,397	247,353,399,688



Le Thanh Lam
General Director

Da Nang, 12 August 2025

Phan Huynh Tuyet Trinh
Chief Accountant

Nguyen Thi Thanh Phuc
Preparer

INTERIM INCOME STATEMENT
For the first 6 months of 2025

Form B 02 - DN
Issued under Circular No. 200/2014/TT - BTC
dated 22/12/2014 by the Ministry of Finance

ITEMS	Code	Note	First 6 months of 2025 VND	First 6 months of 2024 VND
1. Revenue from sales and service provision	01	24	147,316,667,406	283,452,392,560
2. Deductions	02		-	-
3. Net revenue from sales and service provision	10		147,316,667,406	283,452,392,560
4. Cost of goods sold	11	25	135,437,012,193	263,962,302,103
5. Gross profit from sales and service provision	20		<u>11,879,655,213</u>	<u>19,490,090,457</u>
6. Financial income	21	26	60,715,342	145,016,190
7. Financial expenses	22	27	1,663,313,987	3,020,513,068
Including: Interest expenses	23		1,588,991,526	2,983,598,964
8. Selling expenses	25	28	626,821,042	5,580,501,491
9. Administrative expenses	26	29	7,632,387,884	7,976,774,709
10. Operating profit	30		<u>2,017,847,642</u>	<u>3,057,317,379</u>
11. Other income	31	30	76,132,218	14,480,777
12. Other expenses	32	31	292,235,122	13,921,599
13. Other profit	40		<u>(216,102,904)</u>	<u>559,178</u>
14. Accounting profit before tax	50		<u>1,801,744,738</u>	<u>3,057,876,557</u>
15. Current corporate income tax expense	51	32	403,579,237	-
16. Deferred corporate income tax expense	52		-	-
17. Profit after tax	60		<u>1,398,165,501</u>	<u>3,057,876,557</u>
18. Basic earnings per share	70	33	175	382
19. Diluted earnings per share	71	33	175	382



Le Thanh Lam
General Director

Da Nang, 12 August 2025

Phan Huynh Tuyet Trinh
Chief Accountant

Nguyen Thi Thanh Phuc
Preparer

STATEMENT OF CASH FLOWS
For the first 6 months of 2025

Form B 03 - DN
Issued under Circular No. 200/2014/TT - BTC
dated 22/12/2014 by the Ministry of Finance

ITEMS	Code	Note	First 6 months of 2025 VND	First 6 months of 2024 VND
I. Cash flows from operating activities				
1. Cash receipts from sales, service provision and other income	01		138,472,793,156	260,366,430,441
2. Cash paid to suppliers	02		(112,753,308,996)	(255,527,229,847)
3. Cash paid to employees	03		(21,050,991,979)	(22,326,694,246)
4. Loan interest paid	04	19,28	(1,607,370,016)	(2,989,445,993)
5. Other cash receipts from operating activities	06		12,008,006,169	34,202,830,275
6. Other payments for operating activities	07		(6,503,408,997)	(27,927,597,636)
Net cash from operating activities	20		8,565,719,337	(14,201,707,006)
II. Cash flows from investing activities				
1. Purchase and construction of fixed assets and other non-current assets	21	12,14	(786,843,491)	(2,449,903,306)
2. Recovery of loans, re-sales of debt instruments	24		-	3,702,590,181
3. Loan interest, dividends and profits received	27	9,27	11,044,664	200,118,197
Net cash from investing activities	30		(775,798,827)	1,452,805,072
III. Cash flows from financing activities				
1. Proceeds from borrowings	33	21	79,168,375,879	220,885,251,797
2. Repayment of borrowings	34	21	(91,861,025,776)	(205,666,115,369)
Net cash from financing activities	40		(12,692,649,897)	15,219,136,428
Net cash flows for the year	50		(4,902,729,387)	2,470,234,494
Cash and cash equivalents at the beginning of the period	60	5	30,166,901,118	18,325,247,799
Impacts of exchange rate fluctuations	61		5,094,704	4,681,333
Cash and cash equivalents at the end of the period	70	5	25,269,266,435	20,800,163,626



Le Thanh Lam
General Director

Da Nang, 12 August 2025

Phan Huynh Tuyet Trinh
Chief Accountant

Nguyen Thi Thanh Phuc
Preparer

NOTES TO THE INTERIM FINANCIAL STATEMENTS

*(These notes form part of and should be read in conjunction
with the accompanying financial statements)*

Form B 09 - DN

*Issued under Circular No. 200/2014/TT – BTC
dated 22/12/2014 by the Ministry of Finance*

1. Nature of operations

1.1. Overview

Central Area Electrical Mechanical Joint Stock Company (“the Company”) was established through the equitization of a State-owned enterprise (i.e. Electrical Mechanical Enterprise under Power Company No. 3) pursuant to Decision No. 3146/QĐ-BCN dated 06/10/2005 by the Ministry of Industry. The Company is an independent accounting entity, operating under Enterprise Registration Certificate No. 3203000887 issued on 03/02/2006 by the Department of Planning and Investment of Da Nang City. Since its establishment, the Company has amended its Enterprise Registration Certificate 14 times, most recently on 21/09/2023, and holds Enterprise Code 0400528732. The Company operates in compliance with the Enterprise Law, its Charter, and other relevant legal regulations.

1.2. Principal scope of business: Manufacture and installation of mechanical products, equipment and structures.

2. Accounting period, currency used in accounting

The Company’s annual accounting period starts on 01 January and ends on 31 December.

These interim financial statements are prepared for the first six months of 2025 (starting on 1 January 2025 and ending on 30 June 2025).

Financial statements and accounting transactions are expressed in Vietnamese Dong (VND).

3. Applied accounting standards and accounting system

The Company adopts Vietnamese Accounting Standards and Vietnamese Corporate Accounting System as guided in Circular No. 200/2014/TT-BTC dated 22/12/2014 and Circular No. 53/2016/TT-BTC dated 21/3/2016 providing amendments and supplements to certain articles of Circular No. 200/2014/TT-BTC promulgated by the Ministry of Finance.

4. Summary of significant accounting policies

4.1 Cash and cash equivalents

Cash includes cash on hand and bank demand deposits.

All short-term investments which are collectible or mature of 3 months or less as from purchasing date, that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value at reporting date shall be recognized as cash equivalents.

4.2 Receivables

Receivables include trade receivables and other receivables.

- Trade receivables are trade-related amounts arising from trading activities between the Company and its customers;
- Other receivables include non-trade amounts which are not related to trading activities, intra-company transactions.

Receivables are recorded at cost less provision for doubtful debts. Provision for doubtful debts represents the estimated loss amounts at the balance sheet date for overdue receivables which the

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Company has claimed many times but still has not collected yet or which have not been overdue but the debtor is in the state of insolvency, doing dissolution procedures, missing or running away.

4.3 Inventories

Inventories are stated at the lower of cost and net realizable value.

Value of inventories is calculated using the weighted average method for raw materials and merchandise goods and the specific identification method for mechanical and construction projects, and accounted for using the perpetual method, with cost determined as follows:

- Materials, goods: Cost comprises costs of purchase, costs of conversion and any directly attributable costs of bringing the inventories to their present location and condition;
- Finished products: Cost comprises cost of direct materials and labor plus attributable overhead based on the normal level of activities.

Net realizable value is the estimated selling price less the estimated costs of completing the products and the estimated costs needed for their consumption.

Provision for decline in value of inventories is made for each kind of inventories when the net realizable value of that kind of inventories is less than cost.

4.4 Tangible fixed assets

Cost

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of tangible assets comprises their purchase price and all the costs incurred by the Company to acquire those assets as of the time of putting such assets into the ready-for-use state. The costs incurred after the initial recognition of tangible fixed asset shall be recorded as increase in their historical cost if these costs are certain to augment future economic benefits obtained from the use of those assets. Those incurred costs which fail to meet this requirement must be recognized as production and business expenses in the period.

Depreciation

Depreciation of tangible fixed assets is calculated on a straight-line basis over their estimated useful lives. The depreciation period is in conformity with Circular No. 45/2013/TT-BTC dated 25/4/2013 by the Ministry of Finance. Details are as follows:

<u>Kinds of assets</u>	<u>Depreciation period (years)</u>
Buildings, architectures	5 - 25
Machinery, equipment	3 - 10
Motor vehicles, transmission equipment	6 - 8
Office equipment	3

4.5 Intangible fixed assets

Cost

Intangible fixed assets are stated at cost less accumulated amortization.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

The cost of intangible fixed assets comprises all the costs incurred by the Company to acquire those assets as of the time of putting such assets into the ready-for-use state.

Amortization

Intangible fixed assets are amortized on a straight-line basis over their estimated useful lives. The amortization period is in conformity with Circular No. 45/2013/TT-BTC dated 25/04/2013 by the Ministry of Finance. Details are as follows:

<u>Kind of assets</u>	<u>Amortization period (years)</u>
Computer software	3 - 5

4.6 Investments in associates

An associate is an entity over which the Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the associate but not control or joint control over those policies. An entity is considered as an associate if the Company holds (directly or indirectly) from 20% to under 50% voting shares of the entity.

Investments in associates are recorded at cost less provision. Dividends and profits received in money or non-monetary asset for the period before the investment date shall be recorded as a decrease in value of investment.

Provision

Provision for investments in associates is made if these investments are impaired or the investees suffer losses leading to the irrecoverability of the Company's investments.

With regards to the investees who are required to prepare the consolidated financial statements, the provision is made based on the consolidated financial statements. For other cases, the provision is made based on the financial statements of the investees.

4.7 Prepaid expenses

Prepaid expenses are reported as short-term or long-term prepaid expenses. These are expenditures that have been incurred but related to the operations of many accounting periods. The Company's primary prepayments are as follows:

- Costs of tools and instruments being put into use are amortized in accordance with the straight-line method for a period ranging from 1 year to 3 years.
- Other prepaid expenses: The Company selects appropriate method and criteria of allocation over the period in which economic benefits are expected to be received based on the nature and extent of the prepaid expenses.

4.8 Payables

Payables include trade payables and other payables.

- Trade payables are trade-related amounts, arising from trading activities between the company and its suppliers;
- Other payables are non-trade amounts, which are not related to trading activities, intra-company transactions.

Payables are recognized at cost and reported as short-term and long-term payables based on the remaining terms at the balance sheet date.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Payables are monitored according to their creditors, principal terms, remaining terms and original currencies.

4.9 Accrued expenses

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

4.10 Loans and finance lease liabilities

Loans and finance lease liabilities are recorded at cost and classified into current and non-current liabilities based on the remaining terms at the balance sheet date.

The Company monitors loans and finance lease liabilities according to their creditors, loan agreements, principal terms, remaining terms and original currencies.

Borrowing costs

Borrowing costs comprise interest and other costs that the Company incurs in connection with the borrowing of funds. Borrowing costs are recognized as an expense in the period in which they are incurred, except to the extent that they qualify the conditions to be capitalized in accordance with Accounting Standard "Borrowing costs".

Borrowing costs associated with a particular borrowing for the purpose of investing in, constructing or forming a qualifying asset shall be capitalized as part of the cost of that asset. For general borrowing funds, the borrowing costs eligible for capitalization in the period shall be determined by applying a capitalization rate to the weighted average accumulated costs incurred for the construction or production of the qualifying asset.

Capitalization of borrowing costs shall be suspended during extended periods in which it suspends active development of a qualifying asset, except to the extent that the suspension is necessary. Capitalization shall be ceased when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are complete.

4.11 Provision for payables

Provision for payables is a present obligation (legal or constructive) of the Company as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. A provision is recognized when a reliable estimate can be made on the amount of the obligation.

4.12 Owners' equity

Share capital represents the amount of capital actually contributed by shareholders.

Share premium

Share premium reflects the difference between the issue price and par value of the shares issued, costs directly related to the issuance of shares; difference between the re-issue price and book value, costs directly related to the re-issuance of shares; the capital component of convertible bonds as they fall due.

Profit distribution

Profit after corporate income tax is available for appropriation to funds and to shareholders as provided for in the Company's Charter or Resolutions of the General Meeting of Shareholders.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

The dividends to be paid to the shareholders shall not exceed the undistributed profit after tax and with consideration of non-monetary items in undistributed post-tax profits that may affect cash flow and ability to pay dividends.

4.13 Recognition of revenue and other income

- Revenue from construction contracts is recognized as follows:
 - ✓ Where a construction contract stipulates that the contractor is allowed to make payments according to the set schedule, and when the results of contract performance can be reliably estimated, revenue and costs related to the contract shall be recognized based on the portion of work completed.
 - ✓ Where a construction contract stipulates that the contractor is allowed to make payments according to the value of work completed, and when the results of contract performance can be reliably estimated, revenue and costs related to the contract shall be recognized based on the portion of work completed and certified by the customers during the reporting period.
- Revenue from sales and service provision is recognized to the extent that it is probable to obtain economic benefits, it can be reliably measured and the following conditions are also met:
 - ✓ Revenue from the sale of goods is recognized in the income statement when the significant risks and rewards of ownership have been transferred to the buyer and there are no significant uncertainties regarding recovery of the consideration due or the likely return of goods.
 - ✓ Revenue from service provision is recognized when the services have been rendered. In case that the services are to be provided in many accounting periods, the determination of revenue in each period is done on the basis of the service completion rate as of the balance sheet date.
- Revenue from financing activities is recognized when revenue is determined with relative certainty and it is possible to obtain economic benefits from the transactions.
 - ✓ Interest is recognized on the basis of the actual term and interest rates.
 - ✓ Dividends and profits shared are recognized when the Company has the rights to receive dividends or profit from the capital contribution.
- Other income is the income derived out of the Company's scope of business and recognized when it can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the Company.

4.14 Cost of goods sold

Cost of products, goods sold and services rendered shall be recognized in the correct accounting period in accordance with the matching principle and conservatism principle.

Costs of inventories and services rendered which are incurred in excess of the ordinary level shall be charged out to cost of goods sold in the period, not to the production cost of goods and services.

4.15 Financial expenses

Financial expenses reflect expenses or losses related to financial investment activities: interest expense, provision for loss from investment in other entities, loss from sale of foreign currency, foreign exchange loss and other expenses attributable to investing activities.

4.16 Selling expenses, administrative expenses

Selling expenses reflect expenses actually incurred in process of selling products, goods, rendering services.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Administrative expenses recognized are expenses actually incurred related to the overall administration of enterprises.

4.17 Current corporate income tax expense

Current income tax is the tax amount computed based on the taxable income in the period at the tax rates ruling at the balance sheet date. The difference between taxable income and accounting profit is due to the adjustments of temporary differences between tax and accounting figures as well as those of non-taxable or non-deductible income and expenses.

4.18 Financial instruments

Initial recognition

Financial assets

A financial asset is recognized initially at cost plus transaction costs directly attributable to the acquisition of the asset. The Company's financial assets comprise cash on hand, cash in bank, trade receivables and other receivables.

Financial liabilities

A financial liability is recognized initially at cost plus transaction costs directly attributable to the issuance of such liability. The Company's financial liabilities comprise borrowings, trade payables, accrued expenses and other payables.

Subsequent measurement

Currently, there has been no requirement for subsequent measurement of financial instruments.

4.19 Applicable tax rates and charges payable to the State Budget

- Value-added tax (VAT): A VAT rate of 10% is applied to mechanical products and electrical equipment; From 01/01/2025 to 30/06/2025, the Company applied a VAT rate of 8% in accordance with the Government's Decree No. 180/2024/ND-CP dated 31/12/2024. Other products are subject to the prevailing VAT rates.
- Corporate income tax (CIT): CIT is levied at a rate of 20%.
- Other taxes and obligations are fulfilled in accordance with prevailing regulations.

4.20 Related parties

Parties are considered to be related if one party has the ability to (directly or indirectly) control the other party or exercise significant influence over the other party in making financial or operational decisions.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Currency: VND

5. Cash

	30/06/2025	01/01/2025
Cash on hand	225,579,000	103,857,230
Bank demand deposit	25,043,687,435	30,063,043,888
Total	25,269,266,435	30,166,901,118

6. Short-term trade receivables

	30/06/2025	01/01/2025
Lilama 10 Joint Stock Company	29,946,013,003	37,058,620,315
Central Power Projects Management Board	3,800,857,740	20,234,615,292
Song Luy Energy Joint Stock Company	4,283,443,910	4,283,443,910
Dong Anh Steel Tower Manufacturing Co., Ltd	10,802,289,909	-
Long Viet Joint Stock Company	7,608,059,388	-
Other customers	30,796,777,636	38,308,091,282
Total	87,237,441,586	99,884,770,799

Value of trade receivables pledged as collateral for borrowings as at 30/06/2025 was VND18,410,349,927.

7. Short-term prepayments to suppliers

	30/06/2025	01/01/2025
Song Tien Construction JSC	2,087,201,619	2,173,678,130
MTS JSC	3,908,593,750	2,170,593,750
Hoa Cam Industrial Zone Investment Joint Stock Company	1,596,990,711	1,596,990,711
Other suppliers	1,382,894,198	3,316,219,834
Total	8,975,680,278	9,257,482,425

8. Other receivables

a. Short-term

	30/06/2025		01/01/2025	
	Value	Provision	Value	Provision
Deposits	2,551,997,890	-	2,892,526,974	-
Advances	398,437,213	-	311,066,934	-
Other receivables	61,029,806	-	25,430,167	-
Total	3,011,464,909	-	3,229,024,075	-

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

b. Long-term

	30/06/2025		01/01/2025	
	Value	Provision	Giá trị	Dự phòng
Deposits	1,095,635,473	-	1,457,582,722	-
Total	1,095,635,473	-	1,457,582,722	-

9. Inventories

	30/06/2025		01/01/2025	
	Cost	Provision	Cost	Provision
Materials	11,150,631,523	-	14,956,876,288	-
Tools and instruments	62,506,658	-	62,581,393	-
Work in progress	49,105,478,781	-	67,445,025,931	-
Finished products	90,244,535	-	90,244,535	-
Merchandise goods	121,586,801	-	121,586,801	-
Total	60,530,448,298	-	82,676,314,948	-

- No inventories were unsaleable, of poor quality, or slow-moving as at 30/06/2025.
- No inventories were pledged as security for borrowings as at 30/06/2025.

10. Prepaid expenses

a. Short-term

	30/06/2025	01/01/2025
Repair expenses	413,536,144	652,163,621
Vehicle inspection and insurance fees	55,197,092	45,042,144
Others	721,570,914	284,740,814
Total	1,190,304,150	981,946,579

b. Long-term

	30/06/2025	01/01/2025
Tools and instruments pending allocation	760,986,158	1,040,312,554
Infrastructure usage expenses	1,188,616,564	1,018,814,198
Asset repair expenses	1,117,695,589	778,172,304
Other expenses	228,736,842	8,717,616
Total	3,296,035,153	2,846,016,672

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

11. Taxes and amounts receivable from/payable to the State

	Opening balance		Amount to be paid	Actual amount paid	Closing balance	
	Receivable	Payable			Receivable	Payable
Value-added tax	40,000,000	-	-	-	40,000,000	-
Corporate income tax	95,111,531	-	403,579,237	-	-	308,467,706
Personal income tax	-	15,031,168	420,055,558	420,930,534	-	14,156,192
Other taxes	-	-	4,000,000	4,000,000	-	-
Total	135,111,531	15,031,168	827,634,795	424,930,534	40,000,000	322,623,898

The Company's tax returns would be subject to inspection by the tax authorities. The tax amounts reported in these financial statements could be changed upon final determination by the tax authorities.

12. Tangible fixed assets

	Buildings, architectures VND	Machinery, equipment VND	Motor vehicles transmission equip. VND	Office equipment VND	Total VND
Cost					
Opening balance	49,410,747,539	58,100,215,131	14,323,260,671	1,781,063,118	123,615,286,459
Increases	-	771,375,000	-	-	771,375,000
Disposals	-	257,742,400	-	-	257,742,400
Closing balance	49,410,747,539	58,613,847,731	14,323,260,671	1,781,063,118	124,128,919,059
Depreciation					
Opening balance	44,404,744,413	51,137,639,938	13,078,736,759	407,471,682	109,028,592,792
Charge for the period	529,907,730	1,227,417,339	266,983,176	101,815,074	2,126,123,319
Disposals	-	115,706,463	-	-	115,706,463
Closing balance	44,934,652,143	52,249,350,814	13,345,719,935	509,286,756	111,039,009,648
Net book value					
Opening balance	5,006,003,126	6,962,575,193	1,244,523,912	1,373,591,436	14,586,693,667
Closing balance	4,476,095,396	6,364,496,917	977,540,736	1,271,776,362	13,089,909,411

- Tangible fixed assets with a carrying amount of VND1,689,941,588 as at 30/06/2025 were pledged as security for borrowings.
- Cost of tangible fixed assets fully depreciated but still in use as at 30/06/2025 was VND88,346,574,761.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

13. Intangible fixed assets

	Accounting software VND
Cost	
Opening balance	93,333,653
Increases	-
Decreases	-
Closing balance	93,333,653
Amortization	
Opening balance	93,043,330
Charge for the period	290,323
Decreases	-
Closing balance	93,333,653
Net book value	
Opening balance	290,323
Closing balance	-

Cost of intangible fixed assets fully amortized but still in use as at 30/06/2025 was VND93,333,653.

14. Construction in progress

	30/06/2025	01/01/2025
Shot blasting room renovation	84,365,315	84,365,315
2×1T overhead crane repair	300,881,146	-
Zinc coating workshop repair – Zone A	-	616,007,505
Total	385,246,461	700,372,820

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

15. Long-term financial investments

	Operational status	% of equity	% of voting rights	30/06/2025			01/01/2025		
				Cost	Provision	Fair value	Cost	Provision	Fair value
Investment in associate				1,774,439,303	1,752,201,306		1,774,439,303	1,751,084,864	
<i>Truong Thong Trading Co., Ltd</i>	<i>Operating</i>	49%	49%	1,774,439,303	1,752,201,306	(*)	1,774,439,303	1,751,084,864	(*)
Total				1,774,439,303	1,752,201,306		1,774,439,303	1,751,084,864	

(*) At the date of these financial statements, the Company has no reliable reference data about the fair value of this investment.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

16. Short-term trade payables

	30/06/2025	01/01/2025
Central Vietnam Metal Corporation	3,164,535,839	6,845,612,793
Hoang Vu Chemical & Trading Co., Ltd	2,648,051,120	2,543,659,680
Ngoc Anh Metallic Joint Stock Company	2,724,411,040	-
Thai Nguyen Company Limited	1,982,735,700	1,818,973,200
Other suppliers	13,853,043,280	21,048,789,272
Total	24,372,776,979	32,257,034,945

17. Short-term advances from customers

	30/06/2025	01/01/2025
Song Da N05 Joint-Stock Company	18,030,342,191	29,961,639,240
PC1 Group Joint Stock Company	13,145,669,107	20,088,000,621
Other customers	2,179,976,576	5,505,061,416
Total	33,355,987,874	55,554,701,277

18. Short-term accrued expenses

	30/06/2025	01/01/2025
Loan interest	37,505,175	55,883,665
Land rent	2,540,666,295	2,177,714,109
Others	461,198,623	189,171,636
Total	3,039,370,093	2,422,769,410

19. Other short-term payables

	30/06/2025	01/01/2025
Trade union fees	283,160,126	197,937,278
Remuneration of the Board of Directors, Board of Supervisor	45,000,000	45,000,000
Other payables	407,667,473	325,503,257
Total	735,827,599	568,440,535

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

20. Short-term loans and finance lease liabilities

	Opening balance	Increases	Decreases	Closing balance
Short-term loans	47,253,504,559	79,168,375,879	91,861,025,776	34,560,854,662
- BIDV - South Da Nang Branch	27,822,212,095	32,799,433,326	36,357,227,347	24,264,418,074
- TPBank - Da Nang Branch	11,974,051,218	37,975,041,555	42,726,885,509	7,222,207,264
- MSB	7,457,241,246	8,393,900,998	12,776,912,920	3,074,229,324
Current portion of long-term loans	-	-	-	-
Total	47,253,504,559	79,168,375,879	91,861,025,776	34,560,854,662

21. Provision for payables

a. Short-term

	30/06/2025	01/01/2025
Provision for product warranties	1,265,402,163	653,872,330
Total	1,265,402,163	653,872,330

b. Long-term

	30/06/2025	01/01/2025
Provision for product warranties	9,530,289,005	9,514,997,796
Total	9,530,289,005	9,514,997,796

22. Owners' equity

a. Statement of changes in owners' equity

	Share capital	Share premium	Undistributed profit after tax
As at 01/01/2024	80,000,000,000	3,680,199,000	2,449,047,317
Increase in the year	-	-	7,819,705,878
Decrease in the year	-	-	-
As at 31/12/2024	80,000,000,000	3,680,199,000	10,268,753,195
As at 01/01/2025	80,000,000,000	3,680,199,000	10,268,753,195
Increase in the period	-	-	1,398,165,501
Decrease in the period	-	-	-
As at 30/06/2025	80,000,000,000	3,680,199,000	11,666,918,696

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

b. Shares

	30/06/2025 Shares	01/01/2025 Shares
Number of shares authorized to be issued	8,000,000	8,000,000
Number of shares issued to the public	8,000,000	8,000,000
- Common shares	8,000,000	8,000,000
- Preferred shares (classified as equity)		-
Number of outstanding shares	8,000,000	8,000,000
- Common shares	8,000,000	8,000,000
- Preferred shares (classified as equity)		
Par value of outstanding shares: VND10,000 each		

c. Undistributed profit after tax

	First 6 months of 2025	Year 2024
Profit brought forward	10,268,753,195	2,449,047,317
Profit after corporate income tax for the current period	1,398,165,501	7,819,705,878
Distribution of profit	-	-
Undistributed profit after tax	11,666,918,696	10,268,753,195

23. Off-balance sheet items – Foreign currencies

		30/06/2025	01/01/2025
Foreign currencies	USD	58,049.43	5,194.68
	LAK	588,471,427	1,342,269,082

24. Revenue from sale and service provision

	First 6 months of 2025	First 6 months of 2024
Sales of mechanical products	142,914,351,229	279,253,231,467
Sales of supplies, goods and other business activities	4,402,316,177	4,199,161,093
Total	147,316,667,406	283,452,392,560

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

25. Cost of goods sold

	First 6 months of 2025	First 6 months of 2024
Cost of mechanical products	130,926,902,894	260,592,156,711
Cost of supplies, goods and other business activities	4,510,109,299	3,370,145,392
Total	135,437,012,193	263,962,302,103

26. Financial income

	First 6 months of 2025	First 6 months of 2024
Interest income from bank deposits	11,044,664	65,670,341
Foreign exchange gains	49,670,678	79,345,849
Total	60,715,342	145,016,190

27. Financial expenses

	First 6 months of 2025	First 6 months of 2024
Loan interest	1,588,991,526	2,983,598,964
Foreign exchange losses	73,206,019	35,797,662
Provision for investment loss	1,116,442	1,116,442
Total	1,663,313,987	3,020,513,068

28. Selling expenses

	First 6 months of 2025	First 6 months of 2024
Provision for product warranties	626,821,042	5,580,501,491
Total	626,821,042	5,580,501,491

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

29. Administrative expenses

	First 6 months of 2025	First 6 months of 2024
Staff costs	4,520,816,864	4,885,812,356
Other expenses	3,111,571,020	3,090,962,353
Total	7,632,387,884	7,976,774,709

30. Other income

	First 6 months of 2025	First 6 months of 2024
Electricity charge collected from rented canteen	13,536,293	14,475,768
Value of recovered fixed assets	62,595,000	-
Other income	925	5,009
Total	76,132,218	14,480,777

31. Other expenses

	First 6 months of 2025	First 6 months of 2024
Electricity and water expenses	10,896,844	11,374,703
Residual value of dismantled assets	142,035,937	-
Electricity and environmental fines	139,299,998	-
Other expenses	2,343	2,546,896
Total	292,235,122	13,921,599

32. Current corporate income tax expense

	First 6 months of 2025	First 6 months of 2024
Accounting profit before tax	1,801,744,738	3,057,876,557
Adjustments for taxable income	216,151,449	764,701,510
Incremental adjustments (non-allowable expenses)	216,151,449	764,701,510
Decremental adjustments	-	-
Total taxable income	2,017,896,187	3,822,578,067
Losses carried forward	-	(3,822,578,067)
Current corporate income tax expense	403,579,237	-

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

33. Basic, diluted earnings per share

	First 6 months of 2025	First 6 months of 2024
Profit after corporate income tax	1,398,165,501	3,057,876,557
Incremental or decremental adjustments to profit after tax	-	-
Profit or loss attributable to common shareholders	1,398,165,501	3,057,876,557
Average number of common shares outstanding in the period	8,000,000	8,000,000
Basic, diluted earnings per share	175	382

34. Operating expenses by elements

	First 6 months of 2025	First 6 months of 2024
Materials expenses	81,625,632,551	233,001,838,265
Labor costs	20,584,015,424	22,963,253,479
Depreciation and amortization of fixed assets	2,126,413,642	1,871,880,624
Outside service expenses	13,713,096,125	31,186,580,300
Other cash expenses	5,126,691,179	1,840,445,491
Total	123,175,848,921	290,863,998,159

35. Segment reporting

According to Vietnamese Accounting Standard No. 28 and the relevant guidelines, the Company is required to prepare segment reporting. Accordingly, a business segment is a distinguishable component of the Company that is engaged in providing related products or service (business segment) or providing goods or services in a specific economic environment (segment by geographical area) and that is subject to risks and returns that are different from those of other business segment.

Based on the Company's actual operations, the Management assesses that the Company's principal business segment is the supply of mechanical products. Other business segments account for less than 10% of total revenue. Therefore, the Company does not prepare segment reports by business line. Revenue and cost of sales for each business activity are presented in Notes 24 and 25. The Company operates in a single main geographical segment, which is Da Nang City, Vietnam. Accordingly, the Company does not prepare segment reports by geographical area.

36. Financial instruments

a. Capital risk management

The Company manages its capital to ensure that it will be able to continue as a going concern while maximizing the return to shareholders through the optimization of the debt and equity balance.

b. Financial risk management

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Market risk management: The Company's activities expose it primarily to the financial risks of changes in interest rates, exchange rates, and prices.

Interest rate risk management

The Company's interest rate risk mainly derives from interest bearing loans which are arranged. To minimize this risk, the Company has estimated the impact of interest expenses to its periodic business results as well as making analysis and projection to select appropriate time to repay the loans. The Management assesses that uncontrollable risks arising from fluctuations of interest rates are low.

Exchange rate risk management

The Company engages in sale and purchase transactions denominated in foreign currency, resulting in exposures to exchange rate fluctuations. However, the number of such transactions is relative low, and this risk managed by the Company through measures such as optimizing the time for repayment of debts, selecting the appropriate time for foreign currency purchases and payments, projecting future exchange rates and optimizing the use of available funds to balance the exchange rate risk and liquidity risk.

Book value of foreign currency financial instruments at the end of the period is as follows:

		30/06/2025	01/01/2025
Foreign currencies	USD	58,049.43	5,194.68
	LAK	588,471,427	1,342,269,082

Price risk management

The input materials at the Company are primarily steel and zinc used to manufacture mechanical products for hydropower projects and steel pole products. To manage this risk, the Company seeks suppliers who offer the lowest possible prices and places large orders to take advantage of preferential pricing policies. Additionally, the Company monitors market fluctuations to ensure a consistent source of input materials at the most reasonable price.

Credit risk management

The Company's main customers are Management Boards of hydropower projects and main contractors directly executing power projects under the management of Vietnam Electricity. Most of them are traditional customers who generate regular transactions. For new customers, the Company assesses their financial position before signing product supply contracts and increases the advance payment ratio. The Company also regularly assesses and classifies receivables, actively recovering debts and may initiate civil lawsuits against debtors who fail to pay on time

Liquidity risk management

To ensure the availability of funds to meet present and future financial obligations, the Company manages liquidity risk by regularly monitoring and maintaining sufficient cash reserve, optimizing cash flows, making use of credit from customers and counterparties, controlling maturing liabilities in relative to maturing assets and the amount of funds that can be generated within that period.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

The Company's aggregate financial liabilities are categorized in line with their maturity as follows:

30/06/2025	Within 1 year	Over 1 year	Total
Trade payables	24,372,776,979	-	24,372,776,979
Accrued expenses	3,039,370,093	-	3,039,370,093
Loans and finance lease liabilities	34,560,854,662	-	34,560,854,662
Other payables	452,667,473	-	452,667,473
Total	62,425,669,207	-	62,425,669,207
01/01/2025	Within 1 year	Over 1 year	Total
Trade payables	32,257,034,945	-	32,257,034,945
Accrued expenses	2,422,769,410	-	2,422,769,410
Loans and finance lease liabilities	47,253,504,559	-	47,253,504,559
Other payables	370,503,257	-	370,503,257
Total	82,303,812,171	-	82,303,812,171

The Management assesses that the Company is not exposed to liquidity risk and believes that the Company can generate sufficient funds to meet its financial obligations as they fall due.

The Company's available financial assets are drawn up on a net asset basis as follows:

30/06/2025	Within 1 year	Over 1 year	Total
Cash and cash equivalents	25,269,266,435	-	25,269,266,435
Trade receivables	85,571,329,332	-	85,571,329,332
Other receivables	2,613,027,696	1,095,635,473	3,708,663,169
Total	113,453,623,463	1,095,635,473	114,549,258,936
01/01/2025	Within 1 year	Over 1 year	Total
Cash and cash equivalents	30,166,901,118	-	30,166,901,118
Trade receivables	98,218,658,545	-	98,218,658,545
Other receivables	2,917,957,141	1,457,582,722	4,375,539,863
Total	131,303,516,804	1,457,582,722	132,761,099,526

37. Information on related parties

a. Related parties

	Relationship
Truong Thong Trading Co., Ltd	Associated company
Austdoor Group Joint Stock Company	Common member of the Board of Directors
Austwood Quang Tri Joint Stock Company	Common member of the Board of Directors
Tien Phong Nam Mien Trung Trading and Manufacturing JSC	Common member of the Board of Directors

NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

b. Significant transactions with related parties

	Transaction	First 6 months of 2025	First 6 months of 2024
Tien Phong Nam Mien Trung Trading and Manufacturing JSC	Sale of goods	2,673,840,100	-

c. Outstanding balances with related parties

Related party	Item	30/06/2025	01/01/2025
Truong Thong Trading Co., Ltd	Trade receivables	571,751,852	571,751,852
Tien Phong Nam Mien Trung Trading and Manufacturing JSC	Trade receivables	2,284,981,847	122,358,601

d. Income of key management members

Transactions	Position	First 6 months of 2025	First 6 months of 2024
Salary of Board of Directors			
- Mr. Nguyen Huu Thang	Chairman (Executive)	228,446,969	212,274,885
Remuneration of Board of Directors			
- Mr. Phan Ngoc Hieu	Member	18,000,000	18,000,000
- Mr. Dang Phan Tuong	Member	18,000,000	18,000,000
- Mr. Duong Quoc Tuan	Member	18,000,000	18,000,000
Salary and remuneration of Board of Supervisors		228,886,080	203,268,944
Salary of Management			
- Mr. Le Thanh Lam	General Director	192,875,313	181,426,074
- Mr. Ngo Han	Deputy General Director	146,149,169	140,784,296
- Mr. Le Dinh Phuoc Toan	Deputy General Director	161,744,785	142,358,113
- Ms. Phan Huynh Tuyet Trinh	Chief Accountant	152,262,117	144,448,119

38. Events after the balance sheet date

There have been no significant events occurring after the balance sheet date which would require adjustments or disclosures to be made in the interim financial statements.

39. Corresponding figures

Corresponding figures of the interim balance sheet were taken from the financial statements for the year ended 31/12/2024. Corresponding figures of the interim income statement and the interim statement of cash flows were taken from the interim financial statements for the first 6 months of the year 2024. These financial statements were audited and reviewed by AAC.



Le Thanh Lam
General Director
Da Nang, 12 August 2025

Phan Huynh Tuyet Trinh
Chief Accountant

Nguyen Thi Thanh Phuc
Preparer