



CONSOLIDATED FINANCIAL STATEMENTS

**POST AND TELECOMMUNICATION EQUIPMENT
JOINT STOCK COMPANY**

For the fiscal year ended as at 31 December 2024

(Audited)

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REPORT OF THE BOARD OF MANAGEMENT

The Board of Management of Post and Telecommunication Equipment Joint Stock Company (the "Company") presents its report and the Company's Consolidated Financial Statements for the fiscal year ended as at 31 December 2024.

THE COMPANY

Post and Telecommunication Equipment Joint Stock Company, was formerly the Post and Telecommunications Equipment Factory, under the Vietnam Posts and Telecommunications Corporation, was converted into a joint stock company under Decision No. 46/2004/QĐ-BCVT dated November 15, 2004, issued by Minister of Post and Telecommunication (now the Ministry of Information and Communications). The Company operates under the Business Registration Certificate No. 0100686865 initially issued on June 7, 2005, and most recently amended for the 11th time on April 8, 2024 by the Hanoi Department for Planning and Investment.

The Company's head office is located at: No. 61 Tran Phu, Dien Bien Ward, Ba Dinh District, Hanoi, Vietnam.

BOARD OF DIRECTORS

The members of the Board of Directors during the fiscal year and to the reporting date are:

Mr. Tran Hai Van	Chairman	
Mr. Nguyen Tien Hung	Member	
Mr. Le Huy Dong	Member	
Mr. Luong Tuan Phuong	Member	
Mr. Pham Canh Huy	Member	
Mr. Duong Trung Loi	Member	(Appointed as of 22 nd March 2024)
Mr. Nguyen Hong Tien	Member	(Appointed as of 22 nd March 2024)
Mr. Nguyen Huyen Son	Member	(Terminated as of 22 nd March 2024)
Mrs. Nguyen Thi Bich Hong	Member	(Terminated as of 22 nd March 2024)

BOARD OF MANAGEMENT

The members of the Board of Management during the fiscal year and to the reporting date are:

Mr. Tran Hai Van	Chairman
Mr. Nguyen Tien Hung	General Director
Mr. Trinh An Huy	Deputy General Director

LEGAL REPRESENTATIVE

The legal representative of the Company in the fiscal year and at the reporting date is Mr. Tran Hai Van (Chairman).

SUPERVISION

The members of the Board of Supervision are:

Mrs. Tran Thi Hoa	Head of the Board	
Mr. Vu Hoang Cong	Member	
Mr. Vuong Toan Dung	Member	(Appointed as of 22 nd March 2024)
Mr. Nguyen Manh Hung	Member	(Terminated as of 22 nd March 2024)

AUDITORS

The auditors of the AASC Auditing Firm Company Limited have taken the audit of Consolidated Financial Statements for the Company.

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

The Board of General Directors is responsible for the preparation of Consolidated Financial Statements which give a true and fair view of the Financial Position of the Company, its operating results and cash flows for the year. In preparing those Consolidated Financial Statements, the Board of Management is required to:

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

The Board of Management is responsible for ensuring that proper accounting records are kept to reflect the Financial Position of the Company, with reasonable at any time and to ensure that the Consolidated Financial Statements comply with the registered accounting system. It is responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Management confirms that the Consolidated Financial Statements give a true and fair view of the Financial Position at 31 December 2024, its operation results and cash flows in the year 2024 of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Consolidated Financial Statements.

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

On behalf of The Board of Management



Tran Hai Van
Chairman
Hanoi, 03 March 2025



No: 030325.009/BCTC.KT5

INDEPENDENT AUDITOR'S REPORT

To: **Shareholders, Board of Directors and Board of Management
Post and Telecommunication Equipment Joint Stock Company**

We have audited the accompanying Consolidated Financial Statements of Post and Telecommunication Equipment Joint Stock Company prepared on 03 March 2025, from page 05 to page 46, including: Consolidated Statement of Financial Position as at 31 December 2024, Consolidated Statement of income, Consolidated Statement of Cash Flows and Notes to Consolidated Financial Statements for the fiscal year ended as at 31 December 2024.

Board of Management's Responsibility

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Consolidated Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of Consolidated Financial Statements that give a true and fair view 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 entity'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 Consolidated Financial Statements.

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


Auditor's Opinion

In our opinion, the Financial Statements give a true and fair view, in all material respects, of the financial position of Post and Telecommunication Equipment Joint Stock Company as at 31 December 2024, its operating results and its cash flows for the year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Financial Statements.

AASC Auditing Firm Company Limited



Phạm Anh Tuấn
Deputy General Director
Registered Auditor No.: 0777-2023-002-1
Hanoi, 03 March 2025


Nguyen Trung Minh
Auditor
Registered Auditor No.: 2290-2023-002-1

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HLB
MEMBER OF THE GLOBAL ADVISORY AND ACCOUNTING NETWORK

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 December 2024

Code	ASSETS	Note	31/12/2024 VND	01/01/2024 VND
100	A. CURRENT ASSETS		1,371,007,217,058	1,065,773,567,021
110	I. Cash and cash equivalents	3	106,217,672,636	57,369,331,863
111	1. Cash		104,154,834,798	55,324,356,832
112	2. Cash Equivalents		2,062,837,838	2,044,975,031
120	II. Short-term investments	4	5,145,884,450	5,121,480,366
121	1. Trading securities		72,900,000	72,900,000
123	2. Held-to-maturity investments		5,072,984,450	5,048,580,366
130	III. Short-term receivables		870,835,882,277	644,505,705,741
131	1. Short-term trade receivables	5	809,880,322,552	585,613,786,351
132	2. Short-term prepayments to suppliers	6	17,242,765,228	16,390,658,685
136	3. Other short-term receivables	7	56,442,616,654	55,132,738,977
137	4. Provision for short-term doubtful debts		(12,729,822,157)	(12,631,478,272)
140	IV. Inventories	9	380,841,534,035	347,366,178,627
141	1. Inventories		425,174,508,010	366,312,712,496
149	2. Provision for devaluation of inventories		(44,332,973,975)	(18,946,533,869)
150	V. Other short-term assets		7,966,243,660	11,410,870,424
151	1. Short-term prepaid expenses	10	343,147,843	611,165,779
152	2. Deductible VAT		7,524,090,378	10,760,187,921
153	3. Taxes and other receivables from State budget	18	99,005,439	39,516,724

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 December 2024
(Continued)

Code ASSETS	Note	31/12/2024 VND	01/01/2024 VND
200 B. NON-CURRENT ASSETS		1,168,851,475,801	1,215,791,456,869
210 I. Long-term receivables		28,822,241,688	25,237,677,123
216 1. Other long-term receivables	7	28,822,241,688	25,237,677,123
220 II. Fixed assets		248,776,070,316	305,413,917,590
221 1. Tangible fixed assets	11	105,691,866,600	93,042,874,482
222 - Historical cost		293,703,881,642	300,917,068,020
223 - Accumulated depreciation		(188,012,015,042)	(207,874,193,538)
224 2. Finance lease assets	12	141,301,830,716	210,571,624,648
225 - Historical cost		142,525,223,190	251,579,017,761
226 - Accumulated depreciation		(1,223,392,474)	(41,007,393,113)
227 3. Intangible fixed assets	13	1,782,373,000	1,799,418,460
228 - Historical cost		2,193,782,000	2,378,782,000
229 - Accumulated amortization		(411,409,000)	(579,363,540)
230 III. Investment real estate	14	1,850,963,362	2,007,930,022
231 - Historical cost		2,355,197,659	2,355,197,659
232 - Accumulated amortization		(504,234,297)	(347,267,637)
240 IV. Long-term assets in progress	15	824,077,443,986	818,703,209,701
242 1. Construction in progress		824,077,443,986	818,703,209,701
250 V. Long-term investments	4	13,578,888,541	13,578,888,541
252 1. Investments in joint ventures and associates		13,578,888,541	13,578,888,541
260 VI. Other long-term assets		51,745,867,908	50,849,833,892
261 1. Long-term prepaid expenses	10	51,745,867,908	50,849,833,892
270 TOTAL ASSETS		<u>2,539,858,692,859</u>	<u>2,281,565,023,890</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 December 2024
(Continued)

Code CAPITAL	Note	31/12/2024 VND	01/01/2024 VND
300 C. LIABILITIES		2,233,068,307,703	1,970,679,116,944
310 I. Current liabilities		1,229,815,037,626	1,003,220,435,223
311 1. Short-term trade payables	16	561,803,178,604	359,005,126,613
312 2. Short-term prepayments from customers	17	1,234,404,404	2,070,855,838
313 3. Taxes and other payables to State budget	18	20,923,070,492	5,968,505,498
314 4. Payables to employees		5,321,342,367	4,139,914,897
315 5. Short-term accrued expenses	19	13,918,519,177	14,292,783,643
318 6. Short-term unearned revenues		175,815,154	1,220,259,383
319 7. Other short-term payables	20	5,869,303,995	7,918,569,257
320 8. Short-term borrowings and finance lease	21	613,052,927,717	593,015,831,124
321 9. Provisions for short-term payables	22	6,959,869,128	14,089,678,074
322 10. Bonus and welfare fund		556,606,588	1,498,910,896
330 II. Non-current liabilities		1,003,253,270,077	967,458,681,721
337 1. Other long-term payables	20	865,592,044,995	859,263,044,995
338 2. Long-term borrowings and finance lease	21	135,998,627,264	82,209,196,941
342 3. Provisions for long-term payables	22	1,662,597,818	25,986,439,785
400 D. OWNER'S EQUITY		306,790,385,156	310,885,906,946
410 I. Owner's equity	23	306,790,385,156	310,885,906,946
411 1. Contributed capital		194,300,060,000	194,300,060,000
411a Ordinary shares with voting rights		194,300,060,000	194,300,060,000
412 2. Share Premium		45,934,846,208	45,934,846,208
417 3. Exchange rate differences		7,141,422,139	7,141,422,139
418 4. Development and investment funds		36,041,305,736	36,041,305,736
421 5. Retained earnings		23,372,751,073	27,468,272,863
421a - Retained earnings accumulated till the end of the previous year		20,013,469,897	24,854,794,401
421b - Retained earnings of the current year		3,359,281,176	2,613,478,462
440 TOTAL CAPITAL		2,539,858,692,859	2,281,565,023,890

Vo Minh Hue
Preparer

Ma Thi Nghiem
Chief Accountant

Tran Hai Van
Chairman
Hanoi, 03 March 2025



CONSOLIDATED STATEMENT OF INCOME
Year 2024

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
01	1. Revenue from sales of goods and rendering of services	25	1,618,372,119,969	1,157,718,483,295
10	2. Net revenue from sales of goods and rendering of services		1,618,372,119,969	1,157,718,483,295
11	3. Cost of goods sold	26	1,512,893,781,092	1,044,504,431,153
20	4. Gross profit from sales of goods and rendering of services		105,478,338,877	113,214,052,142
21	5. Financial income	27	1,203,993,365	1,005,678,845
22	6. Financial expense	28	39,473,072,136	53,748,432,243
23	<i>In which: Interest expense</i>		38,408,949,960	52,021,335,161
25	7. Selling expense	29	5,176,681,661	6,236,502,541
26	8. General and administrative expense	30	55,988,116,110	50,508,520,717
30	9. Net profit from operating activities		6,044,462,335	3,726,275,486
31	10. Other income	31	9,898,578,700	11,693,585,024
32	11. Other expense	32	7,278,476,617	5,216,654,901
40	12. Other profit		2,620,102,083	6,476,930,123
50	13. Total net profit before tax		8,664,564,418	10,203,205,609
51	14. Current corporate income tax expense	33	5,305,283,242	7,589,727,147
60	15. Profit after corporate income tax		<u>3,359,281,176</u>	<u>2,613,478,462</u>
61	16. Profit after tax attributable to owners of the parent		3,359,281,176	2,613,478,462
70	17. Basic earnings per share	34	173	135

Vo Minh Hue
Preparer

Ma Thi Nghiem
Chief Accountant



Tran Hai Van
Chairman
Hanoi, 03 March 2025

CONSOLIDATED STATEMENT OF CASH FLOWS
Year 2024
(Indirect method)

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Profit before tax		8,664,564,418	10,203,205,609
	2. Adjustment for		55,592,088,511	50,876,284,414
02	- Depreciation and amortization of fixed assets and investment properties		33,320,588,054	34,587,317,722
03	- Provisions		(5,968,866,922)	(34,270,557,276)
04	- Exchange gains/losses from retranslation of monetary items denominated in foreign currency		3,837,662	(206,856,525)
05	- Gains/losses from investment		(10,172,420,243)	(1,254,954,668)
06	- Interest expense		38,408,949,960	52,021,335,161
08	3. Operating profit before changes in working capital		64,256,652,929	61,079,490,023
09	- Increase or decrease in receivables		(188,713,873,115)	32,332,709,063
10	- Increase or decrease in inventories		(58,861,795,514)	(19,206,573,576)
11	- Increase or decrease in payables (excluding interest payable/corporate income tax payable)		223,013,231,713	(20,823,625,118)
12	- Increase or decrease in prepaid expenses		(2,051,642,170)	5,557,292,133
14	- Interest paid		(38,979,094,354)	(54,685,912,892)
15	- Corporate income tax paid		(4,809,341,652)	(9,880,183,596)
17	- Other payments on operating activities		(5,963,662,143)	(3,598,754,370)
20	Net cash flow from operating activities		(12,109,524,306)	(9,225,558,333)
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	1. Purchase or construction of fixed assets and other long-term assets		(12,970,518,682)	(8,618,387,036)
22	2. Proceeds from disposals of fixed assets and other long-term assets		95,625,286,328	461,656,296
23	3. Loans and purchase of debt instruments from other entities		(24,404,084)	(4,048,580,366)
27	4. Interest, dividends and profits received		445,322,515	793,298,372
30	Net cash flow from investing activities		83,075,686,077	(11,412,012,734)
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	1. Proceeds from borrowings		1,309,714,355,234	1,107,137,483,956
34	2. Repayment of principal		(1,261,856,357,644)	(1,189,401,196,846)
35	3. Repayment of financial principal		(68,031,470,674)	(29,001,037,416)
36	4. Dividends or profits paid to owners		(1,935,631,925)	(11,973,667,438)
40	Net cash flow from financing activities		(22,109,105,009)	(123,238,417,744)

CONSOLIDATED STATEMENT OF CASH FLOWS

Year 2024
(Indirect method)
(Continued)

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
50	Net cash flows in the year		48,857,056,762	(143,875,988,811)
60	Cash and cash equivalents at the beginning of the year		57,369,331,863	201,154,626,872
61	Effect of exchange rate fluctuations		(8,715,989)	90,693,802
70	Cash and cash equivalents at the end of the year	3	106,217,672,636	57,369,331,863


Vo Minh Hue
Preparer


Ma Thi Nghiem
Chief Accountant




Tran Hai Van
Chairman
Hanoi, 03 March 2025

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year 2024

1 GENERAL INFORMATION OF THE COMPANY

Form of ownership

Post and Telecommunication Equipment Joint Stock Company, was formerly the Post and Telecommunications Equipment Factory, under the Vietnam Posts and Telecommunications Group (VNPT). It was converted into a joint stock company under Decision No. 46/2004/QĐ-BCVT dated 15 November 2004, issued by the Minister of Posts and Telecommunications (now the Ministry of Information and Communications). The Company operates under the Business Registration Certificate No. 0100686865, initially issued on June 7, 2005, and most recently amended for the 11th time on April 8, 2024, by the Hanoi Department of Planning and Investment.

The Company's headquarter is located at : No 61 Tran Phu St, Dien Bien Ward, Ba Dinh District, Ha Noi.

The Company's charter capital is VND 194,300,060,000 (One hundred ninety-four billion three hundred million and sixty thousand Vietnam Dongs), equivalent to 19,430,006 shares, par value of one share is VND 10,000.

The number of employees of the Company as at 31 December 2024 is 325 employees (as at 01 January 2024 was 315 employees).

Business field

Manufacturing and trading of postal and telecommunication equipment.

Business activities

Main business activities of the Company include:

- Export and import of materials and equipment specialized in postal services, telecommunications, electronics, and information technology;
- Manufacturing and assembling machinery and equipment in the fields of postal services, telecommunications, broadcasting, television, electronics, and information technology;
- Trading materials and equipment specialized in postal services, telecommunications, electronics, and information technology;
- Providing services: building, consulting, and technical services in the fields of postal services, telecommunications, electricity, electronics, and information technology;
- Manufacturing plastic products;
- Management consulting activities.

The Company's structure

The Company has subordinate units which are consolidated in the Financial Statement as at 31 December 2024 as below:

The subordinate units	Address	Rate of interest	Rate of voting rights	Main business activities
1. Postef Source Technology Solution Company Limited	Hanoi	100%	100%	Production of power systems and postal equipment.
2. Postef Ba Dinh One Member Company Limited	Hanoi	100%	100%	Production and supply of equipment and services related to the postal and telecommunication sector.

The subordinate units	Address	Rate of interest	Rate of voting rights	Main business activities
3. Postef Da Nang One Member Company Limited	Da Nang	100%	100%	Production and supply of equipment and services related to the postal and telecommunication sector.

Comparability of information in the Consolidated Financial Statements

The information in the Consolidated Financial Statements has been consistently presented by the Company and is comparable across accounting periods.

2 ACCOUNTING SYSTEM AND ACCOUNTING POLICY

2.1 Accounting period and accounting currency

Annual accounting period commences from 01 January and ends as at 31 December.

The Company maintains its accounting records in Vietnam Dong (VND).

2.2 Standards and Applicable Accounting Policies

Applicable Accounting Policies

The Company applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance, the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC and the Circular No. 202/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance guiding the preparation and presentation of Consolidated Financial Statements.

Declaration of compliance with Vietnamese Accounting Standards and Accounting System

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

2.3 Basis for the preparation of Consolidated Financial Statements

Consolidated Financial Statements are prepared based on consolidating Separate Financial Statements of the Company and Financial Statements of its subsidiaries under its control as at 31 December annually. Control right is achieved when the company has power to govern the financial and operating policies of invested companies to obtain benefits from their activities.

Consistent accounting policies are applied in Financial Statements of subsidiaries and the Company. If necessary, adjustments are made to the Financial Statements of subsidiaries to ensure the consistency of application of accounting policies among the Company and its subsidiaries.

Balance, main incomes and expenses, including unrealized profit from intra-group transactions are eliminated in full from Consolidated Financial Statements.

2.4 Accounting estimates

The preparation of Consolidated Financial Statements in conformity with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations relating to financial reporting requires the Board of Directors/General Director to make estimates and assumptions that affect the reported amounts of liabilities, assets and disclosures of contingent liabilities and assets

at the date of the Consolidated Financial Statements and the reported amounts of revenues and expenses during the fiscal year.

The estimates and assumptions that have a material impact in the Consolidated Financial Statements include:

- Provision for bad debts
- Provision for devaluation of inventory;
- Estimated useful life of fixed assets;
- Provision for payable expenses
- Distribution of prepaid expenses;
- Estimated corporate income tax

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

2.5 Foreign currency transactions

The foreign currency transactions during the year are converted into Vietnam Dong using the actual exchange rate at the transaction date.

Actual exchange rate when revaluating monetary item denominated in foreign currencies at the reporting date of the Consolidated Financial Statements is determined under the following principles:

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

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

2.6 Cash and cash equivalents

Cash includes cash on hand, demand deposits.

Cash equivalents are short-term investments with the maturity of not over 3 months from the date of investment, that are highly liquid and readily convertible into known amounts of cash and that are subject to an insignificant risk of conversion into cash.

2.7 Financial investments

Trading securities are initially recognized at original cost which includes purchase prices plus any directly attributable transaction costs such as brokerage, transaction fee, cost of information provision, taxes, bank's fees and charges. After initial recognition, trading securities are measured at original cost less provision for diminution in value of trading securities.

Held-to-maturity investments include: Term deposits held to maturity to earn profits periodically and other held to maturity investments.

The investor's ownership in the profit (loss) of the joint-venture company after purchasing is reflected in the Consolidated Income Statement, and the investor's ownership which changes after purchasing of the joint-venture company's funds is recorded into funds. The accumulative change after purchasing is adjusted to the remaining amount of investment in joint-venture company.

Dividends received from the joint-venture companies are deducted from investment of the joint-venture companies.

Provisions for devaluation of investments are made at the end of the year, specifically as follows:

- For investments in trading securities: provision shall be made on the basis of the excess of original cost of the investments recorded in the accounting book over their market value at the provision date.
- For investments held to maturity: provision for doubtful debts shall be made based on the recovery capacity in accordance with statutory regulations.

2.8 Receivables

The receivables shall be recorded in details in terms of due date, entities receivable, types of currency and other factors according to requirements for management of the Company. The receivables shall be classified into short-term receivables or long-term receivables on the Consolidated Financial Statements according to their remaining terms at the reporting date.

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

2.9 Inventories

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

Net realizable value is estimated based on the selling price of inventory, minus the estimated costs to complete the product and the estimated costs to sell the product.

The cost of inventory is calculated by weighted average method.

Inventory is recorded by perpetual method.

Method for valuation of work in process at the end of the year: The value of work in progress is recorded based on actual cost incurred for each stage in the production chain.

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

2.10 Fixed assets, Finance lease fixed assets

Fixed assets (tangible and intangible) are initially stated at the historical cost. During the using time, fixed assets, intangible fixed assets are recorded at cost, accumulated depreciation and carrying amount.

Value after initial recognition

If these costs increase the future economic benefits expected to be obtained from the use of tangible fixed assets beyond the standard operating level as initially assessed, these costs are capitalized as an additional cost of tangible fixed assets.

Other costs incurred after fixed assets have been put into operation, such as repair, maintenance and overhaul costs, are recorded in the Consolidated Statement of Income statement in the period in which the costs are incurred.

The historical cost of finance lease fixed assets is recognised at the lower of fair value and present value of the minimum lease payments (in case of fair value is higher than present value of minimum lease payment) plus any directly attributable costs incurred related to finance lease (exclusive of value added tax). During the using time, finance lease fixed assets are recorded at historical cost, accumulated depreciation and carrying amount. Finance lease fixed assets are depreciated over the lease term and charged to operating expenses in order to fully recover the capital.

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

- Buildings, structures	10 - 50 years
- Machinery, equipment	03 - 15 years
- Transportation equipment	06 - 10 years
- Office equipment	03 - 08 years
- Management software	03 years
- Long-term land use rights	Not amortized

2.11 Investment real estate

Investment properties are initially recognized at historical cost.

Investment properties held for capital appreciation, prior to 01 January 2015 are depreciated on a straight-line method basis similar to other fixed assets, but from 01 January 2015 are not depreciated.

Investment properties held for operating lease are recorded at cost, accumulated depreciation and carrying amount. In which, depreciation is deducted by using the straight-line method with estimated depreciation period of buildings and structures is 15 years.

2.12 Construction in progress

Construction in progress includes fixed assets which are being purchased or constructed but have not completed at the end of the accounting year and recorded at historical cost. This includes costs of construction, installation of equipment and other direct costs.

2.13 Operating leases

Operating leases is fixed asset leasing in which a significant portion of the risks and rewards of ownership of assets are retained by the lessor. Payments made under operating leases are charged to the statement of income on a straight-line basis over the period of the lease.

2.14 Business Cooperation Contract (BCC)

Business Cooperation Contract (BCC) is a contractual agreement between two or more venturers with the objectives of cooperating to carry out specific business activities without constitution of a new legal entity. This operation may be jointly controlled by venturers under BCC or controlled by one of them.

The Company has conducted the following business cooperation contracts:

- a) The Investment cooperation contract No. 156/HD.DT/Postef-Songhong ICT dated 24 April 2012 signed with Song Hong Investment Construction Trading Joint Stock Company on building complex at 63 Nguyen Huy Tuong, Thanh Xuan, Hanoi. Two parties agreed that Song Hong Investment Construction Trading Joint Stock Company would be in charge of opening bank accounts, doing the bookkeeping and settling project expenses. The company only records the annual land rental incurred from 01 January 2012 until now according to notification of tax authority that the Company paid on behalf of the joint-venture and records as receivable item for the project, which is reflected in the item "Other receivables". Profit distribution is made based on the capital contribution rate.

b) The investment cooperation contract No. 40/2011/HDHTDT/POT-LVH-HL dated 28 December 2011 signed with the joint venture of Lien Viet Group Corporation and Him Lam Corporation on building POSTEF complex at 61 Tran Phu, Ba Dinh, Hanoi. All parties agreed that the Company would be the project owner and in charge of opening bank accounts and doing the bookkeeping during the investment and the construction phase. The project expenses are recorded on the incurred basis and under the scope of contract. The expenses are paid by the joint-venture and recorded in item "Construction in progress" and "Other payables". Profit distribution is made based on the capital contribution rate.

2.15 Prepaid expenses

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

The calculation and allocation of long-term prepaid expenses to operating expenses in each accounting period should be based on the nature of those expenses to select a reasonable allocation method and criteria.

Types of prepaid expenses of the Company include:

Prepaid land expenses include prepaid land rental, including those related to leased land for which the Company has received certificate of land use right but not eligible for recording as intangible fixed asset in accordance with the Circular No. 45/2013/TT-BTC dated 25 April 2013 issued by the Ministry of Finance guiding regulation on management, use and depreciation of fixed assets and other expenses related to ensure for the use of leased land. These expenses are recognized in the Consolidated Statement of Income on a straight-line basis according to the lease term of the contract.

Tools and supplies include assets which are possessed by the Company in an ordinary course of business, with historical cost of each asset less than 30 million dong and therefore not eligible for recording as fixed assets under current legal regulations. The historical cost of tools and supplies are allocated on the straight-line basis from 01 to 03 years.

Other prepaid expenses are recorded at their historical cost and allocated on the straight-line basis over their useful lives from 01 to 03 years.

Expenses for prepayment of infrastructure rental are allocated to expenses in the fiscal year according to the lease term.

2.16 Payables

The payables shall be recorded in details in terms of due date, entities payable, types of currency and other factors according to the requirements for management of the Company. Payables are classified as short-term and long-term in the Consolidated Financial Statements based on the remaining maturities of the payables at the reporting date.

2.17 Borrowings and finance lease liabilities

The value of finance lease liabilities is recognized at the payable amount equal to the present value of minimum lease payments or the fair value of leased assets.

Borrowings shall be recorded in details in terms of lending entities, loan agreement and terms of borrowings. In case of borrowings or liabilities denominated in foreign currency, they shall be recorded in details in terms of types of currency.

2.18 Borrowing costs

Borrowing costs are recognized as operating expenses in the year, in which it is incurred excepting those which are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with VAS No. 16 "Borrowing costs".

Besides, regarding borrowings serving the construction of fixed assets and investment properties, the interests shall be capitalized even when the construction duration is under 12 months.

2.19 Accrued expenses

Accrued expenses include payables to goods or services received from the suppliers or provided for the customers during the reporting period, but the payments for such goods or services have not been made and other payables such as transportation costs, factory relocation costs, interest expenses, etc. which are recorded to operating expenses of the reporting year.

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

2.20 Provision for payables

Provision for payables is only recorded when meeting all following conditions:

- The Company has a present debt obligation (legal obligation or joint obligation) as a result of past events;
- It is probable that the decrease in economic benefits may lead to the requirement for debt settlement;
- Debt obligation can be estimated reliably.

Value recorded as a provision for payable is the most reasonably estimated amount required to settle for the present debt obligation at the end of the fiscal year.

Only expenses related to the previously recorded provision for payable shall be offset by that provision for payable.

Provision for warranty of products, goods is deducted for products, goods according to time and committed in each specific contract. The warranty provision rate is determined based on the warranty value specified in the contract, if applicable, or the Company's assessment of the warranty obligation if the contract does not specify a particular warranty rate.

Provisions for payables are recognized as operating expenses in the financial year. Any excess provision recorded in the previous financial year that remains unused and exceeds the provision recognized in the reporting period is reversed and deducted from operating expenses for the year, except for the excess provision for construction warranty obligations, which is reversed into other income in the year.

2.21 Unearned revenues

Unearned revenues include prepayments from customers for one or many accounting periods relating to asset leasing.

Unearned revenues are transferred to other income with the amount corresponding to each accounting period.

2.22 Owner's equity

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

Share premium is recorded at the difference between the par value, the costs directly attributable to issuing shares and issue price of shares (including the case of re-issuing treasury shares) and can be a positive premium (if the issue price is higher than par value and costs directly attributable to the issuance of shares) or negative premium (if the issue price is lower than par value and costs directly attributable to the issuance of shares).

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

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

2.23 Revenues

Revenue is recognized when it is probable that the economic benefits will flow to the Company which can be reliably measured. Revenue is determined at the fair value of the amounts received or to be received after deducting trade discounts, sales discounts, sales returns:

Revenue from sale of goods

- The majority of risks and benefits associated with the right to own the products or goods have been transferred to the buyer;
- The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold.

Revenue from service providers

- Determine the work completed on the date of preparing the Balance Sheet

Financial income

Revenue arising from interest and other financial income shall be recognized when both of the following two (2) conditions are satisfied:

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

Dividends and distributed profits are recognized when the Company is entitled to receive dividends or receive profits from capital contributions.

2.24 Cost of goods sold

Cost of goods sold and services rendered represents the total expenses incurred for finished goods, merchandise, materials sold, and services provided to customers during the year. These costs are recognized in accordance with the revenue generated during the year and in compliance with the prudence principle. Any losses of materials and goods exceeding the allowable limits, abnormal cost overruns, and inventory losses after deducting the liability of relevant individuals or entities... are fully and promptly recorded in the cost of goods sold for the year.

2.25 Financial expenses

Items recorded into financial expenses consist of:

- Borrowing costs;
- Exchange losses, etc.

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

2.26 Corporate income tax

- a) Current corporate income tax expenses

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

b) Current corporate income tax rate

The Company applies the corporate income tax rate of 20% for the operating activities which have taxable income for the fiscal year ended as at 31 December 2024.

2.27 Basic earnings per share

Basic earnings per share are calculated by dividing the profit or loss after tax allocated to shareholders who own common shares of the Company (after adjusting for the allocation of Bonus, Welfare Fund and Merit Fund) divided by the weighted average number of ordinary shares outstanding during the year.

2.28 Related Parties

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

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

In considering the relationship of related parties to serve for the preparation and presentation of separate financial statements, the Company should consider the nature of the relationship rather than the legal form of the relationship.

2.29 Segment information

The Company mainly operates in the field of production and trading of post and telecommunication equipment, other activities accounted for negligible proportion (less than 10%) in production and business activities and in the total value of assets. In addition, the Company's activities are taken place in Vietnamese territory. Therefore, the Company does not make segment reporting by business sector and geographical area.

3 CASH AND CASH EQUIVALENTS

	31/12/2024	01/01/2024
	VND	VND
Cash on hand	1,236,924,245	1,907,898,554
Demand deposits	102,917,910,553	53,416,458,278
Cash equivalents (i)	2,062,837,838	2,044,975,031
	<u>106,217,672,636</u>	<u>57,369,331,863</u>

- (i) At 31 December 2024, the cash equivalents are deposits with terms of from one to three-month with the amount of VND 2,062,837,838 at Vietnam Joint Stock Commercial Bank for Industry and Trade – Da Nang branch and Joint Stock Commercial Bank for Foreign Trade of Vietnam – Da Nang Branch with interest rates from 1.6%/year.

4. FINANCIAL INVESTMENTS

a) Held-to-maturity investment

As at 31 December 2024, held-to-maturity investments are deposits with a term of more than 3 months to less than 12 months with a total value of VND 5,072,984,450 at Joint Stock Commercial Bank For Investment and Development of Vietnam – Tu Son branch, Vietnam Joint Stock Commercial Bank for Industry and Trade – Bac Da Nang branch and Joint Stock Commercial Bank for Foreign Trade of Vietnam – Da Nang branch with interest rate from 1.9%/year to 2.8%/year.

b) Trading securities

	Stock Code	31/12/2024			01/01/2024		
		Original cost VND	Fair value VND	Provision VND	Fair value VND	Original cost VND	Provision VND
- Post - Telecommunication Insurance Joint Stock Company (PTI)	PTI	72,900,000	100,800,000	-	72,900,000	102,760,000	-
		<u>72,900,000</u>	<u>100,800,000</u>	<u>-</u>	<u>72,900,000</u>	<u>102,760,000</u>	<u>-</u>

The fair value of shares of Post and Telecommunication Insurance Corporation (PTI) is determined based on the closing price on the HNX exchange as of the consolidated financial statement dates. The closing prices on December 29, 2023, and December 31, 2024, were VND 36,700 per share and VND 36,000 per share, respectively.

c) Investments in associates

	Address	31/12/2024			01/01/2024		
		Rate of interest %	Rate of voting rights %	Book value under the equity method VND	Rate of interest %	Rate of voting rights %	Book value under the equity method VND
- Lao - Viet Joint Venture Company Limited	Lao People's Democratic Republic	30.00	30.00	13,578,888,541	30.00	30.00	13,578,888,541
				<u>13,578,888,541</u>			<u>13,578,888,541</u>

The Company has not determined the fair value of these financial investments because Vietnamese Accounting Standards and the Vietnamese Enterprise Accounting System do not yet provide specific guidance on fair value determination.

5 SHORT-TERM TRADE RECEIVABLES

	31/12/2024		01/01/2024	
	Value VND	Provision VND	Value VND	Provision VND
Related parties	266,844,224,289	(64,797,868)	159,457,842,116	(64,799,868)
Telecommunications Infrastructure Corporation	40,314,588,515	-	65,484,934,364	-
- Headquarters	34,367,414,944	-	61,950,985,504	-
- Architectural Project Management Department	1,882,584,000	-	-	-
- Northern Network Infrastructure Center	319,880,000	-	-	-
- Central Network Infrastructure Center	3,744,709,571	-	127,798,860	-
- Southern Network Infrastructure Center	-	-	3,406,150,000	-
Center for Material Supply - VNPT Ho Chi Minh	1,156,784,200	-	127,600,000	-
VNPT Group - Dong Nai Branch	5,816,135,000	-	6,604,141,800	-
VNPT Group - Binh Duong Branch	18,871,665,140	-	5,513,444,720	-
VNPT Group - Tien Giang Branch	11,440,000	-	2,690,457,001	-
Other related parties	200,673,611,434	(64,797,868)	79,037,264,231	(64,799,868)
Others	543,036,098,263	(6,560,398,539)	426,155,944,235	(6,462,052,654)
Viettel Manufacturing Corporation - One Member Limited Liability Company	7,144,822,551	-	12,060,706,678	-
Saigontourist Cable Television Co.	39,723,290,937	-	39,741,880,057	-
Viettel Networks Corporation - Branch of Viettel Group	10,028,755,616	-	42,098,410,090	-
Viettel Group	-	-	12,493,170,861	-
Southern MobiFone Network Center - Branch of MobiFone Telecommunications Corporation	62,246,434,800	-	-	-
Others	423,892,794,359	(6,560,398,539)	319,761,776,549	(6,462,052,654)
	809,880,322,552	(6,625,196,407)	585,613,786,351	(6,526,852,522)

6 SHORT-TERM PREPAYMENTS TO SUPPLIERS

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Others				
BAE Batterien GmbH	-	-	3,084,565,209	-
Dzi An Mechanoelectric JSC	2,210,576,400	-	3,698,274,720	-
Tien Phong Construction and Technology Joint Stock Company	3,625,600,000	-	-	-
Dow Chemical Pacific (Singapore) Pte., Ltd	2,828,736,405	-	-	-
Others	8,577,852,423	(148,496,000)	9,607,818,756	(148,496,000)
	17,242,765,228	(148,496,000)	16,390,658,685	(148,496,000)

7 OTHER RECEIVABLES

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
a) Short-term				
a.1) Details by content				
Advances	3,189,299,647	-	3,977,073,799	-
Deposits, collateral	4,556,349,795	-	3,328,424,200	-
Other receivables	48,696,967,212	(5,956,129,750)	47,827,240,978	(5,956,129,750)
- Lao - Viet Joint - Venture Company	5,747,555,621	(5,747,555,621)	5,747,555,621	(5,747,555,621)
- Value of input VAT of financial leasing activities	8,545,454,545	-	6,184,679,152	-
- Land rental at 63 Nguyen Huy Tuong (i)	32,910,505,507	-	32,910,505,507	-
- Others	1,493,451,539	(208,574,129)	2,984,500,698	(208,574,129)
	56,442,616,654	(5,956,129,750)	55,132,738,977	(5,956,129,750)

7 OTHER RECEIVABLES (CONTINUED)

	31/12/2024		01/01/2024	
	Value VND	Provision VND	Value VND	Provision VND
a.2) Details by content				
Related parties	5,747,555,621	(5,747,555,621)	5,747,555,621	(5,747,555,621)
- Lao - Viet Joint Venture Company Limited	5,747,555,621	(5,747,555,621)	5,747,555,621	(5,747,555,621)
Others	50,695,061,033	(208,574,129)	49,385,183,356	(208,574,129)
- Receivables from joint venture projects 63 Nguyen Huy Tuong (i)	32,910,505,507	-	32,910,505,507	-
- Financial Leasing One Member Company Limited - Vietnam Foreign Trade Joint Stock Commercial Bank	-	-	6,184,679,152	-
- Finance Leasing Company Limited - Vietnam Joint Stock Commercial Bank For Industry And Trade	8,545,454,545	-	-	-
- Others	9,239,100,981	(208,574,129)	10,289,998,697	(208,574,129)
	56,442,616,654	(5,956,129,750)	55,132,738,977	(5,956,129,750)
b) Long-term				
Deposits, collateral (ii)	28,822,241,688	-	25,237,677,123	-
	28,822,241,688	-	25,237,677,123	-
(i)	According to the Investment Cooperation Contract No. 156/HD.DT/Postef-Songhong ICT dated 24 April 2012 between POSTEF and Song Hong Investment Construction Trading Joint Stock Company and Minutes of Meeting between venturers, the land rental at 63 Nguyen Huy Tuong, Thanh Xuan District, Hanoi must be paid to the State from 01 January 2012 by the joint venture and recorded as project's expense (See Note 37 and Note 2.14 for further details).			
(ii)	The Company paid VND 24,717,000,000 deposit into account of Hanoi Department of Planning and Investment at Lien Viet Post Commercial Joint Stock Bank - Thang Long Branch to ensure the implementation of the POSTEF complex project at 61 Tran Phu according to Official Letter No. 401 / KH & DT-NNS dated 18 January 2018 of Hanoi Authority for Planning and Investment.			

8 DOUBTFUL DEBTS

Total value of receivables and debts that are overdue or not due but difficult to be recovered:

	31/12/2024		01/01/2024	
	Original Cost	Recoverable value	Original Cost	Recoverable value
	VND	VND	VND	VND
Short-Term Trade Receivables	6,625,196,407	-	6,855,586,467	328,733,945
Central Vietnam Posts And Telecommunications Construction Joint - Stock Company	738,544,400	-	738,544,400	-
Crown Joint Stock Company	30,000,000	-	137,126,260	-
VITEKCO Investment and Development Joint Stock Company	758,734,000	-	758,734,000	-
Others	5,097,918,007	-	5,221,181,807	328,733,945
Short-Term Prepayments To Suppliers	148,496,000	-	148,496,000	-
Wealland Electronic Co., Ltd	104,552,000	-	104,552,000	-
Others	43,944,000	-	43,944,000	-
Others	5,956,129,750	-	5,956,129,750	-
Lao - Viet Joint Venture Company	5,747,555,621	-	5,747,555,621	-
Others	208,574,129	-	208,574,129	-
	12,729,822,157	-	12,960,212,217	328,733,945

9 INVENTORIES

	31/12/2024		01/01/2024	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw materials	98,545,694,633	(5,780,708,121)	70,361,318,660	(6,404,600,581)
Tools, supplies	830,067,191	(374,663,660)	978,138,931	-
Goods in progress	1,174,284,468	-	2,299,375,754	-
Finished goods	199,255,001,100	(31,261,516,587)	177,965,209,577	(5,336,091,556)
Goods	124,414,734,169	(6,795,811,545)	113,390,051,980	(7,205,841,732)
Consignments	954,726,449	(120,274,062)	1,318,617,594	-
	425,174,508,010	(44,332,973,975)	366,312,712,496	(18,946,533,869)

10 PREPAID EXPENSES

	31/12/2024	01/01/2024
	VND	VND
a) Short-term		
Dispatched tools and supplies	156,522,030	297,318,556
Others	186,625,813	313,847,223
	343,147,843	611,165,779
b) Long-term		
Land rental at Bac Ninh VSIP (i)	39,314,919,005	40,512,327,713
Infrastructure rental at Le Minh Xuan Industrial Zone in Ho Chi Minh city (i)	4,372,122,681	4,559,849,105
Infrastructure rental at Lien Chieu Industrial Zone in Da Nang city (i)	653,625,000	692,115,958
Project equipment rental cost	-	2,117,473,454
Dispatched tools and supplies	6,729,273,456	2,334,345,957
Others	675,927,766	633,721,705
	51,745,867,908	50,849,833,892

(i) Prepaid expenses of land and infrastructure rental costs at industrial zones are as follows:

- The infrastructure rental at Bac Ninh VSIP is VND 53,983 million which would be allocated within the rental period of 541 months. As at 31 December 2024, it has been allocated for 147 months;
- The infrastructure rental at Le Minh Xuan I Industrial Zone is VND 2,283 million which would be allocated within the rental period of 564 months. As at 31 December 2024, it has been allocated for 282 months;
- The infrastructure rental at Le Minh Xuan II Industrial Zone is VND 6,401 million which would be allocated within the rental period of 552 months. As at 31 December 2024, it has been allocated for 273 months;
- The infrastructure rental at Lien Chieu Industrial Zone is VND 1,081 million which would be allocated within the rental period of 408 months. As at 31 December 2024, it has been allocated for 159 months.

11 TANGIBLE FIXED ASSETS

	Buildings, structures	Machinery, equipment	Transportation equipment	Administration tools and equipment	Total
	VND	VND	VND	VND	VND
Historical cost					
Beginning balance	81,074,996,144	199,473,704,724	18,161,052,865	2,207,314,287	300,917,068,020
- Purchase in the year	-	3,751,940,000	-	-	3,751,940,000
- Finalized infrastructure investment	601,134,197	739,047,000	-	-	1,340,181,197
- Repurchase of Finance-Leased Fixed Assets	-	251,579,017,761	-	-	251,579,017,761
- Reclassification	-	185,000,000	-	-	185,000,000
- Liquidation, disposal	(7,898,579,988)	(69,296,415,047)	(137,336,572)	(169,641,485)	(77,501,973,092)
- Sale and Leaseback of Finance-Leased Fixed Assets	-	(186,567,352,244)	-	-	(186,567,352,244)
Ending balance of the year	73,777,550,353	199,864,942,194	18,023,716,293	2,037,672,802	293,703,881,642
Accumulated depreciation					
Beginning balance	46,705,542,635	144,895,577,619	14,065,758,997	2,207,314,287	207,874,193,538
- Depreciation in the year	2,447,467,622	10,575,486,013	1,479,404,297	-	14,502,357,932
- Repurchase of Finance-Leased Fixed Assets	-	57,004,592,551	-	-	57,004,592,551
- Reclassification	-	185,000,000	-	-	185,000,000
- Liquidation, disposal	(7,898,579,988)	(39,272,941,880)	(137,336,572)	(169,641,485)	(47,478,499,925)
- Sale and Leaseback of Finance-Leased Fixed Assets	-	(44,042,129,054)	-	-	(44,042,129,054)
- Other Reductions	-	(33,500,000)	-	-	(33,500,000)
Ending balance of the year	41,254,430,269	129,312,085,249	15,407,826,722	2,037,672,802	188,012,015,042
Net carrying amount					
Beginning balance	34,369,453,509	54,578,127,105	4,095,293,868	-	93,042,874,482
Ending balance	32,523,120,084	70,552,856,945	2,615,889,571	-	105,691,866,600

- The carrying amount of tangible fixed assets pledged as collaterals for borrowings at the end of the year is VND 9,999,789,269 (As at 01 January 2024 was VND 12,415,277,028);
- Cost of fully depreciated tangible fixed assets but still in use at the end of the year is VND 81,352,836,896 (As at 01 January 2024 was VND 101,345,438,975).

12 FINANCE LEASE FIXED ASSETS

	Machinery, equipment VND	Total VND
Historical cost		
Beginning balance	251,579,017,761	251,579,017,761
- Finance Leases During the Year	142,525,223,190	142,525,223,190
- Repurchase of Finance-Leased Fixed Assets	(251,579,017,761)	(251,579,017,761)
Ending balance of the year	142,525,223,190	142,525,223,190
Accumulated depreciation		
Beginning balance	41,007,393,113	41,007,393,113
- Depreciation in the year	17,220,591,912	17,220,591,912
- Repurchase of Finance-Leased Fixed Assets	(57,004,592,551)	(57,004,592,551)
Ending balance of the year	1,223,392,474	1,223,392,474
Net carrying amount		
Beginning balance	210,571,624,648	210,571,624,648
Ending balance	141,301,830,716	141,301,830,716

13 INTANGIBLE FIXED ASSETS

	Land use rights (i) VND	Computer software VND	Total VND
Historical cost			
Beginning balance	1,782,373,000	596,409,000	2,378,782,000
- Reclassification	-	(185,000,000)	(185,000,000)
Ending balance of the year	1,782,373,000	411,409,000	2,193,782,000
Accumulated depreciation			
Beginning balance	-	579,363,540	579,363,540
- Amortization for the year	-	17,045,460	17,045,460
- Reclassification	-	(185,000,000)	(185,000,000)
Ending balance of the year	-	411,409,000	411,409,000
Net carrying amount			
Beginning balance	1,782,373,000	17,045,460	1,799,418,460
Ending balance	1,782,373,000	-	1,782,373,000

(i) The Company's land use rights include:

- Long-term land use right of 123 m² land at 25A Nguyen Dinh Chieu, Da Kao Ward, District 1, Ho Chi Minh City according to the Certificate of land use rights and house ownership No. 6826/1998 and No. 9227/98 issued by the People's Committee of Ho Chi Minh City on 26 May 1998 and 27 July 1998 respectively;
- Long-term land use right at Plot 6-7AD2, 2/9 Street, Hoa Cuong Ward, Hai Chau District, Da Nang according to the Certificate of land use rights and house ownership No. 3401115034, issued by the People's Committee of Da Nang City on May 19, 2000.

Intangible fixed assets regarding land use rights are pledged as collaterals for borrowings (see details in Note 21).

14 INVESTMENT REAL ESTATE FOR RENTAL

	House	Total
	VND	VND
Historical cost		
Beginning balance	2,355,197,659	2,355,197,659
Ending balance of the year	2,355,197,659	2,355,197,659
Accumulated depreciation		
Beginning balance	347,267,637	347,267,637
- Amortization for the year	156,966,660	156,966,660
Ending balance of the year	504,234,297	504,234,297
Net carrying amount		
Beginning balance	2,007,930,022	2,007,930,022
Ending balance	1,850,963,362	1,850,963,362

Fair value of Investment Property has not been officially evaluated and determined as at 31 December 2024. However, based on the rental situation and market price of these assets, the Company's Board of Management believes that the fair value of the investment assets is greater than the remaining book value at the end of the fiscal year.

15 CONSTRUCTION IN PROGRESS

	31/12/2024	01/01/2024
	VND	VND
Construction in Progress	824,077,443,986	818,703,209,701
- Postef complex project at 61 Tran Phu - Ba Dinh District - Ha Noi (i)	822,820,685,560	817,205,728,680
- Construction and installation of Accu manufacturing molds(ii)	1,049,752,290	1,049,752,290
- Complex Project at 63 Nguyen Huy Tuong, Thanh Xuan District(iii)	207,006,136	207,006,136
- Others	-	240,722,595
	824,077,443,986	818,703,209,701

(i) Construction project of POSTEF multi-functional building at 61 Tran Phu, Ba Dinh district has been implemented since 2012 with the collected costs for project mainly including VND 604.15 billion, the land rental for area of 7,523 m2 was paid one time according to Notice 19289/CCT-TB&TK dated September 27, 2018; VND 123.26 billion for relocation support costs of the Joint Venture and VND 48.34 billion for land rental paid annually the land area of 1,555 m2, located within the road boundary which the Company is using according to the payment notices of periodic land rental of Ba Dinh District Tax Department and other expenses (other information on Project see details at Note 37 and Note 2.14).

(ii) Construction and installation item of accu manufacturing molds according to new technology invested by the Company at Factory 123, POSTEF Industrial Complex in VSIP Bac Ninh Industrial Park - No. 12, 15 VSIP Bac Ninh Street, Tu Son Town, Bac Ninh Province, with a total investment of VND 1.2 billion. This item started to be deployed from the fourth quarter of 2018. On 31 December 2024, the project is implementing the mold installation.

(iii) Investment project to build a multi-function complex at 63 Nguyen Huy Tuong, Thanh Xuan district are the initial costs of investment preparation for the project. These costs will be settled with the partner upon completion of the project. For more information about the project, refer to Note 37.

16 SHORT-TERM TRADE PAYABLES

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Related parties	18,541,564,247	18,541,564,247	65,632,115,504	65,632,115,504
Post and Telecommunications Construction Materials Joint Stock Company	-	-	150,885,504	150,885,504
VKX Company Limited	15,822,268,847	15,822,268,847	65,481,230,000	65,481,230,000
Others	2,719,295,400	2,719,295,400	-	-
Others	543,261,614,357	543,261,614,357	293,373,011,109	293,373,011,109
Amphenol Omnicomnect India PVT., Ltd	-	-	2,466,520,854	2,466,520,854
ZTE HK Co., Ltd	33,589,551,763	33,589,551,763	25,784,778,127	25,784,778,127
VISION Technology Joint Stock Company	178,736,509,933	178,736,509,933	42,553,907,334	42,553,907,334
Thang Long Technology Group Joint Stock Company	30,150,867,100	30,150,867,100	14,645,523,500	14,645,523,500
NETLINE Technology Solutions Joint Stock Company	33,526,005,235	33,526,005,235	-	-
Others	267,258,680,326	267,258,680,326	207,922,281,294	207,922,281,294
	<u>561,803,178,604</u>	<u>561,803,178,604</u>	<u>359,005,126,613</u>	<u>359,005,126,613</u>

17 SHORT-TERM PREPAYMENTS FROM CUSTOMERS

	31/12/2024	01/01/2024
	VND	VND
Related parties	4,840,307	202,289,007
VNPT Cao Bang	-	185,881,300
VNPT Hoa Binh	-	11,567,400
Hanoi Telecommunications and Materials Services Company	4,840,307	4,840,307
Others	1,229,564,097	1,868,566,831
Institute of High-Quality Training	1,026,300,000	-
Others	203,264,097	1,868,566,831
	<u>1,234,404,404</u>	<u>2,070,855,838</u>

18 TAX AND OTHER PAYABLES TO THE STATE BUDGET

	Tax receivable at the beginning of the year VND	Tax payable at the beginning of the year VND	Tax payable in the year VND	Tax paid in the year VND	Tax receivable at the end of the year VND	Tax payable at the end of the year VND
Value-added tax	-	1,917,156,455	34,661,820,873	20,727,642,968	29,529,986	15,880,864,346
Export, import tax	-	-	149,932,130	149,932,130	-	-
Corporate income tax	-	3,962,404,456	5,795,727,773	4,809,341,652	1,809,084	4,950,599,661
Personal income tax	39,516,724	80,874,852	506,333,120	537,468,125	67,666,369	77,889,492
Land tax and land rental	-	-	1,633,080,271	1,633,080,271	-	-
Other Taxes	-	-	20,000,000	20,000,000	-	-
Fees, charges and other payables	-	8,069,735	458,278,557	452,631,299	-	13,716,993
	39,516,724	5,968,505,498	43,225,172,724	28,330,096,445	99,005,439	20,923,070,492

The Company's tax settlements are subject to examination by tax authorities. Because the application of tax laws and regulations on many types of transactions is susceptible to varying interpretations, amounts reported in the Consolidated Financial Statements could be changed according to the decision of tax authorities.

19 SHORT-TERM ACCRUED EXPENSES

	31/12/2024	01/01/2024
	VND	VND
Interest Expense	1,771,414,016	2,341,558,410
Contract penalty expenses (i)	10,120,556,703	9,482,597,703
Others	2,026,548,458	2,468,627,530
	13,918,519,177	14,292,783,643

- (i) They are the contract fines No. 042018-HD/VTPT Net/POSTEF-PDE which the Company temporarily deducts according to the provisional value on the Contract Penalty Minute with the customer is VNPT Net Corporation and other contract fines

20 OTHER PAYABLES

	31/12/2024	01/01/2024
	VND	VND
a) Short-term		
Trade union fee	268,191,667	284,336,394
Social insurance	31,765,700	28,188,286
Health Insurance	1,457,999	-
Unemployment insurance	423,713,260	444,800,525
Other payables	5,144,175,369	7,161,244,052
- Dividends and profits payable	107,343,562	99,974,887
- Supplies, temporary warehouses	151,720,060	2,952,581,599
- Payables for relocating the factory in Lim town(i)	210,162,517	210,162,517
- Payables for staff re-arrangement labor and production cessation at the factory in Lim town (i)	3,468,612,474	3,468,612,474
- Others	1,206,336,756	429,912,575
	5,869,303,995	7,918,569,257
b) Long-term		
Receive deposits and long-term bets	400,000,000	70,000,000
Other payables	865,192,044,995	859,193,044,995
- Lien Viet Holding Joint Stock Company (ii)	865,192,044,995	859,193,044,995
	865,592,044,995	859,263,044,995

- (i) In 2021, the Company received an amount from People's Committee of Tien Du District, Bac Ninh Province according to the Decision No.1441/QD-UBND dated November 16, 2021 on approving the compensation and resettlement plan when the State recovers land to build the Monument to Heroes and Martyrs of Tien Du District. Total compensation is VND 18,256,035,767, of which the compensation value for assets attached to land and non-removable machinery is VND 10,714,553,198 which has been recognized in other income in 2021. Remaining value includes relocation expenses (VND 3,304,246,691), expenses for staff re-arrangement and production cessation (VND 4,237,235,878). The Company has paid for some relocation costs and supported labor and stopped production. The remaining amount is expected to be settled by the Company upon completion of the above relocation and labor support work.

Pursuant to Decision No. 438/QD-UBND dated June 14, 2024, regarding the adjustment of the compensation, support, and resettlement plan for land recovery by the State for project implementation, the compensation value for houses and architectural structures on the land was adjusted from VND 9,327,541,087 to VND 5,268,095,682. During the year, the Company refunded VND 4,059,445,000 to the People's Committee of Tien Du District, equivalent to the adjusted reduction in compensation value (see details in Note 23).

- (ii) Capital contribution received from Lien Viet Holdings Joint Stock Company for the Postef Complex Project at 61 Tran Phu, Ba Dinh District, Hanoi under the business cooperation contract (see details in Note 37).

21 BORROWINGS AND FINANCE LEASE LIABILITIES

	01/01/2024		In the year		31/12/2024	
	Value	Amount can be paid	Increase	Decrease	Value	Amount can be paid
	VND	VND	VND	VND	VND	VND
a) Short-term borrowings (i)						
Short-term debts	583,925,557,391	583,925,557,391	1,229,580,437,806	1,219,257,067,480	594,248,927,717	594,248,927,717
Current portion of long-term debts	9,090,273,733	9,090,273,733	18,804,000,000	9,090,273,733	18,804,000,000	18,804,000,000
	593,015,831,124	593,015,831,124	1,248,384,437,806	1,228,347,341,213	613,052,927,717	613,052,927,717
b) Long-term borrowings (ii)						
Long-term debts	23,268,000,000	23,268,000,000	80,133,917,428	42,599,290,164	60,802,627,264	60,802,627,264
Long-term finance lease liabilities	68,031,470,674	68,031,470,674	94,000,000,000	68,031,470,674	94,000,000,000	94,000,000,000
	91,299,470,674	91,299,470,674	174,133,917,428	110,630,760,838	154,802,627,264	154,802,627,264
Amount due for settlement within 12 months	(9,090,273,733)	(9,090,273,733)	(18,804,000,000)	(9,090,273,733)	(18,804,000,000)	(18,804,000,000)
Amount due for settlement after 12 months	82,209,196,941	82,209,196,941			135,998,627,264	135,998,627,264

(i) Detailed information on Short-term borrowings:

	Currency	Interest Rate	Purpose	Guarantee	31/12/2024	01/01/2024
					VND	VND
Others						
Short-term debts						
Vietnam Joint Stock Commercial Bank For Industry And Trade - Ba Dinh Branch	VND	Specified in each debenture	Supplement working capital	Mortgaged by property (*)	216,851,550,805	200,738,829,007
Joint Stock Commercial Bank for Investment and Development of Vietnam - Tu Son Branch	VND	Specified in each debenture	L/C financing	Mortgaged by property (*)	5,085,000,000	11,525,673,600
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Ha Tay Branch	VND	Specified in each debenture	Supplement working capital	Unsecured	41,904,692,678	133,270,691,281
Bangkok Bank Public Company Limited - Hanoi Branch	VND	Specified in each debenture	Supplement working capital	Unsecured	125,799,598,832	119,083,348,938
Military Commercial Joint Stock Bank - Dien Bien Phu Branch	VND	Specified in each debenture	Supplement working capital	Mortgaged by property (*)	16,045,344,000	22,446,909,340
Vietnam Maritime Commercial Joint Stock Bank - Transaction Center	VND	Specified in each debenture	Supplement working capital	Unsecured	11,961,404,053	22,932,733,381
Vietnam International Commercial Joint Stock Bank – Hanoi Branch	VND	Specified in each debenture	Supplement working capital	Mortgaged by property (*)	39,624,007,304	-
Bank for Investment and Development of Vietnam – Ha Thanh Branch	VND	Specified in each contract	Supplement working capital	Mortgaged by property (*)	105,473,264,121	-
Others	VND	According to each contract	Supplement working capital	Unsecured	31,504,065,924	73,927,371,844
					594,248,927,717	583,925,557,391

(ii) Detailed information on Long-term borrowings:

	Currency	Interest Rate	Year of maturity	Purpose	Guarantee	31/12/2024	01/01/2024
						VND	VND
Others							
Long-term borrowings:						60,802,627,264	23,268,000,000
Vietnam Joint Stock Commercial Bank for Industry and Trade - Ba Dinh Branch						5,168,000,000	7,268,000,000
Contract No 125/2021- HDDCVDADT/NHCT124- POSTEF	VND	Adjusted for each period	2027	Procurement of Fixed assets	Mortgage by property (*)	2,794,000,000	3,910,000,000
Contract No 112/2021- HDDCVDADT/NHCT124- POSTEF	VND	Adjusted for each period	2027	Procurement of Fixed assets	Mortgage by property (*)	2,374,000,000	3,358,000,000
Personal borrowings	VND	Adjusted for each period	Each debt agreement	Supplement capital for production and business	Unsecured	55,634,627,264	16,000,000,000
Long - term Financial Lease Debt						94,000,000,000	68,031,470,674
Vietcombank Financial Leasing Co., Ltd						-	68,031,470,674
Contract 111.21.06/CTTC dated 24/06/2021	VND	Adjusted for each period	2025	Financial leased machinery and equipment for production and business	No collateral	-	4,881,226,666
Contract 111.21.08/CTTC dated 24/06/2021	VND	Adjusted for each period	2025	Financial leased machinery and equipment for production and business	No collateral	-	1,825,457,680
Contract 111.21.10/CTTC dated 27/12/2021	VND	Adjusted for each period	2026	Financial leased machinery and equipment for production and business	No collateral	-	61,324,786,328
VietinBank Leasing Co., Ltd.						94,000,000,000	-
Contract 01.108/2024/TSC - CTTC dated 23/12/2024	VND	Adjusted for each period	2029	Financial leasing of machinery and equipment for business operations.	Deposit to secure the amount of 3.2 billion VND	94,000,000,000	-
						154,802,627,264	91,299,470,674
Amount due for settlement within 12 months						(18,804,000,000)	(9,090,273,733)
Amount due for settlement after 12 months						135,998,627,264	82,209,196,941

(*) Borrowings from banks and other credit institutions are secured by mortgage contracts and fully registered as secured transactions.

22 PROVISIONS FOR PAYABLES

	<u>31/12/2024</u>	<u>01/01/2024</u>
	VND	VND
a) Short-term		
Provision for product warranty	6,959,869,128	14,089,678,074
	<u>6,959,869,128</u>	<u>14,089,678,074</u>
b) Long-term		
Provision for product warranty	1,662,597,818	25,986,439,785
	<u>1,662,597,818</u>	<u>25,986,439,785</u>

23 OWNER'S EQUITY

a) Changes in owner's equity

	Contributed capital	Share premium	Exchange rate differences	Development and investment funds	Retained earnings	Total
	VND	VND	VND	VND	VND	VND
Beginning balance of previous year	194,300,060,000	45,934,846,208	7,141,422,139	36,041,305,736	40,118,001,709	323,535,635,792
Profit for previous year	-	-	-	-	2,613,478,462	2,613,478,462
Dividend payment	-	-	-	-	(11,949,453,690)	(11,949,453,690)
Appropriation to Bonus & welfare fund	-	-	-	-	(3,054,160,898)	(3,054,160,898)
Remuneration of the Board of Management	-	-	-	-	(259,592,720)	(259,592,720)
Ending balance of previous year	194,300,060,000	45,934,846,208	7,141,422,139	36,041,305,736	27,468,272,863	310,885,906,946
Beginning balance of this year	194,300,060,000	45,934,846,208	7,141,422,139	36,041,305,736	27,468,272,863	310,885,906,946
Profit for this year	-	-	-	-	3,359,281,176	3,359,281,176
Dividend payment	-	-	-	-	(1,943,000,600)	(1,943,000,600)
Appropriation to Bonus & welfare fund	-	-	-	-	(522,695,692)	(522,695,692)
Remuneration for the Board of Directors and the Supervisory Board	-	-	-	-	(44,431,200)	(44,431,200)
Decrease due to the State reclaiming previously received compensation (i)	-	-	-	-	(4,059,445,000)	(4,059,445,000)
Reduction in deductible VAT after tax inspection	-	-	-	-	(266,738,152)	(266,738,152)
Additional corporate income tax assessment after tax inspection	-	-	-	-	(490,444,531)	(490,444,531)
Administrative penalties and late payment fines after tax inspection	-	-	-	-	(128,047,791)	(128,047,791)
Ending balance of this year	194,300,060,000	45,934,846,208	7,141,422,139	36,041,305,736	23,372,751,073	306,790,385,156

- (i) According to the Board of Directors' Meeting Minutes No. 416/BB-HĐQT dated December 27, 2024, the Company will utilize undistributed post-tax profits to offset the adjusted reduction in compensation, support, and resettlement costs when the State recovers land for the implementation of the project "Investment and construction of the Martyrs' Monument in Tien Du District, Bac Ninh Province (Phase 1)" under Decision No. 438/QĐ-UBND dated June 14, 2024, issued by the People's Committee of Tien Du District (See details in Note 20)

According to the Resolution of the General Meeting of Shareholders No. 23/NQ-ĐHĐCĐ TN2024 dated March 23, 2024, the Company announces the profit distribution for the year 2023 as follows:

	Rate %	Amount VND
Net profit after tax presented in Consolidated Financial Statements		2,613,478,462
Remuneration to Board of Management, the Supervisory Board	1.70	44,431,200
Appropriation to Bonus & welfare fund	20.00	522,695,752
Dividend payment (equivalent to 100 VND per share)	74.35	1,943,000,600
Remaining unallocated after-tax profit	3.95	103,350,910

b) Details of Contributed capital

	31/12/2024 VND	Rate %	01/01/2024 VND	Rate %
Vietnam Posts and Telecommunications Group	97,142,000,000	49.996	97,142,000,000	49.996
Duong Trung Loi	23,817,720,000	12.258	23,817,720,000	12.258
Lien Viet Securities Joint Stock Company	22,000,000,000	11.323	22,000,000,000	11.323
Others	51,340,340,000	26.423	51,340,340,000	26.423
Total	194,300,060,000	100	194,300,060,000	100

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

	Year 2024	Year 2023
	VND	VND
Owner's contributed capital		
- At the beginning of year	194,300,060,000	194,300,060,000
- At the end of the year	194,300,060,000	194,300,060,000
Distributed dividends and profit		
- Dividends and profit payable at the beginning of year	99,974,887	124,188,635
- Dividends and profit payable in the year	1,943,000,600	11,949,453,690
+ Dividend payment from last year's profit	1,943,000,600	11,949,453,690
- Dividends and profit paid in cash	(1,935,631,925)	(11,973,667,438)
+ Dividend payment from last year's profit	(1,935,631,925)	(11,973,667,438)
- Dividends, profit payable at the end of the year	107,343,562	99,974,887

d) Share

	31/12/2024	01/01/2024
	VND	VND
Quantity of Authorized issuing shares	19,430,006	19,430,006
Quantity of issued shares	19,430,006	19,430,006
- Common shares	19,430,006	19,430,006
Quantity of outstanding shares in circulation	19,430,006	19,430,006
- Common shares	19,430,006	19,430,006
Par value per share: VND 10.000		

e) Company's funds

	31/12/2024	01/01/2024
	VND	VND
Development and investment fund	36,041,305,736	36,041,305,736
	<u>36,041,305,736</u>	<u>36,041,305,736</u>

24 OFF STATEMENT OF FINANCIAL POSITION ITEMS AND OPERATING LEASE COMMITMENT

a) Operating asset for leasing

The Company designs assets such as land and infrastructure in industrial parks (see Note 10) according to operating assets. The company has prepaid all land assets and infrastructure for land plots in this Industrial Park.

As at 31 December 2024, the Company signed the following land lease contracts:

- Land lease contract at 61 Tran Phu, Dien Bien Ward, Ba Dinh District, Hanoi for the purpose of implementing Postef complex project. The land lease term is 50 years until 24 June, 2067 with total land area for leasing is 7,523 m2. Under this contract, the Company must pay one-off land rental until the contract expiry date in accordance with current regulations of the State.
- Land lease contract at VSIP Bac Ninh Industrial Park within 541 months from 2012, at Le Minh Xuan I Industrial Park within 564 months from 2001, at Le Minh Xuan II Industrial Park within 552 months since 2002 and at Lien Chieu Industrial Park within 408 months from 2011 to use for the purpose of building a production plant. Under these contracts, the Company must pay a one-time land rental for the entire lease period.

- Land lease contract at 63 Nguyen Huy Tuong, Thanh Xuan Ward, Thanh Xuan District, Hanoi for the purpose of implementing complex projects. The lease term is 20 years from January 1, 1996 with total land area for leasing is 13,000 m2. Under this contract, the Company must pay one-off land rental until the contract expiry date in accordance with current regulations of the State. According to Decision No. 119/QĐ-UBND of the People's Committee of Hanoi on January 12, 2022, the Company was granted a land lease extension at 63 Nguyen Huy Tuong for the purpose of using as a Postal Equipment Factory with an extension period of 5 years from the date of signing this decision. Up to now, the Company is still paying the annual land rental according to the notice of Tax Department of Thanh Xuan District and has also signed a new land lease contract No. 55/HDTĐ-STNMT-KTĐ dated February 27, 2023 with the Department of Natural Resources and Environment.

b) Foreign currencies

	<u>31/12/2024</u>	<u>01/01/2024</u>
USD	89,779.54	63,950.05
EUR	161.74	172.17
GBP	125,202.00	363,594.00

25 TOTAL REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	<u>Year 2024</u>	<u>Year 2023</u>
	<u>VND</u>	<u>VND</u>
Revenue from sale of goods	1,607,528,034,170	1,136,452,270,623
Revenue from rendering of services	10,424,085,799	20,846,212,672
Other revenue	420,000,000	420,000,000
	<u>1,618,372,119,969</u>	<u>1,157,718,483,295</u>
In which Revenue from related parties (See details in Note 39)	517,306,133,727	415,174,287,643

26 COST OF GOODS SOLD

	<u>Year 2024</u>	<u>Year 2023</u>
	<u>VND</u>	<u>VND</u>
Cost of goods sold	1,481,578,731,737	1,029,970,617,507
Cost of services rendered	5,819,604,624	13,418,444,607
Provision/Reversal of provision for devaluation of inventories	25,386,440,106	958,402,374
Cost of leased Real Estate	109,004,625	156,966,665
	<u>1,512,893,781,092</u>	<u>1,044,504,431,153</u>
In which Revenue from related parties (See details in Note 39)	149,965,444,590	68,187,072,060

27 FINANCIAL INCOME

	Year 2024 VND	Year 2023 VND
Interest income	445,322,515	793,298,372
Foreign exchange gains incurred during the year	722,675,000	5,523,948
Foreign exchange gains from year-end revaluation	-	206,856,525
Interest on Deferred Sales, Payment Discounts	35,995,850	-
	1,203,993,365	1,005,678,845

28 FINANCIAL EXPENSE

	Year 2024 VND	Year 2023 VND
Interest expenses	38,408,949,960	52,021,335,161
Foreign exchange loss incurred during the year	1,060,284,514	-
Foreign exchange loss from year-end revaluation	3,837,662	1,727,097,082
	39,473,072,136	53,748,432,243

29 SELLING EXPENSES

	Year 2024 VND	Year 2023 VND
Raw materials	345,701,297	207,392,349
Labour expenses	12,756,140,322	12,910,656,362
Tools and supplies	94,964,474	641,711,586
Depreciation expenses	332,610,951	407,753,512
Provision/Reversal of provision	(32,186,416,448)	(31,548,727,150)
Expenses of outsourcing services	8,147,722,449	6,891,161,074
Other expenses in cash	15,685,958,616	16,726,554,808
	5,176,681,661	6,236,502,541

30 ENTERPRISE COST MANAGEMENT

	Year 2024 VND	Year 2023 VND
Raw materials	93,509,558	328,011,408
Labour expense	26,832,431,609	19,219,086,746
Tools and supplies	1,353,060,537	1,555,346,797
Depreciation expenses	1,701,713,351	1,999,670,585
Tax, Charge, Fee	405,297,360	445,435,171
Provision/Reversal of provision	98,343,885	(180,232,500)
Expenses of outsourcing services	13,719,038,440	15,033,559,279
Other expenses in cash	11,784,721,370	12,107,643,231
	55,988,116,110	50,508,520,717

31 OTHER INCOME

	Year 2024 VND	Year 2023 VND
Gain from disposal and liquidation of fixed assets	9,727,097,728	461,656,296
Receipt from fines for breach of contract	-	10,269,694,378
Income from the settlement of non-payable debts	40,000	-
Others	171,440,972	962,234,350
	9,898,578,700	11,693,585,024

32 OTHER EXPENSES

	Year 2024 VND	Year 2023 VND
Depreciation costs, amortized during production	51,534,763	135,092,009
Administrative fines, late tax payment fines	428,726,680	917,466,446
Penalties for breach of contract, late payment	6,755,075,656	4,091,848,997
Expense for uncollectible accounts receivable	180,836	-
Others	42,958,682	72,247,449
	7,278,476,617	5,216,654,901

33 CURRENT CORPORATE INCOME TAX EXPENSES

	Year 2024 VND	Year 2023 VND
- Post and Telecommunication Equipment Joint Stock Company	4,169,349,142	6,899,937,466
- Postef Development Energy System Company Limited	486,080,944	383,102,698
- Postef Ba Dinh Co., Ltd	47,789,235	48,709,292
- Postef Da Nang Co., Ltd	602,063,921	257,977,691
Current corporate income tax expenses	5,305,283,242	7,589,727,147

34 BASIC EARNINGS PER SHARE

The calculation of basic earnings per share available for distribution to common shareholders of the Company is based on the following figures:

	Year 2024 VND	Year 2023 VND
Net profit after tax	3,359,281,176	2,613,478,462
Profit distributed to common shares	3,359,281,176	2,613,478,462
	19,430,006	19,430,006
Basic earnings per share	173	135

The Company does not have the plan to deduct the Bonus and Welfare Fund, the Bonus Fund for Board of Directors on profit after tax at time of preparing Consolidated Financial Statements.

At the end of 31 December 2024, The Company did not have shares that have potential to decline

35 BUSINESS AND PRODUCTION EXPENSES BY ITEMS

	Year 2024	Year 2023
	VND	VND
Raw materials	634,852,505,297	572,787,892,567
Labour expense	61,685,322,274	50,685,920,183
Tools and supplies	5,365,599,611	8,733,293,713
Depreciation expenses	31,896,961,964	33,170,483,481
Tax, Charge, Fee	389,097,360	482,528,429
Reversal of provision	(31,355,307,028)	(30,770,557,276)
Expenses of outsourcing services	58,255,262,310	58,835,715,429
Other expenses in cash	27,097,737,460	29,410,948,668
	788,187,179,248	723,336,225,194

36 ADDITIONAL INFORMATION FOR THE ITEMS OF THE CONSOLIDATED STATEMENT OF CASH FLOWS

a) Borrowing amount actually collected during the period

	Year 2024	Year 2023
	VND	VND
Amount actually received from ordinary escrow borrowing	1,309,714,355,234	1,107,137,483,956

b) Amount actually paid for the loan principal during the year

	Year 2024	Year 2023
	VND	VND
The actual amount to repay the loan principal under a regular escrow	42,599,290,164	1,189,401,196,846
Payment of financial lease debt	68,031,470,674	29,001,037,416

37 OTHER INFORMATION

a) POSTEF construction and investment project of multi-functional building at 61 Tran Phu, Ba Dinh District, Hanoi

According to the Investment Cooperation Contract No. 40/2011/HDHTDT/POT-LVH-HL between the Post and Telecommunication Equipment Joint Stock Company (POSTEF) and the Joint Venture between Lien Viet Holdings Joint Stock Company and Him Lam Joint Stock Company about the cooperation and operation of the POSTEF Complex Project at 61 Tran Phu, Ba Dinh District, Hanoi.

Contributed capital of the parties in Project is VND 1,039.2 billion and the total investment is VND 1,574.531 billion. Accordingly, POSTEF will contribute capital by land use rights of VND 530 billion (accounting for 51% total value of capital contribution), the Joint Venture party contributes VND 509.2 billion in cash (accounting for 49% total value of capital contribution). According to terms of the contract, the Company is entitled to lease for use or sublease 20% of the total office space under the floor area. The benefits of the parties from capital contribution and the profits generated from Project will be divided on the basis of profit before tax.

Under this Contract, the Joint Venture supports POSTEF with cost of relocating the business establishments, premise rental and business cessation during the preparation and construction completion phase with the value of VND 125 billion (not including VAT) and these costs are part of capital contribution that the joint venture contribute in cash to the Project.

On 24 June 2017, the People's Committee of Hanoi issued the Decision No. 3841/QĐ-UBND approving the investment policy in the project, including:

- Scale of investment: The total area under the survey is about 9,078 m², in which: The project area is about 7,523m², the area under the clearance plan is about 1,555 m²; the area of construction work is about 3,757 m² (construction density of 50%); the area of internal roads, trees and parking is about 3,766 m².
- The construction includes: 11 floors and 06 basements.
- The over ground is about 32,306.6 m², the underground area is about 43,023.2 m².
- The height of the construction from the sidewalk to the top is about 42.9m.

In 2018, the Company made deposits to ensure the project implementation according to Official Letter No. 401/KH&DT-NNS dated January 18, 2018 of the Hanoi Authority for Planning and Investment and land rental according to Notice 19289/CCT-TB&TK dated September 27, 2018 of the Tax Department of Ba Dinh District.

In 2019, the Company has been granted a land use right certificate for this land lot for new use purposes.

The project has been approved for the technical design of the underground part according to Notice No. 07 / HDXD-QLTK dated January 6, 2020 of the Construction Activity Management Department under the Ministry of Construction and waited for the Construction License. On December 8, 2020, the Company was granted the Construction License No. 83 / GPXD of the Hanoi Department of Construction on construction of the project's Underground part.

According to the Resolution of Annual General Meeting of Shareholders in 2019, the Company has planned to transfer this entire project. However, according to Resolution of the 2021 Annual General Meeting of Shareholders No.18/NQ-DHDCĐ TN2021 dated March 8, 2021, the Company has suspended the policy of transferring the project.

- On June 25, 2021, the Board of Directors of the Company approved the estimate of construction and installation value, consulting costs, project management of underground construction and installation and plan to select a consulting contractor to design construction drawings and estimation of the underground part of the Project.
- On October 11, 2021, the Board of Directors of the Company approved the contractor selection plan for the underground construction and installation phase.
- On 26 October 2021, the Board of Directors of the Company approved the Construction Drawing -Design and Estimation of construction and installation costs, consulting costs and other related costs during the construction and installation of the underground part of the Project.
- On April 6, 2022, the Company received the document No. 1009/UBND-DT on the implementation of direction of Secretary of the City Party Committee, accordingly, the Hanoi People's Committee assigns City's departments and agencies to organize the inspection and review of documents, processes and procedures for project investment implementation; determine the responsibilities of relevant organizations and individuals (if any) and report, propose and draft documents to CPV Designated Representation of the Hanoi People's Committee reports to the City Party Secretary on the implementation situation and the results of direction of the City Party Secretary. Also, according to this document, the Hanoi People's Committee also requested the Company to suspend demolition, construction and investment in the project.
- On May 19, 2022, the Company received Official Letter No. 4571/VP-DT from the Hanoi People's Committee regarding the transfer of the Company's Official Letter No. 140/POT-ĐTĐA dated May 9, 2022, on the architectural design competition for the Postef multifunctional building at 61 Tran Phu to the Departments of Planning and Architecture, and Planning and Investment for review, consolidation, and reporting to the City People's Committee.
- On June 3, 2022, the Department of Planning and Architecture issued Document No.

2337/QHKT-ND, accordingly the Department suggested that the Company actively contact and coordinate with the Vietnam Association of Architects, the Department of Planning and Architecture to jointly research, organize a contest to select architectural options to contribute to architectural space and landscape of Ba Dinh Political Center area.

- Currently, the Company has selected an architectural design through a competitive selection process. According to Official Letter No. 5393/QHKT-ND dated November 2, 2023, issued by the Hanoi Department of Planning and Architecture, the Department has reported to the Hanoi People's Committee, acknowledging the results of the architectural design competition. As of December 31, 2024, the Company is working with the Dien Bien Ward People's Committee, the Ba Dinh District People's Committee, and relevant departments and agencies to organize the public announcement of the project's planning and architectural design in comprehensive and transparent manner, in accordance with the opinion of the Department of Planning and Architecture stated in Official Letter No. 6026/QHKT-ND dated December 24, 2024.

b) Multifunctional complex project at 63 Nguyen Huy Tuong

On 24 April 2012, Post and Telecommunication Equipment Joint Stock Company and Songhong Investment Construction and Trading Joint Stock Company signed Investment Cooperation Contract No. 156/HDDT/ Postef-Songhong ICT on 24 April 2012 to implement the complex project at 63 Nguyen Huy Tuong. Under the contract's terms, the Company is entitled to distribute 50% of the Project's products at the trading price. The benefits of parties from the contributed capital and profits generated from the Project will be agreed in detail in the contract appendix after the completion of the project.

Under this contract, the joint venture supports POSTEF with the cost of relocation and site clearance with value of VND 49.5 billion (including 10% VAT). These costs are part of the capital contribution that the Joint Venture contribute in cash to the Project (these relocation costs have been settled by the joint venture and recorded as operating result from previous years).

On 8 March 2016, the People's Committee of Hanoi issued Decision No. 1087 / QD-UBND on investment policy for the project, including:

- Investment scale: The total area under the survey is about 13,022 m². In which: the area for construction of roads as planned is about 279 m²; The project area is about 12,743 m². Area of construction work is about 6,291.2 m² (Construction density is about 49.4%).
- The floor area of construction work is about 101,355 m² (not including basements, technical floors and elevator).
- The construction (not including basement, technical floors and elevator) includes 05 - 33 floors.

The General Meeting of Shareholders of the Company approved the transfer of this project under the Resolution No. 16 / NQ-DHDCDTN 2017 dated 9 March 2017.

In 2018, the Board of Management of the Company agreed to increase the total investment of this project according to the investment rate of the Ministry of Construction to VND 1,359.656 billion (in which the owner's investment capital is VND 275.248 billion, the remaining is borrowing capital and other legal mobilized capital) to transfer this project according to the Resolution of General Meeting of Shareholders and after obtaining approval from Vietnam Posts and Telecommunications Corporation.

On 27 February 2023, the Company signed land design contract No. 55/HDTD-STNMT-KTĐ with Hanoi People's Committee, leasing area 13,022.2 m², leasing term is 05 years from 27 February, 2023 with annual payment method.

38 SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD

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

39 TRANSACTION AND BALANCES WITH RELATED PARTIES

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

Related parties	Relationship
Vietnam Posts and Telecommunications Group	Significant Influence Shareholder
Network Infrastructure Corporation	Intra-group entities
Telecommunications units of provinces and cities under the Corporation	Intra-group entities
Business Centers - Telecommunications Services Corporation	Intra-group entities
Post and Telecommunications Construction Materials Joint Stock Company	Intra-group entities
Vietnam Optical Fiber Cable Joint Stock Company	Intra-group entities
VKX Limited Liability Company	Intra-group entities
Vietnam Optical Fiber Joint Stock Company	Intra-group entities
COKYVINA Joint Stock Company	Intra-group entities
TELVINA Vietnam Telecommunications Joint Stock Company	Intra-group entities
Telecommunications Equipment Manufacturing Limited Liability Company	Intra-group entities
Lao-Vietnam Joint Venture Limited Liability Company	Joint Venture Company
Members of the Board of Directors, Management Board, Supervisory Board, and other key management personnel of the Company	Key Management Personnel of the Company

In addition to the related party disclosures presented in the notes above, the Company also had the following transactions with related parties during the year:

	Year 2024	Year 2023
	VND	VND
Revenue	517,306,133,727	415,174,287,643
Network Infrastructure Corporation	19,782,146,618	65,868,440,490
Sales to provincial and municipal telecommunications units within the Group	460,826,392,267	280,239,247,153
Sales to Business Centers - Telecommunications Services Corporation	34,870,709,525	8,682,600,000
Vietnam Posts and Telecommunications Group	104,135,317	-
Vietnam Fiber Optic Joint Stock Company	1,722,750,000	-
VKX Limited Liability Company	-	60,384,000,000
Cost of goods and services	149,965,444,590	68,187,072,060
Post and Telecommunications Construction Materials Joint Stock Company	209,610,020	2,705,842,060
Vietnam Optical Fiber Cable Joint Stock Company	1,096,740,250	-
COKYVINA Joint Stock Company	75,421,360,000	-
TELVINA Vietnam Telecommunications Joint Stock Company	36,816,000	-
Telecommunications Equipment Manufacturing Limited Liability Company	8,356,814,000	-
VKX Limited Liability Company	64,844,104,320	65,481,230,000

Income of key managers:

	Position	Year 2024 VND	Year 2023 VND
Tran Hai Van	Chairman	694,096,917	559,153,996
Le Huy Dong	Member of The Board of Management	433,679,531	298,703,389
Nguyen Hong Tien	Member of the Board of Directors (Appointed on March 22, 2024)	398,946,986	
Nguyen Huyen Son	Member of the Board of Directors (Resigned on March 22, 2024)	91,116,714	245,918,808
Nguyen Tien Hung	General Director, Member of The Board of Management	468,455,302	363,292,493
Trinh An Huy	Deputy General Director	370,104,086	289,839,417
Tran Thi Hoa	Head of Board of Supervision	369,981,732	268,330,314
Ma Thi Nghiem	Chief Accountant	365,201,712	258,390,287
Nguyen Manh Hung	Supervisor (Resigned on March 22, 2024)	53,867,942	205,516,189
Vuong Toan Dung	Supervisor (Appointed on March 22, 2024)	247,145,799	-

Exclude the transaction with related parties mentioned above, other related parties had no transactions during the year and had no balance at the end of the fiscal year with the Company.

40 COMPARATIVE FIGURES

The comparative figures are figures in the Consolidated Financial Statements for the fiscal year ended as at 31 December 2023, which were audited by AASC Auditing Firm Company Limited.


Vo Minh Hue
Preparer


Ma Thi Nghiem
Chief Accountant


Tran Hai Van
Chairman
Hanoi, 03 March 2025

