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**TUNG KUANG INDUSTRIAL  
JOINT STOCK COMPANY  
FINANCIAL STATEMENTS**

**For the fiscal year ended 31 December 2024 audited by  
NHAN TAM VIET AUDITING COMPANY LIMITED**

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## **REPORT OF THE BOARD OF GENERAL DIRECTORS**

The Board of General Directors of the Company presents this report together with the Company's audited financial statements for the fiscal year ended 31 December 2024.

### **COMPANY**

Tung Kuang Industrial Joint Stock Company operating under the model of joint stock company, formerly known as Tung Kuang Industrial Company Limited, is a 100% foreign owned enterprise established and operating under the first Investment License No. 472033000244 dated 05 April 1995, the first Amendment Investment License dated 18 September 2007, transforming from Tung Kuang Industrial Co., Ltd. to Tung Kuang Industrial Joint Stock Company, Amendment Investment License from the 02<sup>nd</sup> to the 15<sup>th</sup> issued by the Management Board of Dong Nai Industrial Zone and the first Business Registration Certificate No. 3600254361 dated 05 April 1995 and Business Registration Amendment Certificates from the 01<sup>st</sup> to the 08<sup>th</sup> issued by the Department of Planning and Investment of Dong Nai Province.

*The charter capital according to the 08<sup>th</sup> Business Registration Certificate: VND 468,813,980,000.*

### **HEAD OFFICE:**

Address: No. 3, 2A Road, Bien Hoa II Industrial Zone, Long Binh Tan ward, Bien Hoa city, Dong Nai province, Viet Nam.

Telephone : (0251) 383 6688

Fax : (0251) 383 6552

Email : tungkuang@tungkuang.com.vn

Tax code : 3 6 0 0 2 5 4 3 6 1

### **FINANCIAL POSITION AND BUSINESS RESULTS**

The financial position as at 31 December 2024, the income statement and the cash flow for the fiscal year then ended of the Company have been presented in the financial statements attached to this report (from page 07 to page 41).

### **SUBSEQUENT EVENTS**

The Board of General Directors of the Company hereby ensures that there have been no events from 31 December 2024 to the date of this report which have not been considered to make adjustments on the figures or the disclosures in the financial statements.

### **THE BOARD OF MANAGEMENT AND EXECUTIVE BOARD**

The members of the Board of Management at the date of this report are as follows:

<b>Name</b>	<b>Position</b>
Mr. Liu Cheng Min	Chairman
Mr. Ma Chia Lung	Vice Chairman
Mr. Tsan Hsun Lin	Vice Chairman
Ms. Liu Ching Hua	Member
Ms. Chen, Tsu	Member
Mr. Ma Tao Hsin	Member
Mr. Liu Chien Hung	Member
Mr. Liu Chien Lin	Member
Mr. Liu Chien Chin	Member



**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**  
**REPORT OF THE BOARD OF GENERAL DIRECTORS (Cont)**

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The members of the Board of Supervisors at the date of this report are as follows:

<b>Name</b>	<b>Position</b>
Ms. Ngo Thi Ngoc Quyen	Head of the supervisor board
Mr. Chan Hsun Kuo	Member
Ms. Tran Thi Ngoc Hoa	Member

The members of the Board of General Directors and Chief Accountant at the date of this report are as follows:

<b>Name</b>	<b>Position</b>
Mr. Liu Chien Hung	General Director
Mr. Liu Chien Lin	Vice General Director
Ms. Vu Nguyen Thi Hanh	Chief Accountant

**AUDITOR**

Nhan Tam Viet Auditing Company Limited has audited on the financial statements for the fiscal year ended 31 December 2024.

**CONFIRMATION OF THE BOARD OF GENERAL DIRECTORS**

The Board of General Directors of the Company is responsible for the preparation of the financial statements to give a true and fair view of the financial position, the business results and the cash flows of the Company in each fiscal year. In preparing these financial statements, the Board of General Directors commits to comply following requirements:

- Establish and implement an effective internal control system to minimize the risk of material misstatement due to fraud or error in the preparation and presentation of the financial statements;
- Select appropriate accounting policies and apply them consistently;
- Make judgments and estimates reasonably and prudently;
- Announce the accounting standards to be followed for the material issues to be disclosed and explained in the financial statements;
- Prepare and present the financial statements in accordance with Vietnamese Accounting Standards, Vietnamese corporate accounting regime and legal regulations related to the preparation and presentation of the financial statements;
- Prepare the financial statements of the Company on the basis of the going-concern assumption. Unless it is inappropriate to presume that the Company will continue in business.

The Board of General Directors of the Company ensures that the accounting books are archived to reflect the financial position of the Company, with a level of truthfulness and reasonableness at all times and ensures that the Financial Statements comply with applicable regulations of the Government. At the same time, it is responsible for ensuring the safety of the Company's assets and taking appropriate measures to prevent and detect fraudulent acts and other violations.

The Board of Directors of the Company commits that the financial statements have given a true and fair view the Company's financial position as at 31 December 2024, as well as its business results and cash flows for the financial year ended 31 December 2024, in accordance with Accounting Standards, the Vietnamese Accounting System, and comply with relevant legal regulations related to the preparation and presentation of financial statements.

**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**  
**REPORT OF THE BOARD OF GENERAL DIRECTORS (Cont)**

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**OTHER COMMITMENT**

The Board of General Directors commits that the Company complies with Decree No. 155/2020/NĐ-CP dated 31 December 2020 guiding corporate governance applicable to public companies; and the Company does not break the obligation to disclose information as prescribed in Circular No. 96/2020/TT-BTC dated 16 November 2020 of the Ministry of Finance guiding information disclosure on the Stock market.

Dong Nai, 27 March 2025

**On behalf of the Board of General Directors**

**General Director**



**Liu Chien Hung**



No : 1306.01.06/2024/BCTC- NVT2

## AUDITOR'S REPORT

To : **Shareholders, Board of Management, Board of General Directors of  
Tung Kuang Industrial Joint Stock Company**

We have audited the financial statements of Tung Kuang Industrial Joint Stock Company on 27 March 2025, from page 07 to 40, including the balance sheet as at 31 December 2024, the Income statement, the Cash flow statement for the fiscal year ended 31 December 2024 and the Notes to the Financial Statements.

### Responsibility of the Board of General Directors

The Board of General Directors of Tung Kuang Industrial Joint Stock Company is responsible for the preparation and the presentation to give a true and fair view on the financial statements of the Company in accordance with the prevailing Vietnamese Accounting Standards and System as well as other related regulations, and is responsible for internal control which the Board of General Directors realize that it is necessary to ensure the preparation and the presentation of the financial statements to be free from material errors due to frauds or mistakes.

### Responsibility of the Auditor

Our responsibility is to express our opinions on these financial statements on the basis of our audit. Our audit is conducted in accordance with the Vietnamese Independent Auditing Regulations and Standards. These standards require that we comply with the standards and professional ethical requirements, plan and perform the audit procedures to obtain a reasonable assurance that the financial statements are free from material mistakes.

The audit fieldwork includes the implementation of procedures to obtain audit evidence supporting the amounts and the disclosures in the financial statements. The audit procedures are selected on the basis of the auditor's judgment, including the assessments of risks of material mistakes in the financial statements due to errors or fraud. When assessing these risks, the auditor had considered whether the internal control system of the Company related to the preparation and presentation of the financial statements is true and fair to design audit procedures that are appropriate with actual situation, however, not provide the opinion on the effectiveness of the internal control system of the Company. The audit also includes our assessment on the appropriateness of the accounting policies applied, the accounting estimates of the Board of General Directors as well as our evaluation on the overall presentation of the financial statements.

We believe that audit evidence we have obtained is sufficient and appropriate for our audit opinion.

**Auditor's opinion**

In our opinion, the financial statements referred to above give a true and fair view, in all material respects, of the financial position of Tung Kuang Industrial Joint Stock Company as at 31 December 2024, the business results and the cash flows for the fiscal year then ended of Tung Kuang Industrial Joint Stock Company in conformity with the Vietnamese Accounting Standards and System as well as other legal regulations related to the preparation and presentation of the financial statements.

**Other issues**

The financial statements for the fiscal year ended 31 December 2023 of Tung Kuang Industrial Joint Stock Company have been audited by other auditors and auditing firms. These auditors have expressed their unqualified opinion on these financial statements on 20 March 2024.

Hanoi, 27 March 2025

**NHAN TAM VIET AUDITING CO., LTD**

**Deputy General Director**



**Nguyen Thi Hanh**

Auditor's Certificate No: 1690-2023-124-1

**Auditor**

**Le My Trang**

Auditor's Certificate No: 3764-2021-124-1



**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**

Address: No.3, 2A road, Bien Hoa II Industrial zone, Long Binh Tan ward, Bien Hoa city, Dong Nai province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**BALANCE SHEET**

As at 31 December 2024

Unit: VND

No.	ASSETS	Code	Notes	Ending Balance	Beginning Balance
<b>A.</b>	<b>CURRENT ASSETS</b>	<b>100</b>		<b>787,828,486,852</b>	<b>486,479,505,465</b>
<b>I.</b>	<b>Cash and cash equivalents</b>	<b>110</b>	<b>V.01</b>	<b>323,732,814,188</b>	<b>19,913,552,686</b>
1.	Cash	111		118,173,814,188	19,913,552,686
2.	Cash equivalents	112		205,559,000,000	-
<b>II.</b>	<b>Short-term financial investment</b>	<b>120</b>		-	-
1.	Trading securities	121		-	-
2.	Provision for devaluation of trading securities	122		-	-
3.	Investments held to maturity dates	123		-	-
<b>III.</b>	<b>Short-term accounts receivable</b>	<b>130</b>		<b>72,908,255,946</b>	<b>23,288,657,226</b>
1.	Receivable from customers	131	V.02	68,498,086,573	19,844,659,070
2.	Short-term prepayments to suppliers	132	V.03	1,009,680,818	2,113,929,394
3.	Short-term inter-company receivable	133		-	-
4.	Receivable according to the progress of construction contracts	134		-	-
5.	Receivable on short-term loans	135		-	-
6.	Other receivable	136	V.04	4,250,719,324	1,330,068,762
7.	Provision for short-term bad debts	137	V.05	(850,230,769)	-
8.	Deficient assets to be treated	139		-	-
<b>IV.</b>	<b>Inventories</b>	<b>140</b>	<b>V.06</b>	<b>388,015,806,904</b>	<b>423,207,946,252</b>
1.	Inventories	141		388,015,806,904	423,207,946,252
2.	Provisions for devaluation of inventories	149		-	-
<b>V.</b>	<b>Other short term assets</b>	<b>150</b>		<b>3,171,609,814</b>	<b>20,069,349,301</b>
1.	Short-term prepaid expenses	151	V.07a	902,937,072	1,274,972,841
2.	VAT deductible	152		2,243,605,302	18,766,748,720
3.	Taxes and accounts receivable from the State	153	V.14	25,067,440	27,627,740
4.	Transaction of repurchasing the Government's bonds	154		-	-
5.	Other current assets	155		-	-



**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**

Address: No.3, 2A road, Bien Hoa II Industrial zone, Long Binh Tan ward, Bien Hoa city, Dong Nai province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**Balance Sheet (cont.)**

Unit: VND

No.	ASSETS	Code	Notes	Ending Balance	Beginning Balance
<b>B.</b>	<b>LONG-TERM ASSETS</b>	<b>200</b>		<b>289,226,821,681</b>	<b>312,806,937,056</b>
<b>I.</b>	<b>Long-term accounts receivable</b>	<b>210</b>		-	-
1.	Long-term accounts receivable from customers	211		-	-
2.	Long-term prepayments to suppliers	212		-	-
3.	Working capital in affiliates	213		-	-
4.	Long-term inter-company receivable	214		-	-
5.	Receivable on long-term loans	215		-	-
6.	Other long-term receivable	216		-	-
<b>II.</b>	<b>Fixed assets</b>	<b>220</b>		<b>211,395,956,077</b>	<b>233,675,738,834</b>
1.	Tangible assets	221	V.08	211,310,288,756	233,545,375,509
	- Historical costs	222		592,694,341,655	592,472,557,177
	- Accumulated depreciation	223		(381,384,052,899)	(358,927,181,668)
3.	Intangible assets	227	V.09	85,667,321	130,363,325
	- Historical costs	228		547,332,919	547,332,919
	- Accumulated depreciation	229		(461,665,598)	(416,969,594)
<b>III.</b>	<b>Investment property</b>	<b>230</b>	<b>V.10</b>	<b>66,892,733,815</b>	<b>70,242,745,999</b>
1.	Historical costs	231		83,750,304,619	83,750,304,619
2.	Accumulated depreciation	232		(16,857,570,804)	(13,507,558,620)
<b>IV.</b>	<b>Long-term assets in progress</b>	<b>240</b>		<b>329,876,048</b>	<b>486,092,828</b>
1.	Long-term operating expenses in progress	241		-	-
2.	Construction in progress	242	V.11	329,876,048	486,092,828
<b>V.</b>	<b>Long-term financial investment</b>	<b>250</b>		-	-
<b>VI.</b>	<b>Other long-term assets</b>	<b>260</b>		<b>10,608,255,741</b>	<b>8,402,359,395</b>
1.	Long-term prepaid expenses	261	V.07b	10,608,255,741	8,402,359,395
2.	Deferred income tax assets	262		-	-
3.	Long-term equipment, materials and spare parts for replacement	263		-	-
4.	Other long-term assets	268		-	-
	<b>TOTAL ASSETS</b>	<b>270</b>		<b>1,077,055,308,533</b>	<b>799,286,442,521</b>

**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**

Address: No.3, 2A road, Bien Hoa II Industrial zone, Long Binh Tan ward, Bien Hoa city, Dong Nai province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**Balance Sheet (cont.)**

Unit: VND

No.	CAPITAL SOURCES	Code	Notes	Ending Balance	Beginning Balance
<b>C.</b>	<b>LIABILITIES</b>	<b>300</b>		<b>531,439,987,917</b>	<b>306,291,048,536</b>
<b>I.</b>	<b>Current liabilities</b>	<b>310</b>		<b>526,413,506,229</b>	<b>301,264,566,848</b>
1.	Short-term payable to suppliers	311	V.12	69,590,549,914	32,274,134,878
2.	Short-term advances from customers	312	V.13	44,780,224,456	31,187,893,811
3.	Taxes and other obligations to the State Budget	313	V.14	9,737,578,792	473,900,141
4.	Payable to employees	314		8,816,060,096	8,138,672,612
5.	Short-term accrued expenses	315	V.15	176,427,429	1,540,979,039
9.	Other payables	319	V.16a	5,972,240,434	23,801,977,677
10.	Short-term financial leasehold loans and debts	320	V.17	363,687,165,111	179,539,884,693
12.	Bonus and welfare funds	322	V.18	23,653,259,997	24,307,123,997
<b>II.</b>	<b>Long-term liabilities</b>	<b>330</b>		<b>5,026,481,688</b>	<b>5,026,481,688</b>
7.	Other payables	337	V.16b	5,026,481,688	5,026,481,688
<b>D.</b>	<b>OWNER'S EQUITY</b>	<b>400</b>		<b>545,615,320,616</b>	<b>492,995,393,985</b>
<b>I.</b>	<b>Owner's equity</b>	<b>410</b>	<b>V.19</b>	<b>545,615,320,616</b>	<b>492,995,393,985</b>
1.	Owner's contribution capital	411		468,813,980,000	468,813,980,000
	- Common shares with voting right	411a		468,813,980,000	468,813,980,000
8.	Investment and development fund	418		36,447,441,077	36,447,441,077
10.	Other reserves	420		22,174,626,876	22,174,626,876
11.	Retained profit after tax	421		18,179,272,663	(34,440,653,968)
	- Retained profit after tax accumulated by the previous year end	421a		(34,440,653,968)	2,138,253,105
	- Retained profit after tax of the current year	421b		52,619,926,631	(36,578,907,073)
<b>II.</b>	<b>Other sources and funds</b>	<b>430</b>		-	-
	<b>TOTAL CAPITAL SOURCES</b>	<b>440</b>		<b>1,077,055,308,533</b>	<b>799,286,442,521</b>

Prepared by



Tran Thi Thanh Ngan

Chief accountant



Vu Nguyen Thi Hanh

Dong Nai, 27 March 2025

General Director



Luu Chien Hung



**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**

Address: No.3, 2A road, Bien Hoa II Industrial zone, Long Binh Tan ward, Bien Hoa city, Dong Nai province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**INCOME STATEMENT**

Year 2024

Unit: VND

No.	ITEMS	Code	Notes	Current year	Previous year
1.	Revenue from sale of goods and rendering of services	01	VI.01	819,057,551,385	772,692,545,591
2.	Deductible items	02		109,753,500	-
3.	Net revenue from sale of goods and rendering of services	10		818,947,797,885	772,692,545,591
4.	Cost of goods sold	11	VI.02	683,969,634,272	734,445,803,506
5.	Gross profit from sale of goods and rendering of services	20		134,978,163,613	38,246,742,085
6.	Financial income	21	VI.03	8,243,052,630	10,522,283,698
7.	Financial expenses	22	VI.04	14,169,230,307	31,920,303,105
	In which: Interest expenses	23		7,481,610,138	16,497,921,530
8.	Selling expenses	25	VI.05	25,152,001,733	10,146,000,074
9.	General and administration expenses	26	VI.06	39,250,587,282	36,462,930,752
10.	Net Operating profit	30		64,649,396,921	(29,760,208,148)
11.	Other income	31	VI.07	890,999,277	2,781,446,358
12.	Other expenses	32	VI.08	3,629,491,840	8,616,972,598
13.	Other profit	40		(2,738,492,563)	(5,835,526,240)
14.	Profit before tax	50		61,910,904,358	(35,595,734,388)
15.	Current Corporate Income Tax expenses	51	VI.09	9,290,977,727	983,172,685
16.	Deferred Corporate Income Tax expenses	52		-	-
17.	Net profit (loss) after tax	60		52,619,926,631	(36,578,907,073)
18.	Earnings per share	70	VI.10	1,122	(796)
19.	Diluted earnings per share	71	VI.10	1,122	(796)

Prepared by



Tran Thi Thanh Ngan

Chief accountant



Vu Nguyen Thi Hanh

Dong Nai, 27 March 2025

General Director



Liu Chien Hung



**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**

Address: No.3, 2A road, Bien Hoa II Industrial zone, Long Binh Tan ward, Bien Hoa city, Dong Nai province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**CASH FLOW STATEMENT**

(Under Indirect method)

Year 2024

Unit: VND

No.	ITEMS	Code	Notes	Current year	Previous year
<b>I.</b>	<b>Cash flows from operating activities</b>				
1.	<i>Profit before tax</i>	01		61,910,904,358	(35,595,734,388)
2.	<i>Adjustments</i>				
-	Depreciation and amortization	02		26,681,237,307	30,394,012,454
-	Allowances and provisions	03		850,230,769	(539,466,561)
-	(Gain)/loss on unrealized foreign exchange	04		1,391,192,368	1,138,435,398
-	(Gain)/loss on investing activities	05		(3,630,286,440)	(294,929,218)
-	Interest expenses	06		7,481,610,138	16,497,921,530
-	Other adjustments	07		-	-
3.	<i>Profit/ (loss) from operating activities before changes in working capital</i>	08		94,684,888,500	11,600,239,215
-	(Increase)/decrease in receivables	09		(33,477,065,767)	173,399,822,623
-	(Increase)/decrease in inventories	10		35,192,139,348	154,978,381,416
-	Increase/(decrease) in payables (excluding interest payables, corporate income tax payables)	11		51,009,982,577	(63,724,786,761)
-	(Increase)/decrease in prepayments	12		(1,833,860,577)	7,465,624,657
-	(Increase)/decrease in trading securities	13		-	-
-	Interest paid	14		(7,546,789,828)	(17,037,399,829)
-	Corporate income tax paid	15		(640,756,148)	(7,838,441,119)
-	Other receipts from operating activities	16		-	53,835,501
-	Other payments for operating activities	17		(686,191,000)	(2,047,215,000)
	<i>Net cash from operating activities</i>	20		136,702,347,105	256,850,060,703
<b>II.</b>	<b>Cash flow from financing activities</b>				
1.	Payments for purchasing in fixed assets and other long term assets	21		(922,285,880)	(3,034,886,518)
2.	Loans to other entities and purchasing of debt instruments of other entities	22		808,021,125	-
4.	Repayment from borrowers and proceeds from sales of debt instruments of other entities	24		-	1,337,000,000
7.	Receipts from interest, dividends and profit received	27		2,849,325,609	307,383,465
	<i>Net cash flows from investing activities</i>	30		2,735,060,854	(1,390,503,053)

**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**

Address: No.3, 2A road, Bien Hoa II Industrial zone, Long Binh Tan ward, Bien Hoa city, Dong Nai province

**FINANCIAL STATEMENTS**

The fiscal year ended 31 December 2024

**Cash flow statement (Cont.)**

Unit: VND

No.	ITEMS	Code	Notes	Current year	Previous year
<b>III.</b>	<b>Cash flows from financing activities</b>				
1.	Receipts from stocks issuing and capital contribution from equity owners	31		-	-
2.	Fund returned to equity owners, issued stock redemption	32		-	-
3.	Long-term and short-term borrowings received	33		625,537,633,398	716,803,286,733
4.	Loan repayment	34		(442,658,425,615)	(957,648,353,808)
5.	Finance lease principle paid	35		-	-
6.	Dividends, profit paid to equity owners	36		(18,011,663,000)	(36,037,117,075)
	<b>Net cash flows from financing activities</b>	<b>40</b>		<b>164,867,544,783</b>	<b>(276,882,184,150)</b>
	<b>Net cash flows within the period</b>	<b>50</b>		<b>304,304,952,742</b>	<b>(21,422,626,500)</b>
	<b>Cash and cash equivalents at the beginning of year</b>	<b>60</b>		<b>19,913,552,686</b>	<b>41,544,324,515</b>
	<b>Impact of foreign exchange fluctuation</b>	<b>61</b>		<b>(485,691,240)</b>	<b>(208,145,329)</b>
	<b>Cash and cash equivalents at the end of period</b>	<b>70</b>		<b>323,732,814,188</b>	<b>19,913,552,686</b>

Prepared by



Tran Thi Thanh Ngan

Chief accountant



Vu Nguyen Thi Hanh

Dong Nai, 27 March 2025

General Director






**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**

Address: No 3, 2A road, Bien Hoa II Industrial zone, Long Binh Tan ward, Bien Hoa city, Dong Nai province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**NOTES TO THE FINANCIAL STATEMENTS****Year 2024****I. OPERATION FEATURES****1. Ownership form:** Joint Stock Company.**2. Operating field:** Production, services.**3. Business operations:**

The Company's principle business operations includes:

- Manufacturing aluminum products in the form of aluminum bar, aluminum tube, aluminum leaf, aluminum mesh, aluminum wire and providing of design, repair, and assembly of aluminum products services;
- Manufacturing spare parts for aluminum products installation (rubber washer, plastic sliding wheel, lock handles and door hinges);
- Aluminum products and spare parts for health industry (aluminum stick for disabled, wheelchair, hospital bed, medicine cabinet);
- Aluminum products and accessories for sport industry (multipurpose gymnastics tome vehicle, aluminum bicycles, tennis racket and other equipment);
- Trading real estates, land use right of owners, users or lessee;
- Manufacturing aluminum sheet and aluminum complex used in construction;
- Processing the aluminum products surface (paint, cement).

**4. Common producing and business cycle**

The Company's regular production and business cycle is within 12 months.

**5. Characteristics of the company's operations during the financial year impact the Financial Statements**

Due to the increase in aluminum selling prices, the Company's gross profit has significantly increased compared to the year 2023, resulted in gross profit rising from VND 38.2 billion to VND 135.0 billion, and net profit after corporate income tax improving from a loss of VND 36.6 billion to a profit of VND 53.3 billion.

Apart from the above mentioned, there were no other issues or unusual business activities that affected the Company's Financial Statements during the year.

**6. Employees**

At the end of the accounting year, the Company has 360 employees (compared to 376 employees at the beginning of the year).

**7. Business structure*****Independent accounting subordinate branch:***

<b>Name</b>	<b>Address</b>	<b>Main operation</b>
Branch of Tung Kuang Industry Joint Stock Company – Nhon Trach	Road 25B, Nhon Trach I Industrial Zone, Phu Hoi Commune, Nhon Trach District, Dong Nai Province	Manufacturing aluminum products in the form of aluminum bar, aluminum tube, aluminum leaf.

**8. Statement on comparability of information in financial statements:** The financial statements for the fiscal year ended 31 December 2024 are completely consistent and ensure comparability with the financial statements for the fiscal year ended 31 December 2023.



## **TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**

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### **FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

#### **Notes to the Financial Statements (cont.)**

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## **II. FISCAL YEAR AND STANDARD CURRENCY UNIT USED IN ACCOUNTING**

### **1. Fiscal year**

Fiscal year of the Company is from 1 January to 31 December annually.

### **2. Standard currency unit used in accounting**

The standard currency unit used in accounting is Vietnam dong (VND) because collection and payment are mainly done in VND.

## **III. ACCOUNTING STANDARDS AND SYSTEM APPLIED**

### **1. Accounting system**

The Company has been applying the Vietnamese Accounting system issued in accordance with the Circular No. 200/2014/TT-BTC dated 22 December 2014, the Circular No. 53/2016/TT-BTC the year 2016 amending and supplementing Circular No. 200/2014/TT-BTC as well as the Circulars giving guidance on the implementation of accounting standards and system of the Ministry of Finance.

### **2. Statement on the compliance with the accounting standards and system**

The Board of General Directors ensures to follow all the requirements of the Vietnamese Accounting Standards and System issued in accordance with the Circular No. 200/2014/TT-BTC dated 22 December 2014, the Circular No. 53/2016/TT-BTC the year 2016 amending and supplementing Circular No. 200/2014/TT-BTC the Circulars giving guidance on the implementation of accounting standards and system of the Ministry of Finance in the preparation of these financial statements.

### **3. Applicable accounting form**

The Company has been using the accounting form of general journal recording using computer.

## **IV. ACCOUNTING POLICIES**

### **1. Cash and cash equivalents**

Cash includes cash at the fund, demand deposits in bank, monetary gold used with value storage functions, excluding gold classified as inventory used for the purpose of raw materials to manufacture products or goods for sale.

Cash equivalents are short-term investments with a maturity of no more than 3 months from the date of purchase, easily convertible into a specified amount of money and without much risk in conversion into money.

### **2. Types of exchange rates to be applied in accounting and the principle of accounting for exchange rate differences**

The Company has transactions in foreign currencies: USD.

Exchange rate differences arising during the period and exchange rate differences due to revaluation of foreign currency items at the end of the period are recorded in income or expenses during the period. Exchange rate differences due to revaluation of foreign currency balances at the end of the period are implemented according to the guidance of Circular 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance.

Transactions in foreign currencies are translated at the exchange rate at the date of the transaction. The balance of foreign currency items at the end of the period is translated at the exchange rate on the date of the end of the accounting period.

Exchange rate differences arising during the period from foreign currency transactions of foreign currency items and exchange rate differences due to revaluation of foreign currency items at the end of the period after offsetting the increase differences and decrease differences are recorded in financial income or financial expenses.



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#### **Notes to the Financial Statements (cont.)**

The exchange rate used to convert transactions incurred in foreign currencies is the actual exchange rate at the time of the transaction of the commercial bank where the Company's transaction occurs. The exchange rate used to re-evaluate the balance of foreign currency items at the end of the period is the buying rate of the commercial bank or the buying rate of commercial banks where the Company opens an account announced at the end of the fiscal year.

### **3. Trade and other receivables**

The trade receivables and other receivables are recognized as the recorded amount minus the provisions for doubtful debts.

Receivables are classified as receivables from customers and other receivables according to the following principles:

- Receivables from customers represent commercial receivables arising from buying - selling transactions between the Company and buyers that are independent from the Company, including receivables on the sales proceeds from the export consignment to another unit.
- Other receivables reflect non-commercial receivables not related to purchase and sale transactions.

Provision for doubtful debts is made for each doubtful debt based on the age of overdue debts or the expected level of loss that may occur, specifically as follows:

For overdue receivables:

- 30% of the value for receivables overdue from 6 months to less than 1 year.
- 50% of the value for receivables overdue from 1 year to less than 2 years.
- 70% of the value for receivables overdue from 2 years to less than 3 years.
- 100% of the value for receivables overdue for 3 years or more.

For receivables that are not overdue but are unlikely to be recovered: establish provisions based on expected loss level.

### **4. Inventories**

Inventories are recorded at the lower of cost between historical cost and net realizable value.

The historical cost of inventories is determined as follows:

- Raw materials and merchandise: purchase costs and other directly related costs incurred to obtain inventory at the current location and condition.
- Finished product: raw material cost, direct labor cost and related overheads amortized based on normal operating level.
- Work in progress: include main raw material costs, direct labor costs, construction machinery costs, and general production costs.

Net realizable value is the estimated selling price of inventories in the normal production or business year minus the estimated costs to complete and the estimated costs required to consume them.

Inventory value is calculated on a weighted average basis and is accounted for by the perpetual inventory method.



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### **FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

#### **Notes to the Financial Statements (cont.)**

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##### **5. Tangible fixed assets**

Tangible fixed assets are determined by their historical costs less accumulated depreciation. Historical costs of fixed assets include all the expenses of the Company to have these fixed assets as of the dates they are ready to be put into use. Other expenses incurred subsequent to the initial recognition are included in historical costs of fixed assets only if they certainly bring more economic benefits in the future thanks to the use of these assets. Those which do not meet the above conditions will be recorded into expenses.

When a tangible fixed asset is sold or disposed, its historical cost and accumulated depreciation are written off, then any gain/loss arisen is posted into the income or the expenses during the year.

Fixed assets are depreciated in accordance with the straight-line method over their estimated useful lives. The depreciation years are estimated as follows:

<b><u>Fixed assets</u></b>	<b><u>Years</u></b>
Buildings, architectures	10 – 25
Machinery and equipment	04 – 25
Means of transportation, transmission	06 – 10
Management tools and equipment	03 – 13

##### **6. Intangible fixed assets**

Intangible fixed assets are stated at cost less accumulated depreciation.

The historical cost of intangible fixed assets includes all costs that the Company must spend to acquire the fixed asset up to the time the asset is put into a ready-to-use state. Costs related to intangible fixed assets that arise after initial recognition are recorded as production and business costs in the period unless these costs are associated with a specific intangible fixed asset. and increase economic benefits from these assets.

When intangible fixed assets are sold or liquidated, their original cost and accumulated depreciation are written off and profits and losses arising from disposal are recorded in income or expenses during the year.

The Company's intangible fixed assets include:

###### ***Software program***

Costs relating to computer software programs that are not an integral part of the related hardware are capitalized. The historical cost of computer software is the total cost incurred by the Company up to the date the software is put into use. Computer software is amortized on a straight-line basis during 03 to 05 years.

##### **7. Investment properties**

###### ***Cost***

Investment properties are recorded at historical cost. While holding for capital appreciation or for operating lease, investment properties are recorded at cost, less accumulated depreciation and residual value. Expenditures incurred after the investment properties have been put into use are recognised in the statement of comprehensive income in the year in which they are incurred. In cases where it can be clearly demonstrated that the expenditures have resulted in an increase in the future economic benefits expected to be obtained from the use of the investment properties beyond their originally assessed standard of performance, the expenditures are recognised as an additional cost of the investment properties.

###### ***Accumulated deprceiation***

Land use rights with indefinite term are not amortized. Land use rights with definite term are stated at cost less accumulated depreciation. Depreciation is calculated using the straight-line



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For the fiscal year ended 31 December 2024

### **Notes to the Financial Statements (cont.)**

method over the estimated useful lives of the investment properties. The estimated useful lives are as follows:

- Buildings	25 years
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Investment properties held for capital appreciation are not depreciated. Where there is clear evidence that investment properties held for capital appreciation have declined relative to their market value and the decline can be measured reliably, the investment property held for capital appreciation is written down and the loss is recognized in cost of goods sold.

#### **8. Construction in progress**

Construction in progress represents directly related costs (including interest expenses related in accordance with the Company's accounting policy) to assets in construction progress, machinery and equipment being installed for production, rental and management purposes as well as expenses related to the repair of fixed assets in progress. These assets are recorded at cost and not depreciated.

#### **9. Recognition and capitalization of borrowing costs**

Borrowing costs are recognized into operating costs during within the year when generated, except for which directly attributable to the construction or production of an asset in process included in the cost of that asset (capitalized), when gather sufficient conditions as regulated in VAS No. 16 "Borrowing costs".

#### **10. Prepaid expenses**

The prepaid expenses actually incurred related to the performance of many manufacturing business accounting periods are recorded to prepaid expenses for allocating gradually to the operation results of the subsequence accounting periods.

##### ***Tools and equipments***

Tools and equipments that have been put into use are amortized to expenses on a straight-line basis with an amortization period not exceeding 03 years.

##### ***Other prepaid expenses***

The cost of serving many production and business periods, allocated to production and business periods within a period of no more than 03 years.

#### **11. Payables and accrued expenses**

Payables and accrued expenses are recognized for future amounts payable in respect of goods and services already received. Accrued expenses are recognized based on reasonable estimates on the payable amount.

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

- Trade payables represent commercial payables arising from purchases of goods, services or assets and the seller is independent from the Company, including payables when import through authorized receivers.
- Accrued expenses reflect payables for goods or services received from seller or provided to a buyer but not paid due to lack of invoices or insufficient accounting documents and payables to employees on vacation pay, accrued production and business expenses.
- Other payables reflect non-commercial payables not related to the transactions of buying, selling or supplying goods or services.



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For the fiscal year ended 31 December 2024

#### **Notes to the Financial Statements (cont.)**

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#### **12. Principle of recognition of loans**

The Company must keep track of the payable terms of loans. For loans with a repayment period of more than 12 months from the date of the financial statements, the accountant must present them as long-term borrowings and financial leases. For loans due within the next 12 months from the date of the financial statements, the accountant must present them as short-term borrowings and financial lease liabilities for a payment plan.

Foreign currency loans must be converted into accounting currency at the actual transaction rate at the time of occurrence.

- When paying debts or borrowings in foreign currency, the Debit side of account 341 is converted at the actual accounting exchange rate for each entity;

- When preparing the Financial Statement, the balance of loans and financial lease debts in foreign currency must be re-evaluated at the actual transaction exchange rate at the time of preparing the Financial Statement;

- Exchange rate differences arising from the payment and end-of-period revaluation of loans and financial lease debts in foreign currency are recorded in financial revenue or expenses.

#### **13. Owner's equity**

##### ***Owner's equity***

Owner's investment capital is recognized according to the amount actually invested by the shareholders.

##### ***Investment and development fund***

The investment and development fund is set aside from income after corporate income tax and is used to invest in expanding the scale of production, business or in-depth investment of the enterprise.

##### ***Other funds***

Other funds are allocated and utilized in accordance with the Company's Charter and the resolutions approved annually by the General Meeting of Shareholders.

##### ***Undistributed profit after tax***

Undistributed profit after tax reflects the business results (profit or loss) after deduction of corporation income tax and the situation of the Company's profit distribution or loss settlement. When the dividends, profits paid to the owners exceeding the undistributed after-tax profits, it's recorded as the deduction of contributed capital. Undistributed after-tax profits can be divided to investors under the ratio of their capital contribution according to approval of General Meeting of Shareholders and after setting the funds according to the Company Charter and the legal provisions of Vietnam.

#### **14. Recognition of revenue**

##### ***Revenue from sales of goods, finished goods***

Revenue of goods sold should be recognized when all the following conditions have been satisfied:

- Most of the risks and rewards associated with ownership of the product or its goods have been transferred to the buyer.
- The Company no longer holds control over the goods such as the ownership of the goods have been transferred to buyers.
- The revenue can be measured reliably. When the contract provides that the buyer is entitled to return products or goods purchased under specific conditions, the revenue is recognized only when those specific conditions cease to be available and the buyer is not entitled to return products or goods (unless customers have the right to return goods in exchange for other goods or services).
- The Company has received or will receive economic benefits from the sale.



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#### **Notes to the Financial Statements (cont.)**

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- The costs related to the sale transaction is determined.

#### ***Revenue from rendering of services***

Revenue from a service transaction is recognized when the outcome of the transaction can be measured reliably. Where services are performed over several periods, the revenue recognized in the period is based on the results of the work completed at the balance sheet date. The outcome of a service provision transaction is determined when all of the following conditions are satisfied:

- The revenue can be measured reliably. Where the contract stipulates that the buyer is entitled to return the purchased service under specific conditions, revenue is recognized only when those specific conditions no longer exist and the buyer is not entitled to return the service rendered.
- It is probable that economic benefits will flow from the transaction providing such services.
- Identify the work completed at the end of the fiscal year.
- Determine the costs incurred for the transaction and the cost to complete the transaction providing that service.

#### ***Financial income***

Income from interest and other financial income earned by the Company should be recognized when these two conditions are satisfied:

- The ability to obtain economic benefits from the transaction;
- The amount of the income can be measured reliably.

#### **15. Cost of goods sold**

Cost of goods sold in the period was recorded in accordance with the revenue generated in the period and ensured compliance with the prudent principle.

For the cost of direct materials consumed in excess of the normal rate, labor costs, and fixed production overheads that are not allocated to the value of warehoused products, the accountant must immediately calculate them into the cost of goods sold (after deducting compensation, if any) even if the product or goods have not been identified as being sold.

The provision for inventory price reduction is included in the cost of goods sold based on the quantity of inventory and the difference between the net realizable value being less than the original cost of inventory. When determining the volume of inventory with price reduction requiring provision, the accountant must exclude the volume of inventory for which a sales contract has been signed (with a net realizable value not lower than the book value) but has not been transferred to the customer if there is solid evidence that the customer will not abandon the contract.

#### **16. Financial expenses**

Reflecting expenses for financial activities including expenses or losses related to borrowing expenses and exchange rate losses.

#### **17. Selling expense, general and administration expenses**

Selling expenses reflect the actual costs incurred in the process of selling products or goods or providing services, including the costs of offering goods, introducing products, advertising products, sales commissions, expenses for product and goods warranty (except for construction activities), expenses for preservation, packing, transportation, ...

General and administration expenses reflect general management expenses of the enterprise, including expenses for salaries of employees of the enterprise management sections (salaries, wages, allowances ...); social insurance, health insurance, trade union funds, unemployment insurance of enterprise managers; expenses for office materials, labor tools, depreciation of



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### **Notes to the Financial Statements (cont.)**

fixed assets used for enterprise management; land rent, excise tax; provision for bad debts; Outbound services (electricity, water, telephone, fax, property insurance, fire, explosion, ...); Other monetary expenses (reception, ...)

#### **18. Corporate income tax**

##### ***Current corporate income tax***

The current CIT expense is determined on the basis of taxable income. Taxable income is different from accounting profit due to adjustments of temporary differences between tax and accounting, non-deductible expenses as well as adjustments of non-taxable income and transferred losses.

The Corporate Income Tax rate of Head Office is 15% for business lines under the investment license applicable until 05 April 2045.

The Corporate Income Tax rate of Branch of Tung Kuang Industrial Joint Stock Company – Nhon Trach is 20%.

#### **19. Earnings per share**

Basic earnings per share is calculated by dividing the profit or loss after tax attributable to shareholders owning common shares of the Company (after setting aside bonus and welfare funds) by the weighted average number of common shares outstanding during the year.

Diluted earnings per share is calculated by dividing the profit or loss after tax attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

#### **20. Financial instruments**

##### **a) Financial assets**

##### ***Types of financial assets***

The Company classifies financial assets into the following groups: financial assets recognized at fair values on income statement, held-to-maturity investments, loans and receivables, financial assets available for sale. The classification of these financial assets depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

##### ***Financial assets are recognized at fair value on the statement of income***

Financial assets that are classified as being recognized at fair value on the income statement if held for trading or classified at fair value on the income statement at the time of initial recognition.

Financial assets are classified into securities held for trading if:

- Purchased or created primarily for the purpose of short-term resale;
- The company intends to hold for short-term profit;
- Derivative financial instruments (except for derivative financial instruments that are identified as a contract of financial guarantee or an effective hedging instrument).

##### ***Held-to-maturity investments***

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#### **Notes to the Financial Statements (cont.)**

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Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and a fixed maturity that the Company has the intention and ability to hold until the maturity date.

#### *Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments and not listed on the market.

#### *Financial assets available for sale*

Available-for-sale financial assets are non-derivative financial assets identified as available for sale or that are not classified as fair value financial assets on the income statement, held-to-maturity investments or loans and receivables.

#### *Initial book value of a financial asset*

Financial assets are recognized at the acquisition date and derecognised at the selling date. At the time of initial recognition, a financial asset is determined at the cost of purchase / issue cost plus other costs directly attributable to the acquisition and issue of such financial asset.

### **b) Financial liabilities**

The Company classifies financial liabilities into the following groups: financial liabilities that are recognized at fair value on the income statement, financial liabilities determined by allocated value. The classification of financial liabilities depends on the nature and purpose of the financial liabilities and is determined at the date of initial recognition.

#### *Financial liabilities that are recognized at fair value on the income statement*

Financial liabilities are classified as being recognized at fair value on the income statement if held for trading or classified at fair value on the statement at the time of initial recognition.

Financial liabilities are classified as securities held for trading if:

- Purchased or created primarily for the purpose of reselling for a short period of time;
- The company intends to hold for short-term profit purposes;
- A derivative (except derivative that is a financial guarantee contract or effective hedging instrument).

#### *Financial liabilities are determined at allocated value*

Financial liabilities are determined at allocated value at the original recognition value of financial liabilities minus principal repayments, plus or minus accumulated allocation under the method the real interest rate of the difference between the initial recognition value and the maturity value, minus any deductions (either directly or through the use of a contingency account) due to impairment or failed recovery.

The net interest method is the method of calculating the allocated value of one or a group of financial liabilities and distributing the interest income or interest expense in the relevant year. Net rate is the rate at which cash flows are estimated to be paid or received in the future over the intended life of the financial instrument or, if necessary, to return to the present bookkeeping amount of financial liabilities.

#### *Initial bookkeeping amount of financial liabilities*



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**Notes to the Financial Statements (cont.)**

At the time of initial recognition, financial liabilities are determined at the issue price plus the expenses directly attributable to the issue of those financial liabilities.

**c) Equity tools**

An equity tool is a contract that proves the remaining benefits in the Company's assets after subtracting all obligations.

**21. Division Performance**

Division under business line is a combinedly identifiable part involved in the production or supply of products or services and has risks and economic benefits different from those of other business divisions.

Division under geographic area is a combinedly identifiable part that is involved in the production or supply of products or services within a specific economic environment and has economic risks and benefits different from the business divisions in other economic environments.

Division performance is presented in the Company Financial Statements for the fiscal year ended 31 December 2024.

**22. Related parties**

Parties are considered a related party of the Company if one party has the ability to control the other party or otherwise significantly influence the other party in making financial decisions and operate, or when the Company and the other party jointly or severally control.

In considering related parties relationship, the nature of relationship is focused more than the legal form.

Transactions with related parties during the year are presented in Note VIII.1.

**V. SUPPLEMENTARY INFORMATION FOR ITEMS PRESENTED IN BALANCE SHEET**

Unit: VND

**1. Cash and cash equivalents**

	<u>Ending balance</u>	<u>Beginning balance</u>
Cash on hand	367,172,508	175,589,362
Cash at bank	117,806,641,680	19,737,963,324
Cash equivalents (*)	205,559,000,000	-
<b>Total</b>	<b>323,732,814,188</b>	<b>19,913,552,686</b>

(\*) Cash equivalents are deposits with terms from 1 month to 3 months at Mega International Commercial Bank – Ho Chi Minh City Branch, Indovina Bank Limited - Dong Nai Branch, Esun Bank Limited - Dong Nai Branch and CTBC Bank Limited - Ho Chi Minh City Branch with interest rates from 4.4% to 4.75%/year.

**2. Short term trade receivables**

	<u>Ending balance</u>	<u>Beginning balance</u>
- United Jumbo Co., Ltd	-	2,942,602,174
- Annexe Ecrans Urbains Inc	-	2,939,951,762
- Space Max Vina Co., Ltd	3,075,662,895	2,807,909,427
- Siemens Limited Company – Binh Duong Branch	9,394,327,896	28,747,312
- Container Direct Company, LLC	21,453,928,650	-
- Ever Young Co., Ltd	11,217,905,281	1,739,748,982
- Others	23,356,261,851	9,385,699,413
<b>Total</b>	<b>68,498,086,573</b>	<b>19,844,659,070</b>

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Notes to the Financial Statements (cont.)

Unit: VND

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

	Ending balance	Beginning balance
- Dai Nam Industrial Co., Ltd	-	754,608,854
- Green Urban Company Limited	-	605,700,000
- Ly Cuong Trading And Services Co., Ltd	199,460,400	-
- Chiline (Vietnam) Environmental Engineering Co., Ltd.	209,547,000	-
- Tri Viet Environmental Construction Co., Ltd	324,000,000	-
- Others	276,673,418	753,620,540
<b>Total</b>	<b>1,009,680,818</b>	<b>2,113,929,394</b>

**4. Other short term receivables**

	Ending balance		Beginning balance	
	Value	Provision	Value	Provision
- Advances	21,100,000	-	21,100,000	-
- Others	4,229,619,324	-	1,308,968,762	-
+ <i>Accrued interest income</i>	803,402,734	-	-	-
+ <i>Other receivables</i>	3,426,216,590	-	1,308,968,762	-
<b>Total</b>	<b>4,250,719,324</b>	<b>-</b>	<b>1,330,068,762</b>	<b>-</b>

**5. Bad debts**

	Ending balance		Beginning balance	
	Historical cost	Recoverable value	Historical cost	Recoverable value
Thai Lien LLC	602,843,631	-	602,843,631	602,843,631
Redranger Viet Nam Co., Ltd	119,322,500	-	119,322,500	119,322,500
Others	143,256,461	15,191,823	143,256,461	143,256,461
<b>Total</b>	<b>865,422,592</b>	<b>15,191,823</b>	<b>865,422,592</b>	<b>865,422,592</b>

**6. Inventories**

	Ending balance		Beginning balance	
	Historical cost	Provision	Historical cost	Provision
Goods in transit	97,809,897,533	-	-	-
Raw material	65,055,960,626	-	183,200,395,754	-
Tools and equipment	1,248,151,413	-	3,014,323,133	-
Work in progress	150,695,411,336	-	186,569,607,931	-
Finished product	73,197,834,316	-	50,284,788,764	-
Goods	8,551,680	-	138,830,670	-
<b>Total</b>	<b>388,015,806,904</b>	<b>-</b>	<b>423,207,946,252</b>	<b>-</b>



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**Notes to the Financial Statements (cont.)**

Unit: VND

**7. Prepaid expenses****a) Short term prepaid expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
- The remaining value of tools and equipment issued for use awaiting allocation	538,989,907	955,080,689
- Billboard advertising expenses	163,580,249	-
- Others	200,366,916	319,892,152
<b>Total</b>	<u><u>902,937,072</u></u>	<u><u>1,274,972,841</u></u>

**b) Long term prepaid expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
- The remaining value of tools and equipment issued for use awaiting allocation	9,536,685,982	7,833,361,184
- Tank manufacturing costs	127,400,000	75,000,000
- Others	944,169,759	493,998,211
<b>Total</b>	<u><u>10,608,255,741</u></u>	<u><u>8,402,359,395</u></u>

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Notes to the Financial Statements (cont.)

	Unit: VND				
8. Tangible fixed assets					
	Buildings, architecture items	Machineries, equipment	Means of transportation	Management tools and equipment	Total
<b>Historical cost</b>					
Beginning balance	170,974,547,289	408,660,633,525	9,789,441,320	3,047,935,043	592,472,557,177
Newly purchased	-	771,296,296	38,636,364	-	809,932,660
Transfer from construction in progress	268,570,000	-	-	-	268,570,000
Disposal	-	-	(856,718,182)	-	(856,718,182)
Reclassification	-	(240,050,000)	-	240,050,000	-
<b>Ending balance</b>	<b>171,243,117,289</b>	<b>409,191,879,821</b>	<b>8,971,359,502</b>	<b>3,287,985,043</b>	<b>592,694,341,655</b>
<i>In which:</i>					
Fully depreciated but still in use	138,300,608,649	91,384,059,888	1,926,679,308	2,850,372,509	234,461,720,354
<b>Accumulated depreciation</b>					
Beginning balance	71,546,310,044	277,405,229,834	7,011,913,160	2,963,728,630	358,927,181,668
Depreciation for the year	5,834,747,633	16,386,049,392	969,136,162	96,595,932	23,286,529,119
Disposal	-	-	(829,657,888)	-	(829,657,888)
Reclassification	-	(20,004,150)	-	20,004,150	-
<b>Ending balance</b>	<b>77,381,057,677</b>	<b>293,771,275,076</b>	<b>7,151,391,434</b>	<b>3,080,328,712</b>	<b>381,384,052,899</b>
<b>Net book value</b>					
Beginning balance	99,428,237,245	131,255,403,691	2,777,528,160	84,206,413	233,545,375,509
<b>Ending balance</b>	<b>93,862,059,612</b>	<b>115,420,604,745</b>	<b>1,819,968,068</b>	<b>207,656,331</b>	<b>211,310,288,756</b>



**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**

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**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**Notes to the Financial Statements (cont.)**

Unit: VND

**9. Movements in intangible fixed assets**

	<b>Land use rights</b>	<b>Computer software</b>	<b>Total</b>
<b>Historical cost</b>			
Beginning balance	-	547,332,919	547,332,919
Purchased	-	-	-
<b>Ending balance</b>	<b>-</b>	<b>547,332,919</b>	<b>547,332,919</b>
<i>In which:</i>			
Fully depreciated but still in use	-	323,852,919	323,852,919
<b>Accumulated depreciation</b>			
Beginning balance	-	416,969,594	416,969,594
Depreciation for the period	-	44,696,004	44,696,004
<b>Ending balance</b>	<b>-</b>	<b>461,665,598</b>	<b>461,665,598</b>
<b>Net book value</b>			
Beginning balance	-	130,363,325	130,363,325
<b>Ending balance</b>	<b>-</b>	<b>85,667,321</b>	<b>85,667,321</b>

**10. Movements in investment property**

<b>Items</b>	<b>Beginning balance</b>	<b>Increase in year</b>	<b>Decrease in year</b>	<b>Ending balance</b>
<b>I. Historical cost</b>	<b>83,750,304,619</b>	<b>-</b>	<b>-</b>	<b>83,750,304,619</b>
- Building	83,750,304,619	-	-	83,750,304,619
<b>II. Accumulated depreciation</b>	<b>13,507,558,620</b>	<b>3,350,012,184</b>	<b>-</b>	<b>16,857,570,804</b>
- Building	13,507,558,620	3,350,012,184	-	16,857,570,804
<b>III. Net book value</b>	<b>70,242,745,999</b>	<b>- (3,350,012,184)</b>	<b>-</b>	<b>66,892,733,815</b>
- Building	70,242,745,999	- (3,350,012,184)	-	66,892,733,815

**11. Construction in progress**

	<b>Ending balance</b>	<b>Beginning balance</b>
Purchasing fixed assets	329,876,048	486,092,828
<b>Total</b>	<b>329,876,048</b>	<b>486,092,828</b>

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**FINANCIAL STATEMENTS**

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**Notes to the Financial Statements (cont.)**

Unit: VND

**12. Short-term trade payables**

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Payable to related parties</i>	<i>291,759,040</i>	<i>186,070,335</i>
Bloomy International L.L.C	291,759,040	186,070,335
<i>Other suppliers</i>	<i>69,298,790,874</i>	<i>32,088,064,543</i>
Akzo Nobel Powder Coatings (Viet Nam) Co.,Ltd	701,998,000	3,596,616,029
Dai Nam Develop Corporation	3,356,569,480	3,271,527,479
Rio Tinto Marketing Pte Ltd	42,203,081,451	-
Others	23,037,141,943	25,219,921,035
<b>Total</b>	<b><u>69,590,549,914</u></b>	<b><u>32,274,134,878</u></b>

**13. Advances from customers**

	<u>Ending balance</u>	<u>Beginning balance</u>
Container Direct, LLC	14,731,649,002	8,582,915,777
Multionline Distribution Inc	1,566,253,031	4,470,024,692
Others	28,482,322,423	18,134,953,342
<b>Total</b>	<b><u>44,780,224,456</u></b>	<b><u>31,187,893,811</u></b>



# TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY

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## FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

Notes to the Financial Statements (cont.)

Unit: VND

### 14. Taxes payable to State Treasury

	Beginning balance		Arising during the year		Ending balance	
	Receivable	Payable	Amount payable	Amount paid	Receivable	Payable
VAT on domestic sales	-	298,994,779	2,258,983,324	1,645,526,252	-	912,451,851
VAT on imported goods	-	-	27,860,742,272	27,860,742,272	-	-
Import, export tax	-	-	1,001,061,417	1,001,061,417	-	-
Corporate income tax	-	174,905,362	9,290,977,727	640,756,148	-	8,825,126,941
Personal income tax	27,627,740	-	1,497,269,600	1,494,709,300	25,067,440	-
Other taxes	-	-	240,620,754	240,620,754	-	-
Duties, fees and others	-	-	6,000,000	6,000,000	-	-
<b>Total</b>	<b>27,627,740</b>	<b>473,900,141</b>	<b>42,149,655,094</b>	<b>32,883,416,143</b>	<b>25,067,440</b>	<b>9,737,578,792</b>

Tax finalization of the Company will be subject to inspection by tax authorities. The application of tax laws and regulations to different types of transactions can be interpreted in different ways, thus the tax amounts presented in the Financial Statements are subject to change under the discretion of the tax office.

#### The value added tax

The Company pays value added tax under deduction method with tax rates of each type as follows:

Export of aluminum products	0%
Domestic sales and processing	10%

The Company apply a VAT rate of 8% to groups of goods and services which applying a VAT rate of 10% according to the provisions of Decree No. 94/2023/NĐ-CP dated 28 December 2023 and Decree No. 72/2024/NĐ-CP dated 30 June 2024.

#### Corporate income tax

The corporate income tax rate of Head Office is 15% for business lines under the investment license applicable until 05 April 2045, the Corporate Income Tax rate of Branch of Tung Kuang Industrial Joint Stock Company – Nhon Trach is 20%.

#### Other kinds of tax

The Company declared and paid according to the regulations.

**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**

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**FINANCIAL STATEMENTS**

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Notes to the Financial Statements (cont.)

Unit: VND

**15. Short-term accrued expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
Payable interest expense	163,170,368	228,350,058
Accrued processing expenses	13,257,061	1,312,628,981
<b>Total</b>	<b>176,427,429</b>	<b>1,540,979,039</b>

**16. Other payables**
**a) Short term other payables**

	<u>Ending balance</u>	<u>Beginning balance</u>
Social insurance	-	61,449,476
Unemployment insurance	-	52,017,811
Dividends payable	145,514,574	18,157,177,574
Other payables	5,826,725,860	5,531,332,816
+ <i>VTR Yongxing Aluminum Industrial Products Co., Ltd</i>	<i>1,015,093,580</i>	<i>1,015,093,580</i>
+ <i>Vietwin Industrial Co., Ltd</i>	<i>895,615,683</i>	<i>402,173,086</i>
+ <i>Remuneration of Board of Management, Board of Supervisor</i>	<i>148,000,000</i>	<i>100,000,000</i>
+ <i>Others</i>	<i>3,768,016,597</i>	<i>4,014,066,150</i>
<b>Total</b>	<b>5,972,240,434</b>	<b>23,801,977,677</b>

**b) Long term other payables**

	<u>Ending balance</u>	<u>Beginning balance</u>
- Long-term deposits received	5,026,481,688	5,026,481,688
<b>Total</b>	<b>5,026,481,688</b>	<b>5,026,481,688</b>

**17. Loans and financial lease debt**
**Short term loans and financial lease debt**

	<u>Ending balance</u>		<u>Beginning balance</u>	
	<u>Amount</u>	<u>Recoverable amount</u>	<u>Amount</u>	<u>Recoverable amount</u>
- <b>Bank loans</b>	<b>363,687,165,111</b>	<b>363,687,165,111</b>	<b>167,329,884,693</b>	<b>167,329,884,693</b>
CTBC Bank Limited - Ho Chi Minh Branch	-	-	30,110,317,869	30,110,317,869
Bank for Foreign Trade of Vietnam <sup>(a)</sup>	96,686,784,939	96,686,784,939	15,295,293,332	15,295,293,332
Vietnam JSC Bank for Industry and Trade	162,139,960,180	162,139,960,180	-	-
- Dong Nai Branch <sup>(b)</sup>	-	-	-	-
Mega International Bank Co., Ltd. - Ho Chi Minh Branch <sup>(c)</sup>	51,441,963,961	51,441,963,961	-	-
Taipei Fubon Commercial Bank <sup>(d)</sup>	500,000,000	500,000,000	74,589,702,655	74,589,702,655
Hua Nan Commercial Bank, Ltd. - Ho Chi Minh Branch <sup>(e)</sup>	1,885,650,183	1,885,650,183	5,897,477,964	5,897,477,964
ESUN Commercial Bank, Ltd. - Dong Nai Branch	-	-	17,328,659,106	17,328,659,106
Indovina Bank Limited - Dong Nai Branch <sup>(f)</sup>	51,032,805,848	51,032,805,848	24,108,433,767	24,108,433,767
- <b>Loans from other subjects</b>	<b>-</b>	<b>-</b>	<b>12,210,000,000</b>	<b>12,210,000,000</b>
Golden Top International Co., Ltd	-	-	12,210,000,000	12,210,000,000
<b>Total</b>	<b>363,687,165,111</b>	<b>363,687,165,111</b>	<b>179,539,884,693</b>	<b>179,539,884,693</b>



# TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY

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## FINANCIAL STATEMENTS

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### Notes to the Financial Statements (cont.)

- Loan under Credit Contract No. 126.24/48.05-CTD dated 02 August 2024 to finance the short-term credit for production and business with a credit limit of VND 130,000,000,000. The credit term is 12 months, the interest rate are specified in each debt recognition. The principal balance in foreign currency and VND loans as at 31 Decemeber 2024 is USD 1,535,969.82 and VND 57,441,220,068.
- Loan under Loan Contract No. 300210957/2004-HDCVHM/NHCT680-TKU dated 10 July 2024 to supplement working capital for production and business with a total outstanding loan balance and issued L/C balance of VND 170 billion. The credit term is 12 months, the interest rate are specified in each debt recognition. The principal balance in foreign currency and VND loans as at 31 Decemeber 2024 is USD 211,247.38 and VND 156,742,378,374.
- Loan under Credit Contract No. (113)L-027 dated 24 April 2024 to purchase materials and finance working capital with a limit of USD 3,000,000. The credit limit usage period is valid until 21 December 2024, the loan term is not exceeding 180 days from the date of disbursement. Loan interest rate is specified in each debt recognition. The principal balance in foreign currency and VND loans as at 31 December 2024 is USD 0 and VND 51,441,963,961.
- Loan under Letter of Credit No. 240529-TFB00232531 dated 29 May 2024 to finance the short-term working capital with a credit limit of USD 5,000,000. The credit limit is valid until 20 May 2025. The credit term is 180 days. Loan interest rate are specified for each debt recognition. The principal balance in foreign currency and VND loans as at 31 December 2024 is USD 0 and VND 500,000,000.
- Loan under Credit Contract No. HNHCMCFL-S/43/2024 dated 17 June 2024 to finance the opening of L/C to import raw materials and components for production. The loan limit is USD 3,000,000. The credit term is 09 months. Loan interest rate are specified for each debt recognition. The principal balance in foreign currency and VND loans as at 31 December 2024 is USD 0 and VND 1,885,650,183.
- Loan under Credit Contract No. IVB-DN/CL/1124/148 dated 17 November 2024 to supplement working capital, issue guarantees, open L/C with a limit of USD 2,000,000. The loan term is the maximum of 06 months from the first disbursement date. The loan interest rate are specified on each debt recognition. The principal balance in foreign currency and VND loans as at 31 December 2024 is: USD 1,997,291.92 and VND 0.

Details of short-term loans incurred during the year are as follows:

	Beginning balance	Amount of loan incurred during the year	Exchange rate differential assessment	Amount of loan paid during the year	Ending balance
Short term bank loans	167,329,884,693	625,011,133,398	1,268,072,635	429,921,925,615	363,687,165,111
Short-term loans from other organizations	12,210,000,000	526,500,000	-	12,736,500,000	-
<b>Total</b>	<b>179,539,884,693</b>	<b>625,537,633,398</b>	<b>1,268,072,635</b>	<b>442,658,425,615</b>	<b>363,687,165,111</b>

Unit: VND

**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**

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Notes to the Financial Statements (cont.)

						Unit: VND
<b>18. Bonus and welfare fund</b>						
	Beginning balance	Fund raising	Fund disbursement during the year	Ending balance		
Bonus and welfare fund	24,307,123,997	49,147,000	703,011,000	23,653,259,997		
<b>Total</b>	<b>24,307,123,997</b>	<b>49,147,000</b>	<b>703,011,000</b>	<b>23,653,259,997</b>		
<b>19. Owner's equity</b>						
<i>a) Movements in owners' equity</i>						
	Contributed legal capital	Investment and development fund	Other equity funds	Undistributed after-tax profits	Total	
Balance at the beginning of previous year	426,196,980,000	29,720,981,874	18,811,397,275	80,248,520,510	554,977,879,659	
Capital increase in previous year	42,617,000,000	-	-	-	42,617,000,000	
Loss during previous year	-	-	-	(36,578,907,073)	(36,578,907,073)	
Distribution of previous year's profits	-	6,726,459,203	3,363,229,601	(77,379,767,405)	(67,290,078,601)	
Others decrease	-	-	-	(730,500,000)	(730,500,000)	
<b>Ending balance of the previous year</b>	<b>468,813,980,000</b>	<b>36,447,441,077</b>	<b>22,174,626,876</b>	<b>(34,440,653,968)</b>	<b>492,995,393,985</b>	
Beginning balance	468,813,980,000	36,447,441,077	22,174,626,876	(34,440,653,968)	492,995,393,985	
Profit during this period	-	-	-	53,345,926,631	53,345,926,631	
Others decrease	-	-	-	(726,000,000)	(726,000,000)	
<b>Ending balance</b>	<b>468,813,980,000</b>	<b>36,447,441,077</b>	<b>22,174,626,876</b>	<b>18,179,272,663</b>	<b>545,615,320,616</b>	



**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**Address: No 3, 2A Road, Bien Hoa II Industrial zone, Long Binh Tan ward, Bien Hoa city, Dong Nai province  
FINANCIAL STATEMENTS

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Notes to the Financial Statements (cont.)

Unit: VND

**b) Details of contributed legal capital**

	Ending balance		Beginning balance	
	Value	Rate	Value	Rate
Rich International Holding L.L.C	396,256,540,000	84.52%	396,256,540,000	84.52%
Others	72,557,440,000	15.48%	72,557,440,000	15.48%
<b>Total</b>	<b>468,813,980,000</b>	<b>100%</b>	<b>468,813,980,000</b>	<b>100%</b>

**c) Share**

	Ending balance	Beginning balance
Number of shares registered for issuance	46,881,398	46,881,398
Number of shares sold to the public	46,881,398	46,881,398
- Common shares	46,881,398	46,881,398
Number of shares to be redeemed	-	-
Number of outstanding shares	46,881,398	46,881,398
- Common shares	46,881,398	46,881,398

Par value of outstanding shares: 10,000 VND/stock.

**d) Company Funds**

	Ending balance	Beginning balance
- Investment and development fund	36,447,441,077	36,447,441,077
- Other equity funds	22,174,626,876	22,174,626,876
<b>Total</b>	<b>58,622,067,953</b>	<b>58,622,067,953</b>

**20. Off balance sheet items****Foreign currencies**

	Ending balance	Beginning balance
US Dollar (USD)	4,128,037.93	82,182.34

**Bad debt resolved**

	Ending balance	Beginning balance
Bad debt resolved	965,819,626	965,819,626

**VI. SUPPLEMENTARY INFORMATION FOR THE ITEMS PRESENTED IN THE INCOME STATEMENT****1. Revenue from sales of goods and rendering of services**

	Current year	Previous year
Total revenue	819,057,551,385	772,692,545,591
Revenue from sale of finished goods	777,092,232,418	725,598,861,665
Revenue from rendering services	7,248,467,179	17,256,641,057
Revenue from real estate business	33,709,872,960	29,837,042,869
Other revenue	1,006,978,828	-
Deductible items:	109,753,500	-
<b>Net revenue</b>	<b>818,947,797,885</b>	<b>772,692,545,591</b>

**TUNG KUANG INDUSTRIAL JOINT STOCK COMPANY**

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**Notes to the Financial Statements (cont.)**

Unit: VND

<i>In which:</i>		
Revenue from sale of finished goods	776,982,478,918	725,598,861,665
Revenue from rendering services	7,248,467,179	17,256,641,057
Revenue from real estate business	33,709,872,960	29,837,042,869
Other revenue	1,006,978,828	-
<b>2. Cost of goods sold</b>		
	<b>Current year</b>	<b>Previous year</b>
Cost of finished goods sold	670,475,807,521	702,896,453,911
Cost of rendering services	9,440,928,479	27,715,735,991
Other cost	972,512,990	-
Cost of trading real estates	3,080,385,282	4,373,080,165
Cost of goods sold write-downs	-	(539,466,561)
<b>Total</b>	<b>683,969,634,272</b>	<b>734,445,803,506</b>
<b>3. Financial income</b>		
	<b>Current year</b>	<b>Previous year</b>
Interest income	2,849,325,609	294,929,218
Gain from foreign exchange difference during the year	3,502,877,561	8,726,671,419
Gain from foreign exchange difference due to year-end revaluation	1,890,849,460	1,500,683,061
<b>Total</b>	<b>8,243,052,630</b>	<b>10,522,283,698</b>
<b>4. Financial expenses</b>		
	<b>Current year</b>	<b>Previous year</b>
Loan interest expenses	7,481,610,138	16,497,921,530
Loss from foreign exchange difference during the year	3,405,578,341	12,783,263,116
Loss from foreign exchange difference due to year-end revaluation	3,282,041,828	2,639,118,459
<b>Total</b>	<b>14,169,230,307</b>	<b>31,920,303,105</b>
<b>5. Selling expenses</b>		
	<b>Current year</b>	<b>Previous year</b>
Expenses of outsourced services	25,152,001,733	10,146,000,074
<b>Total</b>	<b>25,152,001,733</b>	<b>10,146,000,074</b>
<b>6. General and administration expenses</b>		
	<b>Current year</b>	<b>Previous year</b>
Employee expenses	21,699,511,164	20,983,017,187
Office supplies expenses	203,705,003	336,122,725
Fixed asset depreciation expense	2,839,272,563	1,221,882,644
Taxes, charges and fees	20,142,762	1,746,593,734
Provision for bad debts	850,230,769	-
Expenses of outsourced service	11,803,432,496	6,778,571,406
Other expenses	1,834,292,525	5,396,743,056
<b>Total</b>	<b>39,250,587,282</b>	<b>36,462,930,752</b>



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**FINANCIAL STATEMENTS**

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**Notes to the Financial Statements (cont.)**

Unit: VND

**7. Other income**

	<b>Current year</b>	<b>Previous year</b>
Gains from disposal of assets	780,960,831	-
Fines received	-	14,595,104
Other income	110,038,446	2,766,851,254
<b>Total</b>	<b>890,999,277</b>	<b>2,781,446,358</b>

**8. Other expenses**

	<b>Current year</b>	<b>Previous year</b>
Non deductible value-added tax	1,939,735,275	-
Damaged materials	1,080,276,898	-
Fines	91,405,647	832,531,770
Other expenses	518,074,020	7,784,440,828
<b>Total</b>	<b>3,629,491,840</b>	<b>8,616,972,598</b>

**9. Current Corporate Income Tax (CIT) expenses**

	<b>Current year</b>	<b>Previous year</b>
- Corporate income tax on taxable income of current	9,290,977,727	640,756,148
- Adjustment for corporate income tax of previous years and current	-	342,416,537
<b>Total current Corporate Income Tax expense</b>	<b>9,290,977,727</b>	<b>983,172,685</b>

**10. Basic/diluted earnings per share**

	<b>Current Year</b>	<b>Previous Year</b>
Accounting profit after corporate income tax	53,345,926,631	(36,578,907,073)
Adjustments to increase and decrease accounting profit to determine the profit to be allocated to common stock holders:	(726,000,000)	(730,500,000)
- <i>Payment of remuneration to the Board of Management and the Board of Supervisory</i>	<i>(726,000,000)</i>	<i>(730,500,000)</i>
Basic/diluted earnings per share profit	53,345,926,631	(36,578,907,073)
Average number of ordinary shares outstanding during the period	46,881,398	46,881,398
<b>Basic/diluted earnings per share</b>	<b>1,122</b>	<b>(796)</b>

**11. Cost by factor**

	<b>Current year</b>	<b>Previous year</b>
Raw materials expenses	496,393,817,505	501,447,382,987
Labor expenses	81,990,307,239	79,564,682,038
Fixed asset depreciation expenses	26,681,237,307	30,394,012,454
Expenses from outsourced services	126,084,828,781	67,686,644,490
Other expenses by cash	2,684,696,149	37,570,922,946
Provision expenses	850,230,769	(539,466,561)
<b>Total</b>	<b>734,685,117,750</b>	<b>716,124,178,354</b>

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**Notes to the Financial Statements (cont.)****VII. SUPPLEMENTARY INFORMATION FOR THE ITEMS PRESENTED IN CASH FLOW STATEMENT**

No information.

**VIII. OTHER INFORMATION****1. Transactions with related parties**

Related parties with the Company include: key management members, individuals related to key management members and other related parties.

**Transactions and balances with key management members and individuals associated with key management members**

Key management members include: Members of the Board of Management, the Board of General Directors, the Board of Supervisory, and the Chief Accountant. Individuals associated with key management members are close members of the family of key management members.

During the year, the entity did not have any transactions with related parties, including key management members and individuals related to key management members.

At the end of the fiscal year, there is no outstanding balance with key management members and related individuals.

The income of key management members is as follows:

	Unit: VND	
	<b>Current year</b>	<b>Previous year</b>
Salaries, bonuses	4,479,012,000	4,424,948,500
<b>Total</b>	<b>4,479,012,000</b>	<b>4,424,948,500</b>

**Transactions with other related parties**

Other related parties with the Company include:

<b>Related parties</b>	<b>Relationship</b>
Bloomy International L.L.C	Mr. Liu Cheng Min is also Chairman of the Board of Management of Tung Kuang Industrial JSC and is the legal representative of Bloomy International LLC.

Transactions during the year between the Company and other related parties are as follows:

	<b>Current year</b>	<b>Previous year</b>
<b>Bloomy International L.L.C</b>	<b>3,766,942,459</b>	<b>2,692,461,805</b>
Using services	3,766,942,459	2,692,461,805

The prices of goods and services supplied to related parties are market prices. The purchases of goods and services from related parties are made at market prices.

The receivables have no collateral and will be settled in cash. No allowance for doubtful debts is made for receivables from related parties.

At the end of the accounting period, the liabilities to related parties are presented in Notes V.12.



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**Notes to the Financial Statements (cont.)****2. Partial performance****Information about the business line**

The company has principal business lines as follows:

+ Manufacturing;

+ Other fields: service provision, real estate business.

Information on business income, fixed assets and other long-term assets and the value of major non-cash expenses of the division by business lines of the Company is as follows:

	Unit: VND		
	<b>Manufacturing field</b>	<b>Other fields</b>	<b>Total</b>
Net revenue from external sales of goods and rendering of services	777,989,457,746	40,958,340,139	818,947,797,885
Net revenue from sales and service provision within internal divisions	-	-	-
<b>Total net revenue from selling goods and providing services</b>	<b>777,989,457,746</b>	<b>40,958,340,139</b>	<b>818,947,797,885</b>
Cost by segment	671,448,320,511	12,521,313,761	683,969,634,272
Business income by segment	106,541,137,235	28,437,026,378	134,978,163,613
Expenses not allocated by segment			64,402,589,015
Profits from business activities			70,575,574,598
Financial income			8,243,052,630
Financial expenses			14,169,230,307
Other income			890,999,277
Other expenses			3,629,491,840
Current corporate income tax expenses			9,290,977,727
<b>Profit after corporate income tax</b>			<b>52,619,926,631</b>
<b>Total expenses incurred to purchase fixed assets and other long-term assets</b>	<b>11,607,668,823</b>	<b>611,101,915</b>	<b>12,218,770,738</b>
<b>Total depreciation expenses and long-term prepaid expense allocation</b>	<b>33,982,743,709</b>	<b>1,789,068,942</b>	<b>35,771,812,651</b>

The assets and liabilities off the division by business lines of the Company are as follows:

	<b>Manufacturing</b>	<b>Other fields</b>	<b>Total</b>
<b>Ending balance</b>			
Direct assets by segment	671,505,072,722	81,817,421,623	753,322,494,345
Assets that are not allocated by segment			323,732,814,188
<b>Total assets</b>	<b>671,505,072,722</b>	<b>81,817,421,623</b>	<b>1,077,055,308,533</b>
Direct liabilities by segment	482,390,601,850	25,396,126,070	507,786,727,920
Liabilities not allocated by segment			23,653,259,997
<b>Total liabilities</b>	<b>482,390,601,850</b>	<b>25,396,126,070</b>	<b>531,439,987,917</b>

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**Notes to the Financial Statements (cont.)**

**Geographical area**

The Company has the following geographical business:

- Domestic;
- Export.

	Unit: VND		
	Domestic	Export	Total
<b>Current year</b>			
- Net revenue from external sales	301,554,387,173	517,393,410,712	818,947,797,885
- Total residual value of divisional assets	277,389,723,390	475,932,770,955	753,322,494,345
- Total costs incurred to purchase fixed assets and other long-term assets	4,499,217,082	7,719,553,656	12,218,770,738

**3. Financial risk management**

The Company's operations expose it to the following financial risks: credit risk, liquidity risk and market risk. The Board of General Directors is responsible for establishing policies and controls to minimize financial risks as well as monitoring the implementation of established policies and controls.

**A. Credit risk**

Credit risk is the risk that a party to a contract is unable to perform its obligations, resulting in financial loss for the Company.

The Company's credit risks arise primarily from trade receivables and bank deposits.

*Receivable from customers*

The Company minimizes credit risk by only dealing with entities with good financial standing, requires opening letters of credit for first-time trading units or does not have information on financial capacity. Besides, debt management accountants regularly monitor receivables to for recovery.

The Company's receivables relate to many entities and individuals, so the concentration of credit risk for trade receivables is low.

*Bank deposits*

The Company's term and non-term bank deposits are held at domestic banks. The Board of Directors does not foresee any significant credit risks from these deposits.

**B. Liquidity risk**

Liquidity risk is the risk that the Company will have difficulty in meeting its financial obligations due to lack of funds.



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**Notes to the Financial Statements (cont.)**

The Board of General Directors has the highest responsibility for liquidity risk management. The Company's liquidity risk arises mainly from the fact that its financial assets and financial liabilities have different maturities.

The Company manages liquidity risk by maintaining an appropriate amount of cash and cash equivalents and borrowings at a level that the Board of General Directors deems sufficient to meet the Company's operational needs in order to reduce minimize the impact of cash flow fluctuations.

The maturity of the financial liabilities based on the undiscounted expected contractual payments is as follows:

Unit: VND

	1 year or less	Over 1 year to 5 years	Over 5 years	Total
<b>Ending balance</b>				
Payable to seller	69,590,549,914	-	-	69,590,549,914
Loan and Debt	363,687,165,111	-	-	363,687,165,111
Accrued expenses	176,427,429	-	-	176,427,429
Other payables	5,972,240,434	-	-	5,972,240,434
<b>Total</b>	<b>439,426,382,888</b>	<b>-</b>	<b>-</b>	<b>439,426,382,888</b>
<b>Beginning balance</b>				
Payable to seller	32,274,134,878	-	-	32,274,134,878
Loan and Debt	179,539,884,693	-	-	179,539,884,693
Accrued expenses	1,540,979,039	-	-	1,540,979,039
Other payables	23,688,510,390	-	-	23,688,510,390
<b>Total</b>	<b>237,043,509,000</b>	<b>-</b>	<b>-</b>	<b>237,043,509,000</b>

The company considers that the risk concentration for debt repayment is low. The Company has the ability to pay its due debts from cash flows from operating activities and proceeds from maturing financial assets.

**C. Market risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices. Market risk includes 3 types: foreign currency risk, interest rate risk and other price risk.

The sensitivity analyzes presented below are based on net debt, the ratio of fixed-rate debt to floating-rate debt is unchanged.

**Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates.

**Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates.

The Company's interest rate risk primarily relates to its borrowings.

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Notes to the Financial Statements (cont.)

The Company manages interest rate risk by analyzing market conditions to obtain the most profitable interest rates while remaining within its risk management limits.

## **Other price risk**

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices in addition to changes in interest rates and foreign exchange rates.

Unit: VND

## **4. Fair value of financial assets and liabilities**

### **Financial Assets**

Cash and cash equivalents

Receivable trade and other receivables

**Total**

	Book value		Fair value	
	Ending balance	Beginning balance	Ending balance	Beginning balance
Cash and cash equivalents	323,732,814,188	19,913,552,686	323,732,814,188	19,913,552,686
Receivable trade and other receivables	72,727,705,897	21,153,627,832	72,727,705,897	21,153,627,832
<b>Total</b>	<b>396,460,520,085</b>	<b>41,067,180,518</b>	<b>396,460,520,085</b>	<b>41,067,180,518</b>

### **Financial liabilities**

Payable to the seller

Loan and Debt

Accrued expenses

Other payables

**Total**

Payable to the seller	69,590,549,914	32,274,134,878	69,590,549,914	32,274,134,878
Loan and Debt	363,687,165,111	179,539,884,693	363,687,165,111	179,539,884,693
Accrued expenses	176,427,429	1,540,979,039	176,427,429	1,540,979,039
Other payables	5,972,240,434	23,688,510,390	5,972,240,434	23,688,510,390
<b>Total</b>	<b>439,426,382,888</b>	<b>237,043,509,000</b>	<b>439,426,382,888</b>	<b>237,043,509,000</b>

The fair value of financial assets and financial liabilities is stated at the amount at which the financial instrument could be converted in a present transaction between knowledgeable and willing parties.

The Company uses the following methods and assumptions to estimate fair value:

- The fair value of cash, short-term bank deposits, trade receivables, trade payables and other short-term liabilities are equivalent to the book value of these items as these instruments are short term.



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**Notes to the Financial Statements (cont.)**

- The fair value of receivables and loans with fixed or variable interest rates are assessed based on information such as interest rates, risks, ability to repay and the nature of risks associated with the debt. On the basis of this assessment, the Company estimates the provision for the likely uncollectible portion.
- The fair value of available-for-sale financial assets listed on the stock market is the published trading price at the end of the financial year. The fair value of unlisted available-for-sale financial assets is estimated using appropriate valuation methods.

**5. Going concern issue**

During the financial year there were no activities or events that may affect the Corporation's operations as a going concern. Thus, the Company Financial Statements are prepared based on assumption of going concern.

**6. Comparative informations**

Comparative figures are the Financial Statements for the fiscal year ended 31 December 2023 audited by Branch of Nam Viet Auditing and Accounting Financial Consulting Services Co., Ltd. The earnings per share figures for the previous year are restated, specifically as follows:

Items	Previous year (reported)	Previous year (re-presented)	Difference
Basic earning per share	(780)	(796)	(16)
Diluted earnings per share	(780)	(796)	(16)

Prepared by



Tran Thi Thanh Ngan

Chief accountant



Vu Nguyen Thi Hanh

Dong Nai, 27 March 2025

General Director



Luu Chien Hung