

**QUANG NAM MINERAL INDUSTRY CORPORATION**  
*(Incorporated in the Socialist Republic of Vietnam)*

## **AUDITED SEPARATE FINANCIAL STATEMENTS**

**For the year ended 31 December 2024**

**QUANG NAM MINERAL INDUSTRY CORPORATION**

Ha Lam - Cho Duoc Industrial Cluster, Binh Phuc Commune, Thang Binh District,  
Quang Nam Province, Vietnam

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## QUANG NAM MINERAL INDUSTRY CORPORATION

Ha Lam - Cho Duoc Industrial Cluster, Binh Phuc Commune, Thang Binh District,  
Quang Nam Province, Vietnam

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### STATEMENT OF THE BOARD OF MANAGEMENT

The Board of Management of Quang Nam Mineral Industry Corporation (the “Company”) presents this report together with the Company’s separate financial statements for the year ended 31 December 2024.

### THE BOARDS OF DIRECTORS AND MANAGEMENT

The members of the Boards of Directors and Management of the Company during the year and to the date of this report are as follows:

#### Board of Directors

Ms. Le Thi Thu Huong	Chairman
Mr. Pham Ngoc An	Member
Mr. Nguyen The Lam	Member
Mr. Nguyen Van Viet	Member (request for resignation on 10 February 2025)
Mr. Nguyen Anh Nguyen	Member

#### Board of Management

Mr. Pham Ngoc An	General Director
Mr. Tran Thanh Son	Deputy General Director

### BOARD OF MANAGEMENT’S STATEMENT OF RESPONSIBILITY

The Board of Management of the Company is responsible for preparing the separate financial statements, which give a true and fair view of the financial position of the Company as at 31 December 2024, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting. In preparing these separate financial statements, the Board of Management 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 Management 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 Management 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 financial statements.



**QUANG NAM MINERAL INDUSTRY CORPORATION**

Ha Lam - Cho Duoc Industrial Cluster, Binh Phuc Commune, Thang Binh District,  
Quang Nam Province, Vietnam

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**STATEMENT OF THE BOARD OF DIRECTORS (Continued)**

**APPROVAL FOR FINANCIAL STATEMENTS**

The Board of Directors approved the accompanying separate financial statements, which present fairly, in all material respects, the financial position of the Company as at 31 December 2024, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to separate financial reporting.

For and on behalf of the Board of Directors and Management,



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**Pham Ngoc An**

**Member of the Board of Directors**

**General Director**

*27 March 2025*



No.: 0845 /VN1A-HN-BC

## INDEPENDENT AUDITORS' REPORT

**To: The Shareholders  
The Board of Directors and Board of Management  
Quang Nam Mineral Industry Corporation**

We have audited the accompanying separate financial statements of Quang Nam Mineral Industry Corporation (the "Company"), prepared on 27 March 2025 as set out from page 05 to page 32, which comprise the balance sheet as at 31 December 2024, the statement of income and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### ***The Board of Management's Responsibility for the Financial Statements***

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

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these separate financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the separate financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the separate financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board of Management, as well as evaluating the overall presentation of the separate financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## INDEPENDENT AUDITORS' REPORT (Continued)

### *Opinion*

In our opinion, the separate financial statements present fairly, in all material respects the financial position of the Company as at 31 December 2024, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.



Phạm Nam Phong  
Deputy General Director  
Audit Practising Registration Certificate  
No. 0929-2024-001-1

Vu Van Hung  
Auditor  
Audit Practising Registration Certificate  
No. 5070-2024-001-1

**DELOITTE VIETNAM AUDIT COMPANY LIMITED**

27 March 2025  
Hanoi, S.R. Vietnam

## BALANCE SHEET

As at 31 December 2024

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
<b>A. CURRENT ASSETS</b>	<b>100</b>		<b>54,063,065,768</b>	<b>47,056,947,891</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>4</b>	<b>2,841,998,408</b>	<b>718,906,709</b>
1. Cash	111		1,941,998,408	718,906,709
2. Cash equivalents	112		900,000,000	-
<b>II. Short-term financial investments</b>	<b>120</b>	<b>5</b>	<b>2,770,000,000</b>	<b>2,770,000,000</b>
1. Held-to-maturity investments	123		2,770,000,000	2,770,000,000
<b>III. Short-term receivables</b>	<b>130</b>		<b>42,685,472,581</b>	<b>34,432,158,631</b>
1. Short-term trade receivables	131	6	36,038,543,752	22,557,800,580
2. Short-term advances to suppliers	132	7	5,904,659,591	7,301,998,696
3. Short-term loan receivables	135	31	-	750,000,000
4. Other short-term receivables	136	8	1,991,724,101	4,506,105,340
5. Provision for short-term doubtful debts	137	9	(1,249,454,863)	(683,745,985)
<b>IV. Inventories</b>	<b>140</b>	<b>10</b>	<b>3,053,417,699</b>	<b>6,143,103,239</b>
1. Inventories	141		3,608,329,585	6,143,103,239
2. Provision for devaluation of inventories	149		(554,911,886)	-
<b>V. Other short-term assets</b>	<b>150</b>		<b>2,712,177,080</b>	<b>2,992,779,312</b>
1. Short-term prepayments	151	11	1,291,536,594	1,030,690,843
2. Value added tax deductibles	152		-	449,912,368
3. Taxes and other receivables from the State budget	153	12	1,420,640,486	1,512,176,101

The accompanying notes are an integral part of these separate financial statements



## BALANCE SHEET (Continued)

As at 31 December 2024

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
<b>B. NON-CURRENT ASSETS</b>	<b>200</b>		<b>120,361,710,961</b>	<b>120,061,551,337</b>
<b>I. Long-term receivables</b>	<b>210</b>		<b>47,706,789,300</b>	<b>41,415,472,832</b>
1. Other long-term receivables	216	8	47,706,789,300	41,415,472,832
<b>II. Fixed assets</b>	<b>220</b>		<b>59,859,521,930</b>	<b>64,976,842,726</b>
1. Tangible fixed assets	221	13	34,484,206,141	36,450,112,857
- Cost	222		101,525,309,026	98,956,073,425
- Accumulated depreciation	223		(67,041,102,885)	(62,505,960,568)
2. Finance lease assets	224	14	25,375,315,789	28,526,729,869
- Cost	225		30,174,863,075	30,174,863,075
- Accumulated depreciation	226		(4,799,547,286)	(1,648,133,206)
3. Intangible assets	227		-	-
- Cost	228		204,669,960	204,669,960
- Accumulated amortisation	229		(204,669,960)	(204,669,960)
<b>III. Long-term assets in progress</b>	<b>240</b>		<b>2,775,739,704</b>	<b>5,070,140,072</b>
1. Construction in progress	242	15	2,775,739,704	5,070,140,072
<b>IV. Long-term financial investments</b>	<b>250</b>	<b>5</b>	<b>1,929,386,364</b>	<b>2,117,729,137</b>
1. Investments in subsidiaries	251		10,150,000,000	6,250,000,000
2. Equity investments in other entities	253		1,568,600,000	1,568,600,000
3. Provision for impairment of long-term financial investments	254		(9,789,213,636)	(7,080,870,863)
4. Held-to-maturity investments	255		-	1,380,000,000
<b>V. Other long-term assets</b>	<b>260</b>		<b>8,090,273,663</b>	<b>6,481,366,570</b>
1. Long-term prepayments	261	11	8,074,151,663	6,465,244,570
2. Other long-term assets	268		16,122,000	16,122,000
<b>TOTAL ASSETS (270=100+200)</b>	<b>270</b>		<b>174,424,776,729</b>	<b>167,118,499,228</b>

The accompanying notes are an integral part of these separate financial statements



**BALANCE SHEET (Continued)**

As at 31 December 2024

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
<b>C. LIABILITIES</b>	<b>300</b>		<b>80,700,909,467</b>	<b>84,170,479,898</b>
<b>I. Current liabilities</b>	<b>310</b>		<b>76,722,911,868</b>	<b>74,193,585,595</b>
1. Short-term trade payables	311	16	10,276,227,498	14,211,819,763
2. Short-term advances from customers	312		62,087,850	5,974,112,456
3. Taxes and amounts payable to the State budget	313	12	9,648,083,373	4,400,124,683
4. Payables to employees	314		2,028,416,802	2,256,444,975
5. Short-term accrued expenses	315	17	12,930,944,061	3,749,678,128
6. Other current payables	319		589,741,005	239,790,402
7. Short-term loans and obligations under finance leases	320	19	40,749,471,996	41,178,448,497
8. Short-term provisions	321	18	437,939,283	2,183,166,691
<b>II. Long-term liabilities</b>	<b>330</b>		<b>3,977,997,599</b>	<b>9,976,894,303</b>
1. Long-term loans and obligations under finance leases	338	20	3,977,997,599	9,976,894,303
<b>D. EQUITY</b>	<b>400</b>		<b>93,723,867,262</b>	<b>82,948,019,330</b>
<b>I. Owner's equity</b>	<b>410</b>	<b>21</b>	<b>93,723,867,262</b>	<b>82,948,019,330</b>
1. Owner's contributed capital	411		55,449,460,000	55,449,460,000
- Ordinary shares carrying voting rights	411a		55,449,460,000	55,449,460,000
2. Treasury shares	415		(413,094,230)	(413,094,230)
3. Other reserves	420		401,117,136	401,117,136
4. Retained earnings	421		37,067,221,856	26,291,373,924
- Retained earnings accumulated to the prior year end	421a		26,291,373,924	15,057,723,371
- Retained earnings of the current year	421b		10,775,847,932	11,233,650,553
5. Construction investment fund	422		1,219,162,500	1,219,162,500
<b>TOTAL RESOURCES (440=300+400)</b>	<b>440</b>		<b>174,424,776,729</b>	<b>167,118,499,228</b>

  
Trương Thao Nguyễn  
Preparer

  
Phan Minh Tuấn  
Chief Accountant



Phạm Ngọc An  
General Director

27 March 2025

The accompanying notes are an integral part of these separate financial statements

## INCOME STATEMENT

For the year ended 31 December 2024

Unit: VND

ITEMS	Codes	Notes	Current year	Prior year
1. Gross revenue from goods sold and services rendered	01	23	230,404,048,106	180,415,956,498
2. Net revenue from goods sold and services rendered (10=01)	10		230,404,048,106	180,415,956,498
3. Cost of sales	11	24	183,191,414,907	137,627,147,790
4. Gross profit from goods sold and services rendered (20=10-11)	20		47,212,633,199	42,788,808,708
5. Financial income	21	26	1,433,710,237	917,912,971
6. Financial expenses	22	27	6,315,209,816	5,492,652,343
- In which: Interest expense	23		3,603,347,043	3,107,497,668
7. Selling expenses	25	28	3,583,510,795	4,619,612,018
8. General and administration expenses	26	28	21,117,373,438	16,952,013,210
9. Operating profit (30=20+(21-22)-(25+26))	30		17,630,249,387	16,642,444,108
10. Other income	31		99	532,577,723
11. Other expenses	32	29	847,181,953	1,567,411,212
12. Losses from other activities (40=31-32)	40		(847,181,854)	(1,034,833,489)
13. Accounting profit before tax (50=30+40)	50		16,783,067,533	15,607,610,619
14. Current corporate income tax expense	51	30	6,007,219,601	4,373,960,066
15. Net profit after corporate income tax (60=50-51)	60		10,775,847,932	11,233,650,553



Trương Thao Nguyễn  
Preparer



Phan Minh Tuấn  
Chief Accountant




Phạm Ngọc An  
General Director

27 March 2025



**CASH FLOW STATEMENT**

*For the year ended 31 December 2024*

Unit: VND

ITEMS	Codes	Current year	Prior year
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
1. <i>Profit before tax</i>	01	16,783,067,533	15,607,610,619
2. <i>Adjustments for:</i>			
Depreciation and amortisation of fixed assets	02	7,686,556,397	7,329,519,150
Provisions	03	2,083,736,129	1,084,850,661
Gain from investing activities	05	(1,390,088,188)	(625,395,457)
Interest expense	06	3,603,347,043	3,107,497,668
3. <i>Operating profit before movements in working capital</i>	08	28,766,618,914	26,504,082,641
Changes in receivables	09	(15,190,928,605)	(15,511,817,430)
Changes in inventories	10	2,534,773,654	434,915,494
Changes in payables (excluding accrued loan interest and corporate income tax payable)	11	3,245,510,538	(21,538,272,772)
Changes in prepaid expenses	12	137,532,705	355,430,454
Interest paid	14	(3,607,326,310)	(3,096,004,059)
Corporate income tax paid	15	(4,324,342,136)	(5,141,898,429)
<i>Net cash generated by/(used in) operating activities</i>	20	11,561,838,760	(17,993,564,101)
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
1. Acquisition and construction of fixed assets and other long-term assets	21	(1,381,084,336)	(7,560,178,003)
2. Proceeds from sale, disposal of fixed assets and other long-term assets	22	-	12,285,105,922
3. Cash outflow for lending, buying debt instruments of other entities	23	-	(2,770,000,000)
4. Cash recovered from lending, selling debt instruments of other entities	24	2,130,000,000	-
5. Equity investments in other entities	25	(3,900,000,000)	-
6. Interest earned, dividends and profits received	27	140,210,480	104,340,000
<i>Net cash (used in)/generated by investing activities</i>	30	(3,010,873,856)	2,059,267,919

*The accompanying notes are an integral part of these separate financial statements*

**CASH FLOW STATEMENT (Continued)**

*For the year ended 31 December 2024*


Unit: VND

ITEMS	Codes	Current year	Prior year
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
1. Proceeds from borrowings	33	92,696,813,288	72,684,648,398
2. Repayment of borrowings	34	(93,326,782,958)	(61,082,416,357)
3. Repayment of obligations under finance leases	35	(5,797,903,535)	(2,662,270,040)
<b>Net cash (used in)/generated by financing activities</b>	<b>40</b>	<b>(6,427,873,205)</b>	<b>8,939,962,001</b>
 Net increase/(decrease) in cash (50=20+30+40)	<b>50</b>	<b>2,123,091,699</b>	<b>(6,994,334,181)</b>
 Cash at the beginning of the year	<b>60</b>	<b>718,906,709</b>	<b>7,713,240,890</b>
 Cash and cash equivalent at the end of the year (70=50+60)	<b>70</b>	<b>2,841,998,408</b>	<b>718,906,709</b>

  
 Trương Thao Nguyễn  
 Preparer

  
 Phan Minh Tuan  
 Chief Accountant



  
 Phạm Ngọc An  
 General Director

27 March 2025



**NOTES TO THE SEPARATE FINANCIAL STATEMENTS**

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

**1. GENERAL INFORMATION**

**Structure of ownership**

Quang Nam Mineral Industry Corporation (hereinafter referred to as the "Company") was established on the basis of equitization of State-owned enterprises (Mien Trung Industrial Company, formerly known as Quang Nam - Da Nang Industrial Sand and Export Enterprise, established in 1984) under Decision No. 5078/QĐ-UB dated 9 December 2004 of the Provincial People's Committee of Quang Nam Province.

The Company operates under Enterprise Registration Certificate No. 4000100139 issued by the Department of Planning and Investment of Quang Nam Province for the first time on 25 May 2005 and as amended, with the latest 13th amendment dated 21 November 2020.

The Company's shares were officially listed on the Hanoi Stock Exchange ("HNX") starting from 19 March 2025 with the code MIC.

The Company's headquarters and factory are located in Ha Lam – Cho Duoc Industrial Cluster, Binh Phuc Commune, Thang Binh District, Quang Nam Province.

The total number of employees of the Company as at December 31, 2024 is 92 (as of December 31, 2023: 92).

**Principal activities**

The Company's main activities are mining, processing, trading minerals and providing transportation services.

**Normal production and business cycle**

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

**The Company's structure**

As at 31 December 2024, the Company has 01 subsidiary as follow:

Name	Place of incorporation and operation	Proportion of ownership interest (%)	Proportion of voting power held (%)	Principal activity
Dai Loc Feldspar Company Limited	Quang Nam Province	100	100	Mineral mining

During the year, the Company completed the additional capital contribution to Dai Loc Feldspar Company Limited according to Decision No. 09/QĐ-KNKS of the Board of Directors of the Company dated 27 June 2024 with a contributed amount of VND 3,900,000,000.

**Disclosure of information comparability in the separate financial statements**

Comparative figures are the figures of the audited financial statements for the year ended 31 December 2023.

**2. ACCOUNTING CONVENTION AND FINANCIAL YEAR**

**Accounting convention**

The accompanying separate financial statements, expressed in Vietnam 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 consolidated financial statements are prepared on consolidation of the Company's financial statements and its subsidiary's financial statements.

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.

**Financial year**

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

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies, which have been adopted by the Company in the preparation of these separate financial statements, are as follows:

**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 Directors 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 separate financial statements and the reported amounts of revenues and expenses during the financial year. Although these accounting estimates are based on the Board of Directors' best knowledge, actual results may differ from those estimates.

**Cash**

Cash and cash equivalents comprise cash on hand, demand deposits and short-term, highly liquid investments (not exceeding 3 months) that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**Financial investments**

***Investment held to maturity***

Held-to-maturity investments comprise investments that the Company has the positive intent or ability to hold to maturity, including term deposits and bonds.

Held-to-maturity investments are recognised on a trade date basis and are initially measured at acquisition price plus directly attributable transaction costs. Post-acquisition interest income from held-to-maturity investments is recognised in the consolidated income statement on accrual basis. Pre-acquisition interest is deducted from the cost of such investments at the acquisition date.



Held-to-maturity investments are measured at cost less provision for impairment of held-to-maturity investments.

Provision for impairment of held-to-maturity investments is made in accordance with prevailing accounting regulations.

***Investments in subsidiaries***

A subsidiary is an entity over which the Company has control. Control is achieved where the Company has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

Interests in subsidiary are initially recognised at cost. The Company's share of the net profit of the investee after acquisition is recognised in the income statement. Other distributions received other than such profit share are deducted from the cost of the investments as recoverable amounts.

Investments in subsidiaries are carried in the balance sheet at cost less provision for impairment of such investments (if any). Provisions for impairment of investments in subsidiaries are made when there is reliable evidence for declining in value of these investments at the balance sheet date.

***Equity investments in other entities***

Equity investments in other entities represent the Company's investments in ordinary shares of the entities over which the Company has no control, joint control, or significant influence.

Equity investments in other entities are carried at cost less provision for impairment.

**Receivables**

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

Provision for doubtful debts is made for receivables that are overdue, or when the debtor is in dissolution, in bankruptcy, or is experiencing similar difficulties and so may be unable to repay the debt as assessed by the Board of Management.

**Inventories**

The Company applies perpetual method to account for inventories. Inventories are stated at the lower of cost and net realisable value. Cost comprises direct materials and where applicable, direct labour costs and those overheads (primarily taxes, fees and contributions related to sand exploitation) that have been incurred in bringing the inventories to their present location and condition. For merchandise, cost comprises cost of purchases and other directly attributable expenses. Cost is calculated using the weighted average method. Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

The evaluation of necessary provision for inventory obsolescence follows current prevailing accounting regulations which allow provisions to be made for obsolete, damaged, or sub-standard inventories and for those which have costs higher than net realisable values as at the consolidated balance sheet date.

### Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation.

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

The costs of self-constructed or manufactured assets are the actual construction or manufacturing cost plus installation and test running costs.

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

	Years
Buildings and structures	05 – 30
Machinery and equipment	02 – 25
Motor vehicles	05 – 10
Office equipment	05 – 10

Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between the net proceeds from sales or disposals of assets and their carrying amount and is recognised in the income statement.

### Leasing

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

#### The Company as lessee

Assets held under finance leases are recognised as assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the separate balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to profit or loss, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the Company's general policy on borrowing costs.

Leases where substantially all the rewards and risks of ownership of assets remain with the leasing company are accounted for as operating leases. Rentals payable under operating leases are charged to the income statement on a straight-line basis over the term of the relevant lease. Benefits received and receivable as an incentive to enter into an operating lease are also spread on a straight-line basis over the lease term.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives, as follows:

	Years
Machinery and Equipment	3 - 10



### Construction in progress

Properties in the course of construction for production, rental or administrative purposes, or for other purposes, are carried at cost including costs that are necessary to form the assets in accordance with the Company's accounting policy. Depreciation of these assets, on the same basis as other assets, commences when the assets are ready for their intended use.

### Prepayments

Prepayments are expenses which have already been paid but relate to results of operations of multiple accounting periods, including costs of tools, supplies issued for consumption, mining license fee and other prepayments.

Mining license fee comprise expenses incurred to obtain the mineral exploitation license and shall be allocated to the Income Statement according to the straight-line method over the duration the mineral exploitation rights are in effect.

Other types of prepayments comprise overhaul expenses costs of small tools, supplies and spare parts issued for consumption and other prepayments which are expected to provide future economic benefits to the Company. These expenditures have been capitalised as prepayments and are allocated to the income statement using the straight-line method in accordance with the current prevailing accounting regulations.

### Payable provisions

Payable provisions are recognised when the Company has a present obligation as a result of a past event, and it is probable that the Company will be required to settle that obligation. Provisions are measured at the Board of Management's best estimate of the expenditure required to settle the obligation as at the separate balance sheet date.

### Revenue recognition

#### Sales revenue

Revenue from the sale of goods is recognised when all five (5) following conditions are satisfied:

- (a) the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- (b) the Company retains neither continuing managerial involvement to the degree usually associated with; ownership nor effective control over the goods sold;
- (c) the amount of revenue can be measured reliably;
- (d) it is probable that the economic benefits associated with the transaction will flow to the Company; and
- (e) the costs incurred or to be incurred in respect of the transaction can be measured reliably.

#### Sales of services

Revenue from transportation services is recognized upon completion of the transportation service.

For other revenues, revenue of a transaction involving the rendering of services is recognised when the outcome of such transactions can be measured reliably. Where a transaction involving the rendering of services is attributable to several, revenue is recognised in each year by reference to the percentage of completion of the transaction at the balance sheet date of that year. The outcome of a transaction can be measured reliably when all four (4) following conditions are satisfied:

- (a) the amount of revenue can be measured reliably;
- (b) it is probable that the economic benefits associated with the transaction will flow to the Company;
- (c) the percentage of completion of the transaction at the balance sheet date can be measured reliably; and
- (d) the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

Interest on deposits and dividend income from investments

Interest income is accrued on a time basis, by reference to the principal outstanding and at the applicable interest rate.

Dividend income from investments is recognised when the Company's right to receive payment has been established.

**Foreign currencies**

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction date. The balances of monetary items denominated in foreign currencies as at the balance sheet date are retranslated at the exchange rates of commercial bank where the Company usually transacts on the same date. Exchange differences arising from the translation of these accounts are recognised in the income statement.

**Borrowing costs**

Borrowing costs are recognised in the income statement in the year when incurred.

**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 year. Taxable profit differs from profit before tax as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

Deferred tax is recognised on significant differences between carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using balance sheet liability method. Deferred tax liabilities are generally recognised for all temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the year when the liability is settled or the asset realised. Deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same tax authority and the Company intends to settle its current tax assets and liabilities on a net basis.

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 paid in accordance with the prevailing tax laws in Vietnam.



4. CASH

	Closing balance	Opening balance
	VND	VND
Cash on hand	79,611,795	67,719,675
Cash at bank	1,862,386,613	651,187,034
Cash equivalents (i)	900,000,000	-
	<b>2,841,998,408</b>	<b>718,906,709</b>

- (i) Represents term deposit at Joint Stock Commercial Bank for Investment and Development of Vietnam - Quang Nam Branch in Vietnam Dong at with the original term of 01 month, earning interest at the rate of 2.9% per annum. As at 31 December 2024, the entire balance of this term deposit has been pledged to secure the Company's loans at the Bank (see Note 19).

5. FINANCIAL INVESTMENTS

5.1. HELD-TO-MATURITY INVESTMENTS

	Closing balance	Opening balance
	VND	VND
	Cost/Carrying amount	Cost/Carrying amount
<b>a. Current</b>		
Deposits (i)	2,770,000,000	2,770,000,000
	<b>2,770,000,000</b>	<b>2,770,000,000</b>
<b>b. Non-current</b>		
Bonds	-	1,380,000,000
	-	<b>1,380,000,000</b>

- (i) Represents term deposits with original terms ranging from 6 months to 12 months at Joint Stock Commercial Bank for Investment and Development of Vietnam - Quang Nam Branch earning interest at rates from 4.4%-4.9%/year. As at 31 December 2024, the entire balance of these term deposits have been pledged to secure the Company's loans at the Bank (see Note 19).

5.2. INVESTMENTS IN OTHER ENTITIES

	Closing balance		Opening balance	
	Cost	Provision	Cost	Provision
<b>Investments in subsidiaries</b>	<b>10,150,000,000</b>	<b>(8,220,613,636)</b>	<b>6,250,000,000</b>	<b>(5,512,270,863)</b>
Dai Loc Feldspar Company Limited	10,150,000,000	(8,220,613,636)	6,250,000,000	(5,512,270,863)
<b>Investments in others entities</b>	<b>1,568,600,000</b>	<b>(1,568,600,000)</b>	<b>1,568,600,000</b>	<b>(1,568,600,000)</b>
Bong Mieu Gold Mining Company Limited	1,568,600,000	(1,568,600,000)	1,568,600,000	(1,568,600,000)

The Company has not assessed fair value of its financial investments as at the balance sheet date since there is no comprehensive guidance of relevant prevailing regulations on determination of fair value of financial investment into unlisted entities.

The operation status of the Company's subsidiary is as follows:

	Current year	Prior year
Dai Loc Feldspar Company Limited	Operating at loss	Operating at loss
Bong Mieu Gold Mining Company Limited	Suspended	Suspended

The significant transactions between the Company and its subsidiary are presented in Note 32.

**6. SHORT-TERM TRADE RECEIVABLES**

	Closing balance VND	Opening balance VND
VP SILICA Joint Stock Company	15,526,266,143	17,933,306,552
Hai Tien Thanh Investment Construction Company Limited	9,072,525,650	-
Hoang Tiep Vietnam Company Limited	6,528,592,350	82,508,970
Vietnam Float Glass Company Limited	2,224,185,600	1,741,555,200
Others	2,686,974,009	2,800,429,858
	<b>36,038,543,752</b>	<b>22,557,800,580</b>
<b>In which: Receivables from related parties</b> (Details stated in Note 31)	22,054,858,493	18,015,815,522

As at 31 December 2024 and 31 December 2023, short-term trade receivables were used to secure the Company's loan at the Joint Stock Commercial Bank for Investment and Development of Vietnam - Quang Nam Branch (see Note 19).

**7. SHORT-TERM ADVANCES TO SUPPLIERS**

	Closing balance VND	Opening balance VND
Hoang Tiep Vietnam Company Limited	5,140,000,000	130,000,000
Chi Linh Trading & Construction Company Limited	-	5,140,000,000
Others	764,659,591	2,031,998,696
	<b>5,904,659,591</b>	<b>7,301,998,696</b>
<b>In which: Advances to related parties</b> (Details stated in Note 31)	5,140,000,000	130,000,000



8. OTHER RECEIVABLES

	Closing balance	Opening balance
	VND	VND
<b>a. Current</b>		
Advances to employees	1,157,485,892	1,480,244,627
Others	834,238,209	3,025,860,713
	<b>1,991,724,101</b>	<b>4,506,105,340</b>
<b>In which: Other receivables from related parties</b> (Details stated in Note 31)	128,777,919	2,360,015,239
<b>b. Non-current</b>		
Deposits (i)	44,792,568,077	39,717,304,661
Deposits interest receivables	2,914,221,223	1,698,168,171
	<b>47,706,789,300</b>	<b>41,415,472,832</b>

- (i) Deposits mainly includes deposit amount for environmental renovation and restoration during mineral exploitation. As at 31 December 2024 the balance of the deposit is VND 41,026,235,963 (as at 31 December 2023: VND 35,950,972,547).

9. BAD DEBTS

	Closing balance		Opening balance	
	Cost	Recoverable amount	Cost	Recoverable amount
		VND		VND
Viet Cuong Trading and Technical Joint Stock Company	333,760,000	-	333,760,000	-
Hoang An Pharmaceutical Chemical Company Limited	134,640,000	-	144,640,000	-
Others	782,902,658	1,847,795	212,752,260	7,406,275
	<b>1,251,302,658</b>	<b>1,847,795</b>	<b>691,152,260</b>	<b>7,406,275</b>
Provision		<b>1,249,454,863</b>		<b>683,745,985</b>

Recoverable amounts of bad debts were calculated at original cost of the debts less the value of the provisions recognised.

10. INVENTORIES

	Closing balance		Opening balance	
	Cost	Provision	Cost	Provision
		VND		VND
Raw materials	441,886,677	(222,059,200)	1,710,153,057	-
Tools and supplies	838,069,832	-	1,420,647,421	-
Finished goods	2,328,373,076	(332,852,686)	3,012,302,761	-
	<b>3,608,329,585</b>	<b>(554,911,886)</b>	<b>6,143,103,239</b>	-

On 31 December 2024 and 31 December 2023, all inventories were used to secure the Company's loan at the Joint Stock Commercial Bank for Investment and Development of Vietnam - Quang Nam Branch (see Note 19).

11. PREPAYMENTS

	Closing balance VND	Opening balance VND
<b>a. Current</b>		
Tools and dies issued for consumption	436,946,179	232,213,160
Others	854,590,415	798,477,683
	<b>1,291,536,594</b>	<b>1,030,690,843</b>
<b>b. Non-current</b>		
Mineral mining license	4,422,891,978	2,596,026,415
Maintenance and repair costs	1,803,940,781	2,141,101,536
Others	1,847,318,904	1,728,116,619
	<b>8,074,151,663</b>	<b>6,465,244,570</b>

12. TAXES AND OTHER RECEIVABLES FROM/PAYABLES TO THE STATE BUDGET

	Opening balance VND	Payable during the year VND	Paid/Offset during the year VND	Closing balance VND
<b>a. Receivables</b>				
Value-added tax	3,270,155	3,270,155	-	-
Export and import duties	61,365,450	7,873,072,458	7,873,072,458	61,365,450
Personal income tax	58,850,368	50,697,782	-	8,152,586
Severance tax	531,984,308	531,984,308	-	-
Land tax	847,801,410	3,381,246,483	3,875,663,113	1,342,218,040
Others	8,904,410	953,335,000	953,335,000	8,904,410
	<b>1,512,176,101</b>	<b>12,793,606,186</b>	<b>12,702,070,571</b>	<b>1,420,640,486</b>
<b>b. Payables</b>				
Value-added tax	-	20,613,372,236	18,018,192,283	2,595,179,953
Corporate income tax	4,373,960,066	6,007,219,601	4,324,342,136	6,056,837,531
Personal income tax	-	62,367,703	38,555,083	23,812,620
Severance tax	-	19,583,281,226	18,724,449,533	858,831,693
Others	26,164,617	1,767,189,270	1,679,932,311	113,421,576
	<b>4,400,124,683</b>	<b>48,033,430,036</b>	<b>42,785,471,346</b>	<b>9,648,083,373</b>

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NOTES TO THE SEPARATE FINANCIAL STATEMENTS (Continued)

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13. INCREASES, DECREASES IN TANGIBLE FIXED ASSETS

	Buildings and structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Total VND
<b>COST</b>					
Opening balance	38,424,120,837	50,928,400,263	7,267,460,407	2,336,091,918	98,956,073,425
Additions	1,603,840,146	637,645,455	-	327,750,000	2,569,235,601
Closing balance	40,027,960,983	51,566,045,718	7,267,460,407	2,663,841,918	101,525,309,026
<b>ACCUMULATED DEPRECIATION</b>					
Opening balance	25,449,121,386	30,298,616,793	5,070,747,987	1,687,474,402	62,505,960,568
Charge for the year	1,708,723,572	2,316,314,816	356,732,831	153,371,098	4,535,142,317
Closing balance	27,157,844,958	32,614,931,609	5,427,480,818	1,840,845,500	67,041,102,885
<b>NET BOOK VALUE</b>					
Opening balance	12,974,999,451	20,629,783,470	2,196,712,420	648,617,516	36,450,112,857
Closing balance	12,870,116,025	18,951,114,109	1,839,979,589	822,996,418	34,484,206,141

As at 31 December 2024, the cost of the Company's tangible fixed assets includes VND 38,148,930,880 (as at 31 December 2023: VND 30,439,328,506) of assets which have been fully depreciated but are still in use.

As at 31 December 2024, the Company has pledged a number of assets with the carrying amount of VND 16,927,345,065 (as at 31 December 2023: VND 15,566,071,287) to secure the Company's loans at banks (see Note 19 and 20).

There were some assets with carrying amount of VND 2,043,496,736 which were temporarily not in use. (As at 31 December 2023: VND 2,306,888,336).

14. INCREASES, DECREASES IN FINANCE LEASE ASSETS

	Machinery and equipment VND
<b>COST</b>	
Opening balance	30,174,863,075
Closing balance	30,174,863,075
<b>ACCUMULATED DEPRECIATION</b>	
Opening balance	1,648,133,206
Charge for the year	3,151,414,080
Closing balance	4,799,547,286
<b>NET BOOK VALUE</b>	
Opening balance	28,526,729,869
Closing balance	25,375,315,789

15. CONSTRUCTION IN PROGRESS

	Closing balance VND	Opening balance VND
Capital expenditure for mining capacity expansion	2,775,739,704	4,783,025,253
Others	-	287,114,819
	2,775,739,704	5,070,140,072

16. SHORT-TERM TRADE PAYABLES

	Closing balance VND	Opening balance VND
	Amount/Amount able to be paid off	Amount/Amount able to be paid off
Logistics Portserco Joint Stock Company	5,355,001,654	4,256,014,675
Da Nang Port Joint Stock Company	1,633,819,179	351,713,449
Giang Phu Thanh One Member Company Limited	914,667,670	1,741,599,350
VP SILICA Joint Stock Company	282,058,064	2,244,000,000
Others	2,090,680,931	5,618,492,289
	10,276,227,498	14,211,819,763
<b>In which: Trade payables to related parties</b> (Details stated in Note 31)	282,058,064	2,244,000,000



17. SHORT-TERM ACCRUED EXPENSES

	Closing balance	Opening balance
	VND	VND
Contributions to State budget for local infrastructure development	10,950,197,300	3,075,022,300
Freight expenses	1,753,577,911	645,163,919
Others	227,168,850	29,491,909
	<b>12,930,944,061</b>	<b>3,749,678,128</b>

18. SHORT-TERM PROVISIONS

	Closing balance	Opening balance
	VND	VND
Environmental restoration costs for Area C, Thang Binh	437,939,283	2,183,166,691
	<b>437,939,283</b>	<b>2,183,166,691</b>

19. SHORT-TERM LOANS AND OBLIGATIONS UNDER FINANCE LEASES

	Opening balance		In the year	Closing balance
	VND		VND	VND
	Amount/ Amount	Increases	Decreases	Amount/ Amount
	able to be paid off			able to be paid off
<b>Short-term loans</b>	<b>34,790,544,959</b>	<b>92,696,813,288</b>	<b>92,736,782,958</b>	<b>34,750,575,289</b>
Joint Stock Commercial Bank for Investment and Development of Vietnam - Quang Nam Branch (i)	34,790,544,959	92,696,813,288	92,736,782,958	34,750,575,289
<b>Current portion of long-term loans (see Note 20)</b>	<b>6,387,903,538</b>	<b>5,998,896,704</b>	<b>6,387,903,535</b>	<b>5,998,896,707</b>
Loans	590,000,000	590,000,000	590,000,000	590,000,000
Finance leases	5,797,903,538	5,408,896,704	5,797,903,535	5,408,896,707
	<b>41,178,448,497</b>	<b>98,695,709,992</b>	<b>99,124,686,493</b>	<b>40,749,471,996</b>

- (i) Represents short-term loan from Joint Stock Commercial Bank for Investment and Development of Vietnam – Quang Nam Branch ("BIDV Quang Nam") under the Credit Limit Contract No. 01/2024/586184/HDTD dated 28 November 2024 to finance working capital, guarantee, and open LC with a regular credit limit of VND 35,000,000,000. The term of the Contract is 12 months from the date of signing the contract. The loan term of each loan is stated on each debt receipt. Applicable interest rate is determined at the time of disbursement according to the bank's periodic interest rate notice and recorded on each debt receipt. Interest is paid monthly on the 25<sup>th</sup> day.

The loan is secured by:

- The Company's term deposits with book value as at 31 December 2024 of VND 3,670,000,000 (as at 31 December 2023: term deposits, bonds with book value of VND 2,770,000,000 and VND 1,380,000,000) as presented in Note 04 and 05;
- The Company's tangible fixed assets with carrying amount of VND 13,997,873,210 as at 31 December, 2024 (as at 31 December 2023: VND 12,259,934,000), as presented in Note 13;

- Short-term receivables and inventories with a minimum total value of VND 14,650,905,214 (See Note 6 and 10); and
- The Company's minerals extraction rights in area C, Huong An white marine sand mine in Thang Binh district, Quang Nam province.

**20. LONG-TERM LOANS AND OBLIGATIONS UNDER FINANCE LEASES**

	Opening balance		In the year	Closing balance
	VND		VND	VND
	Amount/ Amount able to be paid off	Increases	Decreases	Amount/ Amount able to be paid off
<b>Long-term loans</b>	<b>2,072,500,000</b>	-	<b>590,000,000</b>	<b>1,482,500,000</b>
Joint Stock Commercial Bank for Investment and Development of Vietnam - Quang Nam Branch (i)	2,072,500,000	-	590,000,000	1,482,500,000
<b>Long-term finance lease</b>	<b>14,292,297,841</b>	-	<b>5,797,903,535</b>	<b>8,494,394,306</b>
Chailease Vietnam International Leasing Company Limited - Hanoi Branch (ii)	14,292,297,841	-	5,797,903,535	8,494,394,306
	<b>16,364,797,841</b>	-	<b>6,387,903,535</b>	<b>9,976,894,306</b>

**In which:**

- Amount due for settlement within 12 months	6,387,903,538	5,998,896,707
- Amount due for settlement after 12 months	9,976,894,303	3,977,997,599

(i) Represents long-term loan from Joint Stock Commercial Bank for Investment and Development of Vietnam - Quang Nam Branch under:

- Credit Contract No. 01/2021/586184/HDTD dated 22 July 2021 to finance the acquisition of Ford Everest Titanium 2.0L AT 4x2 with a total value of VND 700,000,000 and a loan term of 05 years from the first disbursement date. Applicable loan interest rate is 8% per annum from the date of disbursement to 30 June 2022, and from 1 July 2022 onwards, floating interest rate is applied and adjusted every 06 months. Interest rate is adjusted by 24-month deferred interest personal saving accounts interest rate + bank fees, at least 3% per annum. Applicable interest rate as at 31 December 2024 is 7.7% per annum. Interest is paid monthly on the 25th day. The loan is secured by fixed assets formed from the loan contract with carrying amount as at 31 December 2024 of VND 746,502,119 (as at 31 December 2023: VND 859,894,847) as presented in Note 13.
- Credit Contract No. 01/2023/586184/HDTD dated 11 July 2023 to finance the acquisition of 2 LIUGONG wheel loaders with a total value of VND 1,800,000,000 and a loan term of 04 years from the first disbursement date. Applicable interest rate is 9% per annum from the date of disbursement to 30 June 2024, and from 1 July 2024 onwards, floating interest rate is applied and adjusted every 06 months. Interest rate is adjusted by 24-month deferred interest personal saving accounts interest rate + bank fees, at least 3.5% per annum. Applicable interest rate as at 31 December 2024 is 9% per annum. Interest is paid monthly on the 25th day. The loan is secured by fixed assets formed from the loan contract with carrying amount as at 31 December 31, 2024 of VND 2,182,969,736 (31 December 2023: VND 2,446,242,440) as presented in Note 13.



- (ii) Represents finance lease liabilities from Chailease Vietnam International Leasing Company Limited - Hanoi Branch with the principal amounts of VND 10,718,977,264, VND 3,008,527,866 and VND 3,579,868,600 with terms of 3 years, 3 years, 4 years from the lease commencement date, respectively. Interest and principal are paid monthly on the 25th day. Applicable interest rate to the principal amounts of the finance lease as at 31 December 2024 ranged from 8.9% per annum to 10.85% per annum. As at 31 December 2024, the balances of finance lease liabilities are VND 5,657,238,006, VND 1,554,406,068 and VND 1,282,750,231 respectively.

Long-term loans are repayable as follows:

	Closing balance	Opening balance
	VND	VND
On demand or within one year	590,000,000	590,000,000
In the second year	520,000,000	590,000,000
In the third to fifth year inclusive	372,500,000	892,500,000
	<b>1,482,500,000</b>	<b>2,072,500,000</b>
Less: Amount due for settlement within 12 months	(590,000,000)	(590,000,000)
<b>Amount due for settlement after 12 months</b>	<b>892,500,000</b>	<b>1,482,500,000</b>

Other long-term obligations under finance lease are repayable as follows:

	Closing balance	Opening balance
	VND	VND
On demand or within one year	5,408,896,707	5,797,903,538
In the second year	3,085,497,599	5,408,896,702
In the third to fifth year inclusive	-	3,085,497,601
	<b>8,494,394,306</b>	<b>14,292,297,841</b>
Less: Amount due for settlement within 12 months	(5,408,896,707)	(5,797,903,538)
<b>Amount due for settlement after 12 months</b>	<b>3,085,497,599</b>	<b>8,494,394,303</b>



21. OWNERS' EQUITY

Movement in owners' equity

	Owner's contributed capital	Treasury shares	Other owner's capital	Retained earnings	Construction investment fund	Total
	VND	VND	VND	VND	VND	VND
Prior year's opening balance	55,449,460,000	(413,094,230)	401,117,136	15,057,723,371	1,219,162,500	71,714,368,777
Profit for the year	-	-	-	11,233,650,553	-	11,233,650,553
Current year's opening balance	55,449,460,000	(413,094,230)	401,117,136	26,291,373,924	1,219,162,500	82,948,019,330
Profit for the year	-	-	-	10,775,847,932	-	10,775,847,932
Current year's closing balance	55,449,460,000	(413,094,230)	401,117,136	37,067,221,856	1,219,162,500	93,723,867,262

Charter capital

According to the 5th Amendment to Enterprise Registration Certificate (the latest) dated 21 November 2020 issued by the Department of Planning and Investment of Quang Nam Province, the Company's charter capital is 55,449,460,000 VND. As at 31 December 2024, the Company's charter capital has been fully contributed by shareholders as follows:

	Contributed capital			
	Closing balance		Opening balance	
	VND	%	VND	%
Viet Phuong Investment Group Joint Stock Company	14,173,300,000	25.56	14,173,300,000	25.56
VP SILICA Joint Stock Company	13,660,250,000	24.64	13,660,250,000	24.64
Mr. Nguyen Ba Phong	5,869,000,000	10.58	5,869,000,000	10.58
Mr. Le Tuan Diep	3,428,550,000	6.18	3,428,550,000	6.18
Other shareholders	18,015,110,000	32.49	18,015,110,000	32.49
	<b>55,146,210,000</b>	<b>99.45</b>	<b>55,146,210,000</b>	<b>99.45</b>
Treasury shares	303,250,000	0.55	303,250,000	0.55
<b>Total</b>	<b>55,449,460,000</b>	<b>100.00</b>	<b>55,449,460,000</b>	<b>100.00</b>

Shares

	<u>Closing balance</u>	<u>Opening balance</u>
	Shares	Shares
Number of shares issued to the public	5,544,946	5,544,946
<i>Ordinary shares</i>	5,544,946	5,544,946
Number of treasury shares	(30,325)	(30,325)
<i>Ordinary shares</i>	(30,325)	(30,325)
Number of outstanding shares in circulation	5,514,621	5,514,621
<i>Ordinary shares</i>	5,514,621	5,514,621

A common share has par value of VND 10,000/share.

**22. OFF BALANCE SHEET ITEMS**

Foreign currencies

	<u>Closing balance</u>	<u>Opening balance</u>
US Dollar	1,271.38	962.31

Operating lease assets

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Within one year	1,809,605,058	2,841,315,628
In the second to fifth year inclusive	688,156,816	2,325,722,670
After five years	4,778,029,840	4,950,069,044
	<u><b>7,275,791,714</b></u>	<u><b>10,117,107,342</b></u>

Operating leases represent the total amount of land rent of the Company under lease agreements signed effective from 1995 to 2067.

**23. REVENUE OF GOODS SOLD AND SERVICES RENDERED**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Revenue from export sales	18,122,967,577	23,514,170,800
- Revenue from sales of processed white sand	18,122,967,577	23,514,170,800
Revenue from domestic sales	151,967,260,814	113,882,217,527
- Revenue from sales of processed white sand	149,772,741,361	106,904,771,892
- Revenue from sales of silica powder	2,016,774,000	6,913,860,182
- Revenue from sales of dried white sand	177,745,453	63,585,453
Revenue from sand-shipping service and others	60,313,819,715	43,019,568,171
	<u><b>230,404,048,106</b></u>	<u><b>180,415,956,498</b></u>
<b>In which: Sales to related parties</b> (Details stated in Note 31)	<b>143,555,460,513</b>	<b>104,974,122,288</b>

24. COST OF SALES

	Current year VND	Prior year VND
Cost of export goods sold	8,138,964,242	11,309,004,996
- <i>Cost of processed white sand sold</i>	8,138,964,242	11,309,004,996
Cost of domestic goods sold	115,506,350,326	90,860,759,365
- <i>Cost of processed white sand sold</i>	112,980,432,832	84,962,524,440
- <i>Cost of silica powder sold</i>	2,410,146,843	5,825,951,930
- <i>Cost of dried white sand sold</i>	115,770,651	72,282,995
Cost of sand-shipping services and other services rendered	58,991,188,453	35,457,383,429
Provision for inventory devaluation	554,911,886	-
	<b>183,191,414,907</b>	<b>137,627,147,790</b>

25. PRODUCTION COST BY NATURE

	Current year VND	Prior year VND
Raw materials and consumables	15,683,553,186	13,206,069,326
Labour	18,964,591,143	18,374,988,640
Depreciation and amortisation	7,423,164,797	6,984,824,569
Out-sourced services	111,717,975,784	82,711,065,670
Provisions/(Reversal) of provisions	1,120,620,764	(1,257,719,014)
Others	21,301,013,290	12,939,391,655
	<b>176,210,918,964</b>	<b>132,958,620,846</b>

26. FINANCIAL INCOME

	Current year VND	Prior year VND
Interest from bank deposits, loans, bonds and deposits	1,391,768,837	796,847,471
Foreign exchange gain	41,941,400	121,065,500
	<b>1,433,710,237</b>	<b>917,912,971</b>

In which: Financial income from related parties - 41,250,000  
(Details stated in Note 31)

27. FINANCIAL EXPENSES

	Current year VND	Prior year VND
Interest expense	3,603,347,043	3,107,497,668
Provision for impairment of investments	2,708,342,773	2,342,569,675
Other financial expenses	3,520,000	42,585,000
	<b>6,315,209,816</b>	<b>5,492,652,343</b>



28. SELLING EXPENSES AND GENERAL AND ADMINISTRATION EXPENSES

	Current year	Prior year
	VND	VND
<b>General and administration expenses</b>		
Labour	7,530,657,508	6,978,222,795
Depreciation and amortisation	456,676,655	505,265,411
Out-sourced services	3,485,656,708	3,719,530,612
Provisions	565,708,878	(30,000,000)
Others	9,078,673,689	5,778,994,392
	<b>21,117,373,438</b>	<b>16,952,013,210</b>
<b>Selling expenses</b>		
Shipping and handling expenses	3,498,310,795	4,317,482,018
Others	85,200,000	302,130,000
	<b>3,583,510,795</b>	<b>4,619,612,018</b>

29. OTHER EXPENSES

	Current year	Prior year
	VND	VND
Penalties for late payment of taxes and social insurance	557,289,611	1,199,698,869
Depreciation and amortisation	263,391,600	344,694,581
Others	26,500,742	23,017,762
	<b>847,181,953</b>	<b>1,567,411,212</b>

30. CURRENT CORPORATE INCOME TAX EXPENSE

	Current year	Prior year
	VND	VND
<b>Current corporate income tax expense</b>		
Corporate income tax expense based on taxable profit in the current year	5,975,017,897	4,373,960,066
Adjustments for corporate income tax expense in previous years to the current year	32,201,704	-
<b>Total current corporate income tax expense</b>	<b>6,007,219,601</b>	<b>4,373,960,066</b>

Current corporate income tax expense in the year was computed as follows:

	Current year VND	Prior year VND
Profit before tax	16,783,067,533	15,607,610,619
Adjustments for taxable profit		
Add back:		
Remuneration of Non-executive Board Members	180,000,000	180,000,000
Non-deductible depreciation expenses	263,391,600	344,694,581
Other non-deductible expenses	12,648,630,353	5,737,495,131
Taxable profit	29,875,089,486	21,869,800,331
Taxable profit at normal tax rate of 20%	29,875,089,486	21,869,800,331
Corporate income tax expense based on taxable profit in the current year	5,975,017,897	4,373,960,066

The Company is obliged to pay corporate income tax at the rate of 20% of its taxable income

### 31. RELATED PARTY TRANSACTIONS AND BALANCES

List of related parties with transactions and significant balances during the year:

Related Parties	Relationship
VP SILICA Joint Stock Company	Major shareholder
Dai Loc Feldspar Company Limited	Subsidiary
Hoang Tiep Viet Nam Company Limited	Related company with same key personnel

During the year, the Company entered into the following significant transactions with related parties:

	Current year VND	Prior year VND
<b>Sales</b>		
VP SILICA Joint Stock Company	136,122,091,331	102,626,873,142
Hoang Tiep Viet Nam Company Limited	7,433,369,182	2,347,249,146
	<b>143,555,460,513</b>	<b>104,974,122,288</b>
<b>Purchases</b>		
VP SILICA Joint Stock Company	3,732,258,344	2,048,148,148
Hoang Tiep Viet Nam Company Limited	-	7,745,444,900
Dai Loc Feldspar Company Limited	-	2,235,292,818
	<b>3,732,258,344</b>	<b>12,028,885,866</b>
<b>Collection of loan receivables</b>		
Dai Loc Feldspar Company Limited	750,000,000	-
	<b>750,000,000</b>	-

	Current year	Prior year
	VND	VND
<b>Interest income</b>		
Dai Loc Feldspar Company Limited	-	41,250,000
	-	<b>41,250,000</b>

<b>Capital contribution</b>		
Dai Loc Feldspar Company Limited	3,900,000,000	-
	<b>3,900,000,000</b>	-

**Significant balances with related parties at the balance sheet date:**

	Closing balance	Opening balance
	VND	VND
<b>Short-term trade receivables</b>		
VP SILICA Joint Stock Company	15,526,266,143	17,933,306,552
Hoang Tiep Viet Nam Company Limited	6,528,592,350	82,508,970
	<b>22,054,858,493</b>	<b>18,015,815,522</b>

<b>Short-term advances to suppliers</b>		
Hoang Tiep Viet Nam Company Limited	5,140,000,000	130,000,000
	<b>5,140,000,000</b>	<b>130,000,000</b>

<b>Short-term loan receivables</b>		
Dai Loc Feldspar Company Limited	-	750,000,000
	-	<b>750,000,000</b>


<b>Short-term other receivables</b>		
Dai Loc Feldspar Company Limited	128,777,919	2,360,015,239
	<b>128,777,919</b>	<b>2,360,015,239</b>

<b>Short-term payables to suppliers</b>		
VP SILICA Joint Stock Company	282,058,064	2,244,000,000
	<b>282,058,064</b>	<b>2,244,000,000</b>




*The total income and remuneration of the Board of Directors, Board of Management, Supervisory Board and other managers in the year are as follows:*

Name	Position	Current year VND	Prior year VND
<b>Board of Directors</b>			
Mrs. Le Thi Thu Huong	Chairman of the Board of Directors	72,000,000	48,000,000
Mr. Pham Ngoc An	Member of the Board of Directors cum General Director	757,800,000	708,300,000
Mr. Nguyen The Lam	Member of the Board of Directors	36,000,000	36,000,000
Mr. Nguyen Anh Nguyen	Member of the Board of Directors	36,000,000	36,000,000
Mr. Nguyen Van Viet	Member of the Board of Directors	36,000,000	24,000,000
Mr. Hoang Le Son	Member of the Board of Directors (resigned on 26 April 2023)	-	24,000,000
Mr. Nguyen Ba Canh	Member of the Board of Directors (resigned on 26 April 2023)	-	12,000,000
<b>Board of Management</b>			
Mr. Tran Thanh Son	Deputy General Director	721,800,000	672,300,000
Mr. Pham Van Sa	Deputy General Director (resigned on 17 May 2023)	-	291,277,153
<b>Chief Accountant</b>			
Mr. Phan Minh Tuan	Chief Accountant	342,995,500	321,118,429
<b>Board of Supervisors</b>			
Mrs. Le Thi Hanh	Head of the Board of Supervisors	36,000,000	24,000,000
Mr. Nguyen Anh Tai	Member of the Board of Supervisors	30,000,000	30,000,000
Mr. Nguyen Van Dung	Member of the Board of Supervisors	30,000,000	20,000,000
Mr. Hoang Minh Sang	Member of the Board of Supervisors (resigned on 26 April 2023)	-	12,000,000
Mr. Tran Van Giang	Member of the Board of Supervisors (resigned on 26 April 2023)	-	10,000,000
		<b>2,098,595,500</b>	<b>2,268,995,582</b>

  
Trương Thảo Nguyễn  
Preparer

  
Phan Minh Tuấn  
Chief Accountant

  
Phạm Ngọc An  
General Director

27 March 2025

