

**VINH LONG WATER SUPPLY
JOINT STOCK COMPANY**

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

No: 15 /CNVL
Re: *Disclosure of the Financial
Statements for Q4/2024*

Vinh Long, January 20, 2025

**DISCLOSURE OF INFORMATION ON STATE SECURITIES COMMISSION
OF VIETNAM PORTAL**

To: State Securities Commission

Company Name: **Vinh Long Water Supply Joint Stock Company**

Head Office Address: No. 02 Hung Dao Vuong Street, Ward 1, Vinh Long City, Vinh Long Province

Telephone: 0270.3822583

Fax: 0270.3829432

Person Disclosing Information: Dang Tan Chien

Address: No. 59/1 Pham Thai Buong Street, Ward 4, Vinh Long City, Vinh Long Province

Telephone (Mobile, Office, Home): 0916804444 - 02703.822583


Fax: 0270.3829432

Type of Information Disclosure: ☐ 24hours ☐ 72hours ☐ Upon Request ☐ Extraordinary
☒ Periodic

Content of Information Disclosure: **Financial Statements for Q4/2024**

This information has been disclosed on the company's website: www.capnuocvl.com.vn.

We hereby certify that the information disclosed above is truthful and we assume full responsibility before the law for the content of the disclosed information.

Recipients: 

- As above
- Company Website
- Archives;

**AUTHORIZED DISCLOSURE
REPRESENTATIVE**

Legal Representative

(Signed, full name, and stamped)



DANG TAN CHIEN

VINH LONG WATER SUPPLY JOINT STOCK COMPANY



FINANCIAL STATEMENTS QUARTER IV/2024 FOR THE YEAR ENDED 31 DECEMBER, 2024

VINH LONG WATER SUPPLY JOINT STOCK COMPANY

No. 02 HUNG DAO VUONG STREET – WARD 1

VINH LONG CITY – VINH LONG PROVINCE

Tax code: 1500174831

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|------------------------------------|-------------------|
| - Balance sheet | Template: B01a-DN |
| - Statement of income | Template: B02a-DN |
| - Statement of cash flows | Template: B03a-DN |
| - Notes to the financial statments | Template: B09a-DN |

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**VINH LONG WATER SUPPLY
JOINT STOCK COMPANY**

No. 02 Hung Dao Vuong, Ward 1, TPVL, Vinh Long
Province
Tax code: 1500174831

Template B01a – DN

*(Issued according to Circular No. 200/2014/TT-BTC
Dated December 22, 2014, by the Ministry of Finance)*

BALANCE SHEET

Quarter IV/2024

Dated 31 December, 2024

ASSETS		Note	31/12/2024 VND	01/01/2024 VND
A - CURRENT ASSETS	100		318.710.114.153	293.702.139.150
(100 = 110+120+130+140+150)				
I- Cash and cash equivalents	110	5.1	15.256.178.200	22.083.263.283
1. Cash	111		15.256.178.200	7.083.263.283
2. Cash equivalents	112		-	15.000.000.000
II- Short-term financial investments	120		275.835.000.000	200.670.000.000
1. Held-to-maturity investments	123	5.2	275.835.000.000	200.670.000.000
III- Current accounts receivable	130		14.071.601.746	50.782.593.629
1. Accounts receivable from customers	131	5.3	9.588.636.929	27.444.003.997
2. Prepayments to suppliers	132		2.029.368.700	14.757.173.213
3. Other short-term receivables	136	5.4	3.775.821.140	10.168.805.192
4. Allowances for doubtful debts	137	5.5	(1.322.225.023)	(1.587.388.773)
IV- Inventories	140	5.6	11.984.240.966	18.637.199.350
1. Inventories	141		11.984.240.966	18.637.199.350
2. Allowance for inventories	149		-	-
V- Other current assets	150		1.563.093.241	1.529.082.888
1. Short-term prepaid expenses	151	5.7	1.246.781.259	1.508.602.038
2. Value-added tax deductible	152		310.098.957	-
3. Taxes and other receivables from the State	153	5.13	6.213.025	20.480.850
B - LONG-TERM ASSETS	200		293.956.265.795	263.033.778.844
(200 = 210+220+240+250+260)				
I Long-term accounts receivable	210		-	-
II Fixed assets	220		241.467.517.646	236.490.562.804
1. Tangible fixed assets	221	5.8	241.196.026.251	236.248.325.707
- Cost	222		646.864.355.080	617.814.104.058
- Accumulated depreciation	223		(405.668.328.829)	(381.565.778.351)
2. Intangible fixed assets	227	5.9	271.491.395	242.237.097
- Cost	228		856.768.985	766.834.100
- Accumulated amortisation	229		(585.277.590)	(524.597.003)
III. Investment property	230		-	-
IV. Long-term work in progress	240	5.10	44.702.223.536	18.843.531.239
1. Construction in progress	242		44.702.223.536	18.843.531.239
V. Long-term financial investments	250		7.210.754.818	7.210.754.818
1. Investments in an associate	252	5.11	6.910.754.818	6.910.754.818
2. Equity investments in other entities	253	5.11	300.000.000	300.000.000
3. Held-to-maturity investments	55		-	-
VI Other long-term assets	260		575.769.795	488.929.983
1. Long-term prepaid expenses	261	5.7	575.769.795	488.929.983
TOTAL ASSETS	270		612.666.379.948	556.735.917.994

RESOURCES			31/12/2024	01/01/2024
			VND	VND
A- LIABILITIES	300		136.183.603.034	96.533.648.558
(300 = 310+330)				
I- Current liabilities	310		75.374.038.829	60.496.094.978
1. Accounts payable to suppliers	311	5.12	8.753.990.171	2.871.325.436
2. Advances from customers	312		117.496.260	201.940.000
3. Taxes payable and statutory obligations	313	5.13	13.623.556.240	4.183.930.766
4. Payables to employees	314	5.14	9.241.652.529	15.230.792.016
5. Accrued expenses	315	5.15	814.550.686	695.117.769
6. Other short-term payables	319	5.16	3.245.471.005	3.325.576.192
7. Short-term loans and finance lease	320	5.18	7.807.480.000	5.307.480.000
8. Short-term provisions	321		-	-
9. Bonus and welfare fund	322	5.17	31.769.841.938	28.679.932.799
II- Non-current liabilities	330		60.809.564.205	36.037.553.580
1. Other long-term payables	337	5.16	-	-
2. Long-term loans and finance lease	338	5.18	49.510.267.636	20.311.071.636
3. Development fund for science and tech	343	5.19	11.299.296.569	15.726.481.944
B- EQUITY	400		476.482.776.914	460.202.269.436
(400 = 410+430)				
I- Owners' equity	410	5.20	432.261.611.900	460.202.269.436
1. Share capital	411		289.000.000.000	289.000.000.000
- Ordinary shares with voting rights	411a		289.000.000.000	289.000.000.000
- Preference shares	411b		-	-
2. Investment and development fund	418		111.845.855.226	89.915.932.659
3. Retained earnings	421		75.636.921.688	81.286.336.777
- Retained earnings accumulated to previous year	421a		34.410.536.777	81.286.336.777
- Undistributed profit of this year	421b		41.226.384.911	-
II Other reserves	430		-	-
TOTAL RESOURCES	440		612.666.379.948	556.735.917.994
(430 = 300+400)				

Vinh Long, 18 January, 2025

Preparer

Nguyen Thi Phuong Minh

Chief Accountant

Le Van Thang

Legal Representative

Dang Tan Chien



VINH LONG WATER SUPPLY

JOINT STOCK COMPANY

No. 02 Hung Dao Vuong, Ward 1, TPVL, Vinh Long
Province
Tax code: 1500174831

Template B02a – DN

(Issued according to Circular No. 200/2014/TT-BTC
Dated December 22, 2014, by the Ministry of Finance)

STATEMENT OF INCOME

Quarter IV/2024

				VND.			
ITEMS	Note		Quarter IV/2024	Quarter IV/2023	Accumulated from 01/01/2024 to 31/12/2024	Accumulated from 01/01/2023 to 31/12/2023	
1 Revenue from sales of goods and rendering of services	01	5.21	54.996.162.392	52.994.654.820	195.257.957.234	186.994.110.662	
2 Revenue deductions	02		62.130.255	-	62.130.255	-	
3 Net revenue from sales of goods and rendering of services	10	5.21	54.934.032.137	52.994.654.820	195.195.826.979	186.994.110.662	
4 Cost of goods sold and services rendered	11	5.22	19.805.255.505	17.082.944.682	70.227.396.071	66.021.625.691	
5 Gross profit from sales of goods and rendering of services (20 = 10-11)	20		35.128.776.632	35.911.710.138	124.968.430.908	120.972.484.971	
6 Financial income	21	5.23	5.838.793.016	9.470.544.281	16.234.265.284	19.627.237.346	
7 Financial expenses	22	5.24	14.241.935	18.311.002	64.729.924	80.674.476	
<i>In which: Interest expense</i>	23		14.241.935	18.311.002	64.729.924	80.674.476	
8. Selling expense	25	5.25	30.598.819	1.426.326.146	34.024.297.057	30.945.590.869	
9 Administration expenses	26	5.26	7.281.695.439	9.225.191.414	24.917.935.180	27.899.719.573	
10 Operating profit {30 = 20+(21-22)- (25+26)}	30		33.641.033.455	34.712.425.857	82.195.734.031	81.673.737.399	
11 Other income	31	5.27	7.120.958.800	6.412.776.721	8.024.692.638	7.171.777.273	
12 Other expenses	32	5.27	320.808.257	380.436.687	1.073.324.964	1.078.497.389	
13 Other profit (40 = 31-32)	40		6.800.150.543	6.032.340.034	6.951.367.674	6.093.279.884	
14 Accounting profit before tax (50 = 30+40)	50		40.441.183.998	40.744.765.891	89.147.101.705	87.767.017.283	
15 Current corporate income tax expense	51	5.28	12.296.370.080	3.033.481.590	16.047.359.815	6.843.258.367	
16 Deferred tax (expense) income	52		-	-	-	-	

17	Net profit after tax (60 = 50-51-52)	60		28.144.813.918	37.711.284.301	73.099.741.890	80.923.758.916
18	Earnings per share	70	5.29	888	1.220	2.185	2.462

Preparer

Nguyen Thi Phuong Minh

Chief Accountant

Le Van Thang

Vinh Long, 18 January, 2025

Legal Representative



Dang Tan Chien

**VINH LONG WATER SUPPLY
JOINT STOCK COMPANY**

No. 02 Hung Dao Vuong, Ward 1, TPVL, Vinh Long
Province
Tax code: 1500174831

Template B02a – DN

(Issued according to Circular No. 200/2014/TT-BTC
Dated December 22, 2014, by the Ministry of Finance)

STATEMENTS OF CASH FLOWS

*Quarter IV/2024
(Direct method)*

			VND	VND
ITEMS			From 01/01/2024 to 31/12/2024 VND	From 01/01/2023 to 31/12/2023 VND
1.	Proceeds from sales and services rendered and other revenues	01	217.199.333.564	187.627.887.975
2.	Expenditures paid to suppliers	02	(24.231.556.095)	(30.196.904.186)
3.	Expenditures paid to employees	03	(44.915.030.994)	(34.401.618.577)
4.	Interest paid	04	(34.388.439)	(42.239.084)
5.	Corporate income tax paid	05	(6.781.746.624)	(4.427.841.026)
6.	Other proceeds from operating activities	06	61.053.308.868	104.931.080.730
7.	Other expenditures on operating activities	07	(83.488.355.865)	(150.963.617.668)
	Net cash flows from operating activities	20	118.801.564.415	72.526.748.164
II. Cash flows from investing activities				
1.	Purchases and construction of fixed assets and other non-current assets	21	(43.334.862.234)	(41.333.978.640)
2.	Proceeds from disposals of fixed assets and other non-current assets	22	-	-
3.	Payments for lending, buying debt instruments of other entities	23	(453.896.000.000)	(175.125.000.000)
4.	Proceeds from lending, buying debt instruments of other entities	24	363.731.000.000	161.045.000.000
5.	Payments for equity investment in other entities	25	-	-
6.	Proceeds from equity investment in other entities	26	-	-
7.	Interest earned, dividends and profits received	27	22.799.285.484	16.650.792.120
	Net cash flows from investing activities	30	(110.700.576.750)	(38.763.186.520))
III. Cash flows from financial activities				
1.	Proceeds from issuance of stocks and capital contributions from owners	31	-	-
2.	Repayment of contributed capital and repurchase of stock issued	32	-	-
3.	Proceeds from borrowings	33	37.006.676.000	1.734.635.000
4.	Repayment of loan principal	34	(5.307.480.000)	(5.307.480.000)
5.	Repayment of financial lease	35	-	-
6.	Dividends and profits paid to owners	36	(46.627.268.748)	(28.744.683.100)
	Net cash flows from financial activities	40	(14.928.072.748)	(32.317.528.100))
	Net cash flows during the year (50 = 20+30+40)	50	(6.827.085.083)	1.446.033.544

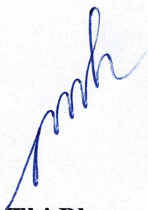
Cash and cash equivalents at the beginning of the year	60	22.083.263.283	20.637.229.739
Cash and cash equivalents at the end of the year (70 = 50+60+61)	70	15.256.178.200	22.083.263.283

Vinh Long, 18 January, 2025

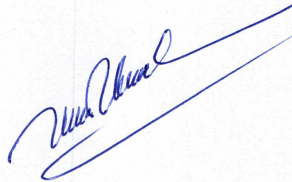
Preparer

Chief Accountant

Legal Representative



Nguyen Thi Phuong Minh



Le Van Thang



Dang Tan Chien

**VINH LONG WATER SUPPLY
JOINT STOCK COMPANY**

No. 02 Hung Dao Vuong, Ward 1, TPVL, Vinh
Long Province
Tax code: 1500174831

Template B02a – DN

*(Issued according to Circular No. 200/2014/TT-BTC
Dated December 22, 2014, by the Ministry of Finance)*

NOTES TO FINANCIAL STATEMENTS

Quarter 4/2024

I. Corporate information

1. Ownership structure:

Vinh Long Water Supply Joint Stock Company (hereinafter referred to as the “Company”) is an enterprise established through the equitization of Vinh Long Water Supply One-Member Limited Liability Company under Decision No. 378/QĐ.UBND dated March 13, 2015, by the People's Committee of Vinh Long Province; Decision No. 401/QĐ.UBND dated February 26, 2016, by the People's Committee of Vinh Long Province approving the equitization plan of Vinh Long Water Supply One-Member Limited Liability Company into a joint stock company; and Decision No. 3090/QĐ.UBND dated December 23, 2016, by the People's Committee of Vinh Long Province approving the enterprise value and the amount to be paid to the Fund for Supporting the Rearrangement and Development of Enterprises at the time of officially transitioning to a joint stock company.

The Company operates under the Certificate of Business Registration for a Joint Stock Company, No. 1500174831, issued on May 31, 2016, by the Department of Planning and Investment of Vinh Long Province.

The charter capital of the Company, as per the Business Registration Certificate dated May 31, 2016, is VND 289,000,000,000 (in words: Two hundred eighty-nine billion dong), divided into 28,900,000 shares (each share with a par value of VND 10,000).

English name: Vinh Long Water Supply Joint Stock Company

Abbreviation: VWACO

Stock code: VLW, traded on the UpCOM exchange.

Registered address: No. 02 Hung Dao Vuong Street, Ward 1, Vinh Long City, Vinh Long Province.

As of December 31, 2024, the total number of employees at the Company is 233 (compared to 238 employees as of January 1, 2024).

3. Principal activities:

The principal activities include production and trade of clean water; production and trade of bottled drinking water; construction and installation of infrastructure projects; investment in water supply projects; activities related to water supply projects; and construction consultancy, including design, supervision, and project management of infrastructure works.

II. Annual accounting period and reporting currency unit

1. Annual accounting period

Annual accounting period of the Company is annually from 01/01 to 31/12

Fiscal year is from 01/10/2024 to 31/12/2024.

2. Reporting currency unit: VND

III. Summary of accounting standards and system

1. Accounting standards and system.

The financial statements have been prepared in accordance with Vietnamese Accounting System under Circular No. 200/2014/TT-BTC dated December 22, 2014, by the Ministry of Finance, along with amendments, supplements, and guidance on the implementation of accounting standards and regulations by the Ministry of Finance.

2. Statement of compliance:

The Board of Directors ensures compliance with the requirements of accounting standards and the Vietnamese Accounting System issued under Circular No. 200/2014/TT-BTC dated December 22, 2014, by the Ministry of Finance, as well as the circulars guiding the implementation of accounting standards and regulations issued by the Ministry of Finance in the preparation of financial statements.

3. Applied accounting documentation system: General Journal system

IV. Summary of significant accounting policies

Basis of consolidation

The Company's accounting currency is Vietnam Dong (VND), prepared on the historical cost concept, and prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for enterprises and the relevant statutory requirements applicable to financial reporting.

Cash and cash equivalents

Cash: Includes Cash on Hand, Cash in Bank (non-term), and Cash in Transit.

Cash on Hand and Cash in Bank are recognized based on the actual receipts and payments.

Cash in Transit: Recognized based on money transfer orders that have not yet received debit notes and payment slips that have not yet received credit notes.

Investments

Held-to-maturity investments

Held-to-maturity investments include term deposits at banks (including types of promissory notes and treasury bills), bonds, preferred shares where the issuer is obligated to repurchase them at a specific point in the future, loans held to maturity with the purpose of earning periodic interest, and other held-to-maturity investments.

Held-to-maturity investments are recorded at cost and are measured at fair value based on the recoverability of the investment.

All investments classified as monetary items denominated in foreign currency will be revalued at the actual exchange rate at the time of preparing the financial statements.

Associate

Investments in associates and joint ventures: Investments in associates and joint ventures, where the Company has significant influence, are presented using the cost method.

Profit distributions received by the Company from the cumulative profits of associates after the Company gains control are recognized in the Company's profit or loss for the year. Other distributions are treated as a recovery of investment and are deducted from the investment's carrying amount.

Accounts receivable

Receivables are stated in according to the receivable term, debtor, type of foreign currency to be received, and other factors based on the Company's management purposes.

Receivables include trade receivables and other receivables, recognized under the following principles:

- Trade receivables include receivables of a commercial nature arising from purchase-sale transactions between the Company and buyers (independent entities from the seller, including receivables between parent companies and subsidiaries). Trade receivables are recognized in accordance with revenue standards regarding the recognition timing, based on the invoice and related documents.
- Other receivables include non-commercial receivables.

Receivables are classified as Current and Non-current in the Balance Sheet based on the remaining term of the receivables as of the reporting date.

Inventories

Inventory is measured at historical cost. In cases where the cost of inventory exceeds its net realizable value, it is measured at net realizable value. The cost of inventory includes direct material costs, direct labor costs, and allocated overhead costs, if any, incurred to bring the inventory to its current location and condition. The net realizable value is determined as the estimated selling price less the costs of

completion and the marketing, selling, and distribution expenses incurred. Inventory is recognized by using the perpetual inventory method and is measured in the weighted average cost method. The provision for inventory decreases in value is recognized in accordance with the current accounting standards. Accordingly, the Company sets up provisions for obsolete, damaged, or low-quality inventory if the actual value of the inventory is higher than its net realizable value at the end of the accounting period.

Tangible fixed assets and depreciation

The Company manages, utilizes, and depreciates fixed assets in accordance with the guidelines under Circular No. 45/2013/TT-BTC issued on April 25, 2013, and Circular No. 147/2016/TT-BTC issued on October 13, 2016, by the Ministry of Finance.

Accounting principles:

Tangible fixed assets:

Tangible fixed assets are recognized at cost and presented at historical cost less accumulated depreciation. The historical cost of fixed assets includes all expenses incurred by the Company to acquire the fixed assets up to the point when they are available for use.

When fixed assets are sold or disposed of, their original cost and accumulated depreciation are written off. Any resulting gain or loss from the disposal is recognized in other income or other expenses for the period.

Intangible fixed assets:

Land use rights: This includes all actual costs incurred by the Company directly related to the land area in use, such as payments for acquiring land use rights, compensation costs, site clearance, land leveling, registration fees, etc.

Depreciation

Depreciation is computed on a straight-line basis over the estimated useful lives of tangible fixed assets. The estimated useful lives are as follows:

<u>Asset Group</u>	<u>Depreciation Period (Years)</u>
Buildings and structures	5-50 years
Machinery and equipment	5-15 years
Motor vehicles	6-30 years
Office equipment	3-8 years

Intangible fixed assets related to land use rights with a defined term are amortized using the straight-line method based on the effective duration of the land use rights certificate. Intangible fixed assets related to land use rights without a defined term are recognized at cost and are not amortized.

Intangible fixed assets related to computer software are amortized over 4 years.

Fixed assets with fully depreciated values that are revalued upward due to enterprise valuation for equitization purposes will start being depreciated from the time the enterprise is issued the business registration certificate for conversion into a joint-stock company. The depreciation period for these fixed assets ranges from 3 to 5 years.

Prepaid expenses

Prepaid expenses present actual expenses incurred but related to the operating results of multiple accounting periods. These expenses are allocated to production and business expenses in subsequent accounting periods.

Prepaid expenses are recognized at historical cost and classified as short-term or long-term on the Balance Sheet based on the prepaid period of each contract.

Other long-term prepaid expenses related to tools and supplies are initially recognized at their historical cost and allocated using the straight-line method over a period not exceeding 3 years.

Construction in progress

Construction in progress for production, management, or any other purpose are recognized at historical cost. These costs include service costs and borrowing costs incurred in accordance with the Company's accounting policies. Depreciation of these assets is applied in the same manner as for other assets, starting from the point when the assets are available for use.

Trade and other payables

Payables are presented based on the repayment term, creditor, type of currency payable, and other factors according to the Company's management purposes.

Payables include trade payables, loan payables, and other payables. These liabilities are determined with virtual certainty regarding value and timing and are recognized at no less than the obligation to be paid. They are classified as follows:

Trade payables: Includes payables of a commercial nature arising from the purchase of goods, services, or assets between the Company and the seller (independent entities from the Company, including payables between parent companies and subsidiaries). This also includes payables related to imports through entrusted representatives (in entrusted import transactions).

Other payables: Includes non-commercial payables that are unrelated to transactions involving the purchase, sale, or supply of goods and services.

Loans and finance lease

Includes loans and finance lease liabilities, excluding loans in the form of bond issuance or preferred shares with provisions requiring the issuer to repurchase them at a specific point in the future.

The Company presents loans and finance lease liabilities in detail for each creditor and classifies them as short-term or long-term based on the repayment term.

Costs directly related to loans are recognized as financial expenses, except for costs arising from loans specifically intended for investment, construction, or production of assets under construction, which are capitalized in accordance with the Accounting Standard on Borrowing Costs.

Borrowing costs

Borrowing costs are recognised as an expense in the year in which they are incurred, except being capitalized in accordance with the Accounting Standard on Borrowing Costs.

Accrued expenses

Accrued expenses not yet incurred but accrued as production and business expenses during the period to ensure that when the actual expenses occur, they do not cause a sudden increase in production and business costs, based on ensuring the matching principle between revenue and expenses.

Development fund for science and tech

The Company allocates and uses the Development Fund in accordance with the provisions of Circular No. 67/2022/BTC dated November 7, 2022, issued by the Ministry of Finance. The allocation rate ranges from 3% to 10% of taxable income during the period. The specific allocation rate is based on the Company's ability and the need for funding activities related to science and technology.

Owner's equity

Owner's equity is recognized based on the actual contributed capital by the owners.

Undistributed profits are determined based on profits after corporate income tax and the Company's profit distribution or loss handling.

Equity funds are allocated in accordance with the provisions of the Company's Charter.

Revenue and other income

For manufacturing and trading enterprises:

Revenue from sales is recognized when all five (5) of the following conditions are simultaneously satisfied:

1. The Company has transferred the majority of risks and rewards associated with ownership of the product or goods to the buyer;
2. The Company no longer retains control over the goods or the right to manage them as the owner;
3. Revenue can be measured reliably;
4. The Company is likely to receive economic benefits from the sales transaction;
5. The costs related to the sales transaction can be determined.

Construction contracts

Revenue and costs of construction contracts are recognized in two cases:

a) If the construction contract stipulates that the Company is paid based on planned progress, and the contract results can be reliably estimated, then the revenue and costs related to the contract are recognized corresponding to the work completed as determined by the Company at the date of preparing the financial statements. This is done regardless of whether the planned progress invoice has been issued or not, or the amount stated in the invoice.

b) If the construction contract stipulates that the Company is paid based on the value of work performed, and the contract results can be reliably estimated and confirmed by the customer, then the revenue and costs related to the contract are recognized corresponding to the work completed and confirmed by the customer during the period as reflected in the issued invoice.

If the contract results cannot be reliably estimated, and the Company is able to recover the incurred contract costs, then the contract revenue is recognized only to the extent of the costs incurred that are likely to be recoverable. In such cases, the income is not recognized, even if the total contract costs may exceed the total contract revenue. For interest, dividends, profit distributed, and other income: Revenue is recognized when the Company is likely to receive economic benefits from these activities, and the amount can be measured reliably.

Cost of goods sold

Includes the cost of goods sold for products, goods, and services recognized in accordance with the revenue recognized during the period.

Financial expenses

Borrowing costs: Recognized monthly based on the loan amount, loan interest rate, and the actual number of borrowing days.

Exchange rate loss: Recognized when there is a difference between the actual exchange rate and the book exchange rate, and when a loss arises from the revaluation of monetary items denominated in foreign currency.

Taxation

Corporate income tax expense (or corporate income tax income): This is the total of current income tax expense and deferred income tax expense (or current income tax income and deferred income tax income) used to determine profit or loss for a period.

- *Current corporate income tax expense:* This is the corporate income tax payable calculated on taxable income for the year at the current corporate income tax rate. The taxable income differs from accounting profit due to adjustments for differences between accounting profit and taxable income under current tax policies.
- *Deferred corporate income tax expense:* This is the amount of corporate income tax payable in the future arising from: Recognition of deferred income tax liabilities during the year; Reversal of deferred income tax assets previously recognized in prior years; Non-recognition of deferred income tax assets or deferred income tax liabilities arising from transactions recognized directly in equity.

The Company is obligated to pay corporate income tax at a tax rate of 20% on taxable income.

Related parties

Entities or individuals are considered related parties if they own more than 10% of the voting shares or capital contribution of the Company; are insiders or related persons of insiders; or are organizations or individuals that have a direct or indirect control relationship with, are controlled by, or are under common control with the Company.

V. NOTES TO SPECIFIC ITEMS ON BALANCE SHEET AND STATEMENT OF INCOME

5.1 Cash and cash equivalents

	31/12/2024 VND	01/01/2024 VND
Cash on hand	2.840.000	17.748.000
Cash in banks	15.253.338.200	7.065.515.283
Cash equivalents	-	15.000.000.000
Total	15.256.178.200	22.083.263.283

5.2 Investments

	31/12/2024		01/01/2024	
	Historical cost VND	Carrying amount VND	Historical cost VND	Carrying amount VND
a) Held-to-maturity investments – short-term	275.835.000.000	275.835.000.000	200.670.000.000	200.670.000.000
Construction Joint Stock Commercial Bank - Vinh Long Branch	-	-	3.790.000.000	3.790.000.000
HD Bank - Vinh Long Branch	81.500.000.000	81.500.000.000	51.550.000.000	51.550.000.000
Saigon-Hanoi Joint Stock Commercial Bank (SHB) - Vinh Long Branch	18.820.000.000	18.820.000.000	44.140.000.000	44.140.000.000
Kien Long Joint Stock Commercial Bank - Vinh Long Branch	39.000.000.000	39.000.000.000	4.600.000.000	4.600.000.000
Vietnam Maritime Commercial Joint Stock Bank- Vinh Long Branch	10.000.000.000	10.000.000.000	-	-
National Citizen Joint Stock Commercial Bank - Vinh Long Branch	93.125.000.000	93.125.000.000	89.090.000.000	89.090.000.000
Fortune Vietnam Joint Stock Commercial Bank- Vinh Long Branch	33.390.000.000	33.390.000.000	7.500.000.000	7.500.000.000
b) Long-term held-to-maturity investments	-	-	-	-
Total	275.835.000.000	275.835.000.000	200.670.000.000	200.670.000.000

Term deposits with an maturity of more than 3 months from their transaction dates but less than 3 months at the reporting date amount to 92.700.000.000 VND (as of January 1, 2024, it was 64.570.000.000 VND).