

1. Solvency ratio + Current ratio: (Short term Asset/Short term debt) + /Quick ratio: <u>Short term Asset - Inventories</u> Short term Debt	1,19 0,34	1,23 0,34	
2. Capital structure Ratio + Debt/Total assets ratio + Debt/Owners' Equity ratio	0,82 4,63	0,79 3,78	
3. Operational Performance Indicators + Inventory turnover: Cost of goods sold/Average inventory Net revenue/ Total Assets	14,96 9,39	14,35 10,33	
4. Profitability Indictors + Net revenue Ratio + Profit after tax/ total capital Ratio + Profit after tax/ Total assets Ratio) + Operating profit/ Net revenue Ratio	0,91% 48,15% 8,56% 1,04%	0,48% 23,63% 4,94% 0,46%	

For credit

b) Liabilities

- Current debts, major changes of debts.

According to the asset fluctuation table, payables decreased by VND 51,760 million; the main reason is that the Company has focused on promoting debt collection to pay off payables.

- Analysis of outstanding debts, impact of the exchange rate changes on operating results of the company, and the cost of borrowing to the company's results.

The company has no bad debt, no exchange rate difference and no interest difference.

3. Improvements in organizational structure, policies, management.

During the year, the Company innovated its product policy: Business is not about selling anything, but considering coal purchased from TKV Group as only raw products, while the products sold to customers must be "refined" products, specific to each customer's processing process, ensuring savings, safety, efficiency and suitability with each customer's technology.

Therefore, the Company has focused on innovating processing methods to create

specific products for each customer to ensure that customers use coal more economically, at a lower cost, while the efficiency per ton of coal sold by the Company has also been increased, contributing significantly to improving production and business efficiency.

4. Development plans in the future:

Owning a distribution channel, a network of coal warehouses close to customers is the most important profitable asset of the Company. This network allows the Company to meet the coal needs of customers in a timely manner, anytime, anywhere, making customers feel that this network is their regular coal warehouse.

Therefore, in the following years, the Company must focus on restructuring the coal sales network as follows:

- Focus on investment and investment cooperation to expand the coal warehouse network to stay close to customers, especially key customers.

- Buy back key coal warehouses that are being rented and cooperate in long-term investment with the owners of the coal warehouses to ensure long-term stability in coal sales locations in the future.

5. Explanation of the Board of Directors for auditor's opinions (if any) - (In case the auditor's opinions are not absolutely approved).

- The Company's Financial Report has been fully accepted by the Auditor.

6. Báo cáo đánh giá liên quan đến trách nhiệm về môi trường và xã hội của công ty/
Assessment Report related to environmental and social responsibility of company

a. Review concerning the environmental indicators (water consumption, energy, emissions...).

- The company is a business unit, so the energy, water and emission consumption is very low as reported above, so the impact on environmental indicators is almost negligible.

b. Review concerning the problems of workers

- The company has implemented all policies for employees, strictly complied with labor laws, and had no complaints from employees during the year.

c. Review concerning corporate responsibility towards the local community

- The level of business contributions to the locality is still limited, mainly stopping at small contributions under 10 million VND.

IV. Assessments of the Board of Management on the Company's operation (for joint stock companies)

1. Assessments of the Board of Management on the Company's operation, including the assessment related to environmental and social responsibilities.

- In 2024, the Board of Directors of the Company focused on leading the implementation of strategic goals approved by the Company's 2024 Annual General Meeting of Shareholders, organizing and implementing well in the fields of management and production operations, thereby creating stability and synchronization in production and business, in line with reality. Directing the Board of Directors, professional departments from the Company to affiliated units to focus on important areas, exploiting all resources, ensuring proper implementation of the set plan. Therefore, the Company's production and business situation and coal consumption remained stable, and the main targets achieved the set plan.

- The Company's business performance results in 2024 are as follows:

No	Target	Units	Plan	Implementation	Implmented/plan (%)
1	Purchased coal output				

	Including: Imported coal	Tones	6.400.000	5.964.103	93
2	Sold coal output	Tones	16.078.000	15.871.041	99
a	Self-trading coal	“	1.000.000	1.124.161	112
b	Imported coal for sale blending units	“	1.697.000	1.696.695	100
c	Processed blended coal returned to TKV	“	13.381.000	13.050.185	98
3	Revenue	bil VND	43.330.515	41.775.818	96
4	Production value for salary calculation	bil VND	629.130	765.688	122
5	Profit	mil VND	145.950	266.418	183
6	Average Labor	person	601	611	102
7	Average income	VND/per/mth	24.349.000	26.050.000	107
8	Construction Implementation	bil VND	19.188	20.723	108

* Financial position of the Company:

The financial position of the Company is generally healthy, specifically:

- Total equity at the end of the year: VND 845,010 billion, equal to 563% of charter capital.

- The Company's capital preservation and development coefficient in 2024 is 1.20 times higher than the same period in 2023. The coefficient > 1, showing that the Company has preserved and developed capital.

- Profit after tax/charter capital ratio: 133%.

* Basic construction investment management:

The value of the implementation of the 2024 basic construction investment plan is VND 20,723 billion, reaching 108% of the plan.

The Company has reported to TKV and received approval to continue implementing unfinished and unimplemented projects in 2024.

* Evaluation of the Company's production and business results in 2024:

Last year, the Company completed the main planning targets (production value; profit targets and average income). The above results were achieved because the Company recognized the difficulties, proactively exploited its strengths, promoted the positivity and dynamism in business and the tradition of the unit, and managed consumption reasonably and effectively, especially effectively implementing coal processing.

2. Assessment of Board of Directors on Board of Management' performance

Through the supervisory process, the Board of Directors agreed with the report on the 2023 business performance results and the 2024 business plan of the Company's Executive Board at the 2024 Annual General Meeting of Shareholders; acknowledged the efforts of the Board of Directors and the Executive Board in strictly implementing the resolutions of the General Meeting of Shareholders, resolutions and decisions of the Board of Directors and legal regulations. The Board of Directors has been united, proactive in promptly reporting and flexibly adjusting the implementation process of the business plan in accordance with actual market developments; increasing profits, stabilizing jobs and income for employees.

3. Plans, orientations of the Board of Directors

- Successfully organize the Company's Annual General Meeting of Shareholders in 2024. Propose to the General Meeting issues within the authority of the General Meeting of

Shareholders.

- Ensure the Company's operations are stable; direct the correct and complete implementation of the Resolution of the Annual General Meeting of Shareholders in 2024.

- Closely monitor and promptly direct the correction of the Company's operations and its affiliated units, to ensure the Company's production and business are safe and effective, risk-averse, and capital preservation and development.

- Organize regular meetings to discuss, approve reports, plans, and promptly and effectively direct the implementation of resolutions of the General Meeting of Shareholders. Organize extraordinary meetings to handle arising issues within the authority of the Board of Directors.

- Strengthen relations with shareholders to provide information to the public quickly, promptly and transparently; protect the maximum legitimate interests of shareholders.

V. Corporate governance (Non-listed organizations are not obliged to disclose the information in this Section).

1. Board of Directors

a) Members and structure of the Board of Directors: (list of members of the Board of Management, percentages of ownership in voting shares and other securities issued by the company, clearly Specify independent and other members; number of positions that a member the Board of Management held in other companies).

List of Board of Directors:

- Pham Tuan Ngoc - Chairman of the Board of Directors, representative of Vietnam National Coal - Mineral Industries Group (TKV) at the Company, number of shares represented: 10,116,000 shares, accounting for 67.44%.

- Ngo Quang Trung - Member and General Director, number of shares owned: 3,582 shares, accounting for 0.016%.

- Nguyen Minh Hai – Member and Deputy General Director, number of shares owned: 12,372 shares, accounting for 0.08%.

- Pham Ngoc Bao – Member and Regional Director, number of shares owned: 7,524 shares, accounting for 0.05%.

- Dinh Cong Nga –Independent member of the Board of Directors.

b) Subcommittees under the Board of Directors:

The Board of Directors of the Company collectively directs all activities, without dividing them into subcommittees.

c) Activities of the Board of Directors:

- In 2024, the Board of Directors of the Company directed the effective implementation of the strategic goals approved by the Company's 2024 Annual General Meeting of Shareholders, focusing on the following main contents: strengthening management and operation, organizing and implementing well in the fields of management and flexible production operation, thereby creating stability and synchronization in production and business, in accordance with reality.

- The Board of Directors held regular and extraordinary meetings to approve basic issues, orient the Company's operations, and ensure timely resolution of issues arising in production and

business activities. The meetings had specific agendas, ensuring the number of members attending the meeting and voting procedures according to the law. Organize and effectively implement the Board of Directors' supervision of the General Director and managers.

The Board of Directors held meetings to approve basic issues, orient the Company's operations, and ensure timely resolution of arising issues; In December 2024, the Board of Directors of the Company held meetings and issued resolutions on production organization, finance, investment and construction, personnel organization, labor and wages, and other areas. In December 2024, the Board of Directors of the Company held meetings and approved 61 specific resolutions as follows:

**LIST OF RESOLUTIONS OF THE BOARD OF DIRECTORS
NORTHERN COAL TRADING JOINT STOCK COMPANY - VINACOMIN**

Đến ngày 31 tháng 12 năm 2024/ By December 31, 2024

No	Meeting date	Contents	Passage rate
1	22/01/2024	Comment on the proposal to merge Vinh Phu Coal Trading Company and Hanoi Coal Trading Company under Northern Coal Trading Joint Stock Company - Vinacomin.	100%
2	25/01/2024	Approving the plan to support the operating costs of the Vietnam National Coal Supply Corporation's pension clubs, the Company's pension clubs and visiting retired cadres who were former civil servants of the Vietnam National Coal Supply Corporation	100%
3	30/01/2024	Temporarily accrue the salary fund to account for the 2023 production and business expenses of the Northern Coal Trading Joint Stock Company - Vinacomin	100%
4	05/02/2024	Establishing the Steering Committee for the Investment and Construction Project: Inland Water Port of the Northern Coal Trading Joint Stock Company - Vinacomin to supply coal to serve the needs of thermal power plants (Dong Hai Port) in Dong Tra commune, Tien Hai district, Thai Binh province	100%
5	22/02/2024	Approving the promulgation of the Regulations on investment and construction management of the Northern Coal Trading Joint Stock Company - Vinacomin	100%
6	23/02/2024	Approving the promulgation of the Regulations on implementing democracy at the grassroots level at the Northern Coal Trading Joint Stock Company - Vinacomin (more)	100%
7	28/02/2024	Approving the plan to rearrange and handle houses and land of the Northern Coal Trading Joint Stock Company - Vinacomin	100%
8	06/3/2024	Agreeing to appoint Mr. Ngo Quang Trung - Member of the Board of Directors, General Director of Vinacomin Northern Coal Trading Joint Stock Company on a business trip to Australia according to Decision 362/QĐ-TKV dated February 23, 2024	100%
9	11/3/2024	Preparing for the Annual General Meeting of Shareholders of Vinacomin Northern Coal Trading Joint Stock Company in 2024	100%
10	25/3/2024	Approving the Salary Fund to be accounted for in the 2023 production and business expenses of Vinacomin Northern Coal	100%

		Trading Joint Stock Company	
11	25/3/2024	Approving the policy of "Increasing charter capital through issuing shares to pay dividends, issuing shares from the equity capital of Vinacomin Northern Coal Trading Joint Stock Company".	100%
12	25/3/2024	- Finalizing remuneration for part-time members, independent members of the Board of Directors, Supervisory Board and Company Secretary in 2023; - Finalizing salary in 2023 for the Company's full-time Trade Union Chairman;	100%
13	01/4/2024	Assessing business performance in the first quarter of 2024 and developing a business plan for the second quarter of 2024.	100%
14	04/4/2024	Agree to send Mr. Ngo Quang Trung - Member of the Board of Directors, General Director and Mr. Pham Ngoc Bao - Member of the Board of Directors of Vinacomin Northern Coal Trading Joint Stock Company on a business trip to Laos according to Decision 614/QD-TKV dated April 4, 2024	100%
15	12/4/2024	Approving the review of land management and use of Vinacomin Northern Coal Trading Joint Stock Company	100%
16	16/4/2024	Giving opinions on the official vote to approve and decide to appoint Mr. Hoang Minh Long to the position of Deputy General Director of Vinacomin Northern Coal Trading Joint Stock Company, for a term of 5 years from April 16, 2024	100%
17	19/4/2024	Approving the review of the current status of management and use of nursing facilities of Vinacomin Northern Coal Trading Joint Stock Company	100%
18	23/4/2024	Approving the policy of requesting to use the office of Vinacomin Northern Coal Trading Joint Stock Company at 226 Le Duan and implementing the Quang Tri coal transit, processing and blending project of the Northern Coal Trading Joint Stock Company - Vinacomin	100%
19	24/4/2024	Agreeing on the contents to organize the 2024 Annual General Meeting of Shareholders of the Northern Coal Trading Joint Stock Company - Vinacomin	100%
20	25/4/2024	Approve the "Procedures for extending the land lease contract of the Northern Coal Trading Joint Stock Company - Vinacomin (Address: Doi Cung Ward, Vinh City, Nghe An Province)"	100%
21	06/5/2024	Comments on organizing a meeting and exchange program to review the glorious tradition of TKV and combine a visit to Cua Lo - Uncle Ho's hometown (Nghe An) for members of the TKV Retirement Club on the occasion of the 30th anniversary of the establishment of Vietnam National Coal Corporation, now the Vietnam National Coal - Mineral Industries Group (October 10, 1994 - October 10, 2024)"	100%
22	14/5/2024	Payment of bonuses to the Chairman of the Trade Union in 2023	100%
23	14/5/2024	Approval of the promulgation of the Regulations on selecting	100%

		suppliers of goods, products, and services to ensure continuity for production, business and procurement activities to maintain regular activities using production and business capital of the Northern Coal Trading Joint Stock Company - Vinacomin	
24	31/5/2024	Approving the policy of organizing overseas tours and tours in the summer of 2023 2024 for employees of Northern Coal Trading Joint Stock Company - Vinacomin	100%
25	03/6/2024	Implementing documents of TKV on "Implementing investment procedures for the Quang Tri coal transit, processing and blending warehouse project" and "Adjusting the investment plan for 2024"	100%
26	05/6/2024	Approving the payment of cash dividends in 2023 to shareholders after the 2024 Annual General Meeting of Shareholders of the Northern Coal Trading Joint Stock Company - Vinacomin	100%
27	06/6/2024	Approving the plan to organize a meeting, exchange, review the glorious tradition of TMB and combine visits to places of revolutionary significance, historical relics for former leaders of the TMB Retirement Club through the periods on the occasion of the 30th anniversary of the establishment of the Vietnam National Coal - Mineral Industries Group (October 10, 1994 - October 10, 2024) and the 30th anniversary of the establishment of the Northern Coal Trading Joint Stock Company - Vinacomin (April 1, 1995 - April 1, 2025)	100%
28	17/6/2024	Comments on "Supporting funding for the construction of the project to upgrade the martyrs' cemetery in Thanh Chi commune, Thanh Chuong district, Nghe An and the martyrs' cemetery in An Luu ward, Kinh Mon town, Hai Duong"	100%
29	03/7/2024	Evaluating business performance in the second quarter of 2024 and developing a production and business plan for the third quarter of 2024.	100%
30	04/7/2024	Agreeing to send Mr. Ngo Quang Trung - Member of the Board of Directors, General Director of Northern Coal Trading Joint Stock Company - Vinacomin on a business trip to the United States, Colombia, Dominica according to Decision 1259/QD-TKV dated July 4, 2024	100%
31	05/7/2024	Approving the policy for Northern Coal Trading Joint Stock Company - Vinacomin (TMB) to temporarily use 01 floor (6th floor) of the Group's 7-storey building at 226 Le Duan, Trung Phung ward, Dong Da district, Hanoi city with the expected time 01 year to be the business location and assign the task to Hanoi Coal Trading Company to carry out some related contents.	100%
32	11/7/2024	Approval of the issuance of "Regulations on selecting suppliers of goods, products and services in coal trading activities of Northern Coal Trading Joint Stock Company - Vinacomin"	100%
33	02/8/2024	Approval of the issuance of "Regulations on management of materials of Northern Coal Trading Joint Stock Company - Vinacomin" and "Regulations on management and use of fixed	100%

		assets of Northern Coal Trading Joint Stock Company - Vinacomin"	
34	08/8/2024	Approval of the contribution plan "Funding for the National Mining Science and Technology Conference in 2024" and "Support for victims of Agent Orange on the occasion of the 63rd anniversary of the Agent Orange disaster in Vietnam (August 10, 1961 - August 10, 2024)"	100%
35	08/8/2024	Approval of "Regulations on health check-ups, longevity wishes and longevity celebrations for former leaders and managers of Northern Coal Trading Joint Stock Company - Vinacomin"	100%
36	16/8/2024	Approving the need to use houses and land of Vinacomin Northern Coal Trading Joint Stock Company according to Official Dispatch No. 4259/TKV-DT dated July 26, 2024 of Vinacomin.	100%
37	22/8/2024	Approving the "2025 Business Plan, report on expected implementation of the 5-year plan 2021-2025 and development of the 5-year plan 2026-2030 of Vinacomin Northern Coal Trading Joint Stock Company" as a basis for registration with Vinacomin.	100%
38	28/8/2024	Comments on "Supporting funding for the construction of the Cultural House of Bieu Chanh Village, Phuoc Hung Commune, Tuy Phuoc District, Binh Dinh Province"	100%
39	30/8/2024	Approving the contents of the response to Document No. 200/ANĐT dated July 10, 2024 of the Phu Tho Provincial Police	100%
40	04/9/2024	Approving the Salary Plan of the Company Manager and the Chairman of the Trade Union of the Northern Coal Trading Joint Stock Company - Vinacomin from July 1, 2024	100%
41	12/9/2024	Implementing Document No. 5119/TKV-DT dated September 12, 2024 of the Vietnam National Coal and Mineral Industries Group on "Adjusting and shifting the investment plan for 2024" and Approving the development of the 2025 investment plan of the Northern Coal Trading Joint Stock Company - Vinacomin	100%
42	16/9/2024	Giving comments on "Supporting families of employees who suffered heavy property damage due to the consequences of Typhoon Yagi"	100%
43	30/9/2024	Assessing the business performance of the third quarter of the year 2024 and develop a production and business plan for the fourth quarter of 2024.	100%
44	04/10/2024	Approval of the organization of the program "Vietnamese Women's Day October 20, 2024"	100%
45	08/10/2024	Approval of the plan "Supporting the Faculty of Economics and Business Administration - Hanoi University of Mining and Geology to celebrate its 25th anniversary	100%
46	11/10/2024	Agreement to send Mr. Ngo Quang Trung - Member of the Board of Directors, General Director of Northern Coal Trading Joint Stock Company - Vinacomin on a business trip to the Russian Federation according to Official Dispatch No. 5685/TKV-TCNS dated October 10, 2024	100%

47	11/10/2024	Approval of the plan "Supporting funding for the construction of a charity house for 01 household in Ngoc Trao ward, Thanh Hoa city, Thanh Hoa province"	100%
48	01/11/2024	Approval of the promulgation of the "Regulations on financial supervision and evaluation of the performance of Northern Coal Trading Joint Stock Company - Vinacomin and its affiliated units"	100%
49	01/11/2024	Approval of the promulgation of the "Salary scale and payroll system of Northern Coal Trading Joint Stock Company – Vinacomin"	100%
50	01/11/2024	Implementing Document No. 5994/TKV-DT dated October 30, 2024 of TKV on "Notification of adjustment and transition of the 2024 investment plan of Northern Coal Trading Joint Stock Company – Vinacomin"	100%
51	01/11/2024	Comments on "Supporting the A9 Emergency Center – Bach Mai Hospital, Hanoi"	100%
52	07/11/2024	Implementing Official Dispatch No. 6178/TKV-TN dated November 6, 2024 of the Vietnam National Coal and Mineral Industries Group on "Establishing a coal processing and blending warehouse in Tan Tien Commune, Bac Giang City, Bac Giang Province)	100%
53	27/11/2024	Approval to send Mr. Ngo Quang Trung – Member of the Board of Directors, General Director of Vinacomin Northern Coal Trading Joint Stock Company on a business trip to Singapore and Japan in December 2024	100%
54	05/12/2024	Plan approval to buy gifts in kind for employees of Vinacomin Northern Coal Trading Joint Stock Company on the occasion of the Lunar New Year 2025	100%
55	09/12/2024	Plan approval to transfer salary and raise salary grades for Managers and Chairman of the specialized Trade Union of Vinacomin Northern Coal Trading Joint Stock Company from July 1, 2024, applying according to Decision No. 3067/QD-HDQT dated November 1, 2024.	100%
56	09/12/2024	Approval of the "Adjusted 2024 investment plan of Vinacomin Northern Coal Trading Joint Stock Company" and "Approval of the 2025 investment plan of Vinacomin Northern Coal Trading Joint Stock Company"	100%
57	26/12/2024	Approval of the issuance of "Regulations on labor and salary management of Vinacomin Northern Coal Trading Joint Stock Company" (overlapping meeting time, the Board of Directors has not yet signed)	100%
58	26/12/2024	Approval of "Supporting funds for poor households, near-poor households and people in difficult circumstances on the occasion of the Spring of At Ty 2025 in Thai Tho commune, Thai Thuy district, Thai Binh province"	100%
59	30/12/2024	Evaluation of business performance in the fourth quarter and 2024; Temporarily assign the main targets of the 2025 production	100%

		and business plan and develop the production and business plan for the first quarter of 2025.	
60	31/12/2024	Approval of "Supporting funds to support Tet for the poor on the occasion of the Spring of At Ty 2025 in Quang Tri province"	100%
61	31/12/2024	Approval of authorizing the General Director of the Northern Coal Trading Joint Stock Company - Vinacomin to decide and directly sign loan contracts, guarantees, and letters of credit in order to ensure capital sources, proactively and conveniently manage the production and business activities of the Northern Coal Trading Joint Stock Company - Vinacomin in 2025.	100%

d) Activities of independent members of the Board of Directors:

- Perform the duties of a member of the Board of Directors as stipulated in the Charter of the Company's organization and operation, the Board of Directors' operating regulations, the Enterprise Law and current regulations of the Law, regulations of TKV and the Company.

- Preside over and assist the Board of Directors in supervising and managing, including but not limited to the following areas:

+ Research, evaluate the situation, performance results and contribute opinions to the development direction and business activities of the Company.

+ Internal control and legal work.

+ Prepare an assessment report on the Board of Directors' activities to present to the Company's annual General Meeting of Shareholders.

- Perform other tasks assigned by the Board of Directors.

e) List of members of the Board of Directors with corporate governance training certificates. List of Board of Directors members participating in corporate governance programs during the year:

Members of the Board of Directors, Supervisory Board and Executive Board of the Company have participated in training courses of Vietnam National Coal - Mineral Industries Group.

2. Supervisory Board:

a) Members and structure of the Supervisory Board:

- Dang Thi Hai Ha – Head of the Board, number of shares owned 11,916 shares, accounting for 0.079%..

- Cao Thi Nhung - Member, number of shares owned 1,200 shares, accounting for 0.008%..

- Bui Thi Phuong Thao –Member, number of shares owned 1,200 shares, accounting for 0.008%.

b) Activities of the Board of Supervisors:

- The activities of the Board of Supervisors are based on the annual plan for

implementation. In early 2024, the Board of Supervisors proactively developed the annual control plan and successfully completed the proposed inspection and supervision program.

- Every month, the Board of Supervisors works at the Company, supervising the operations of the Board of Directors and the Company's Executive Board. Inspecting and controlling the management of costs, debts, analyzing the age of inventory debt, the Company's capital mobilization and use, labor and salary work, checking the financial reports of the Company and its affiliated units, and accounting work of the Company's office.

- Every quarter, every 6 months, every 9 months, every year, the Board of Supervisors conducts the appraisal of the Company's financial reports, prepares minutes of inspection and supervision of the activities of the Board of Directors and the Executive Board in terms of regulations, implementation of production and business plans, financial and accounting work, organization of staff, labor and wages, capital construction investment, inspection and supervision of the implementation of the Board of Directors' Resolutions.

- The Board of Supervisors has conducted inspections and controls of affiliated units. Because the Company's area of operation spans the provinces, the inspection and control contents of the Board of Supervisors are often integrated with specialized contents, coordinated inspection, control and audit. Inspections, controls, and supervisions focus on the following contents:

- + Review financial reports and check income distribution, receivables, financial expenditures, implementation of the construction investment plan, fulfillment of obligations to the state budget, capital mobilization and use situation... of the Company.

- + Inspect coal processing, contract signing and contract implementation, management and monitoring of GGT receiving coal.

- + Inspect the development and implementation of the Company's regulations and rules at affiliated units.

- + Inspect recruitment, labor management, implementation of salary regulations, and settlement of policies and regimes for employees.

- + Inspect compliance with construction investment management regulations, cost control and implementation of investment procedures according to regulations approved by the Board of Directors.

Hence, the Board of Supervisors has made specific recommendations to the Company and affiliated units.

- The Board of Supervisors has performed well the supervision of the Independent Auditing Company on the audit of the financial statements for the first 6 months of 2024 and the audit of the financial statements for the year 2024 at the affiliated units and the Company's office.

- The Board of Supervisors has performed well the supervision of the Independent Auditing Company, Vinacomin Northern Coal Trading Joint Stock Company and its affiliated units on the inventory work for the first 6 months and the year 2024.

- Well implemented the reports in accordance with the content and time prescribed by TKV. Well implemented the appraisal of the quarterly, 6-month, 9-month, annual financial statements, and reports serving the General Meeting of Shareholders.

- In 2024, the operation of the Board of Supervisors faced many difficulties due to the thin Board of Supervisors, with three members, of which two members of the Board of Supervisors worked part-time, the part-time members of the Board of Supervisors, in addition

to performing the duties of the Board of Supervisors, also had to perform duties in the departments. The Company's operating area is large with many branches and affiliated units, and stations and stores spread across the Northern provinces; The Company's scale and output are increasingly large, the output of coal purchased, sold, mixed and processed is large, the bidding documents for outsourced services are numerous, the implementation of bank loans and disbursements occur frequently, so the amount of inspection and supervision work is large, the number of inspection days at affiliated units is short, while the amount of document review is large, so the Board of Supervisors cannot inspect 100% of the documents but only follows the sampling method, so errors are detected in the selected samples (however, the implementation according to the appropriate sampling method is in accordance with regulations).

- Regularly study to improve professional capacity, cultivate knowledge of financial management and law to perform well the assigned tasks.

- In 2024, the Board of Supervisors has received support from the Company's Executive Board and affiliated units.

- In 2024, the Board of Supervisors properly performed its duties, responsibilities and powers, closely followed business practices, inspected and detected errors, in order to promptly correct any violations. Successfully completed the inspection and control plan. Coordinated with the Company's Executive Board, the Company's functional departments, the Company's Internal Audit and the independent auditing company in the inspection and control of the Company and its affiliated units. During the inspection and control process, errors were promptly detected, thereby contributing to improvement and correction in the following months. By the end of 2024, the Company had completed its planned targets, made a profit, the lives of officers and employees were stable, and the Company preserved its capital. In 2024, the Board of Supervisors successfully completed its tasks before the Shareholders.

3. Transactions, remunerations and interests of the Board of Directors, Board of Management and Board of Supervisors

a) Salary, rewards, remuneration and benefits: (Salary, rewards, remuneration and other benefits and expenses for each member of the Board of Directors, members of the Board of Supervisors, Director and General Director and managers. Values of such remuneration, benefits and expenses shall be disclosed in details for each person. Non-material benefits or interests which have not been/cannot be quantified by cash shall be listed and accounted for sufficiently).

b) Transactions of internal shareholders: (Information about share transactions of the members of Board of Directors, members of the Board of Supervisors, Director (General Director), Chief Accountant, managers, Company Secretary, major shareholders and the affiliated persons).

- None.

c) Contracts or transactions with internal shareholders: (Information about the contracts, or transactions that Company's members of the Board of Supervisors, Director (General Director), managers and affiliated persons entered into or executed in the year with the company, subsidiaries, other companies in which the company hold the control rights.

- None.

d) Implementation of regulations on corporate governance: (Clearly specify the contents which have not been implemented in accordance to the law on corporate governance.

d) Implementation of regulations on corporate governance: (Clearly specify the contents which have not been implemented in accordance to the law on corporate governance. Reasons, solutions and remediation plans/plans to improve efficiency in corporate governance).

- The Company has strictly complied with most of the regulations on corporate governance in Circular 121/2012/TT-BTC of the Ministry of Finance, however, there are still some contents that have not been implemented:

+ Subcommittees of the Board of Directors have not been established.

+ Training courses on corporate governance for members of the Board of Directors, Supervisory Board, and Board of Directors have not been attended.

VI. Financial statements

1. Auditor's opinions

The Company's 2024 financial statements were audited by Hanoi Branch - UHY Auditing and Consulting Company Limited and were fully accepted, specifically the auditor's opinion is as follows:

"In our opinion, the financial statements have fairly presented, in all material respects, the financial position of Northern Coal Trading Joint Stock Company - Viancomin as at December 31, 2024, as well as the results of business operations and cash flows for the fiscal year ended on the same day, in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting Regime and legal regulations related to the preparation and presentation of financial statements".

2. Audited financial statements (Audited annual financial statements include: Balance sheet; Income statement; Cash flow statement; Financial Statements Explanation. In case the company has to prepare consolidated or general Financial Statements in accordance to the law on accounting and audit, the Financial Statements presented in the Annual Reports shall be the consolidated Financial Statements; and the addresses where the financial statements of the parent company or the general Financial Statements or the financial statements of superior accounting units to be published and provided).

BALANCE SHEET
As at 31 December 2024

ASSET	Code	Note	31/12/2024	010/1/2024
			VND	Re-adjusted VND
CURRENT ASSETS	100		3,941,365,606,255	3,863,015,149,726
Cash and cash equivalents	110	5	17,767,530,131	27,465,146,278
Cash	111		17,767,530,131	27,465,146,278
Short-term receivables	130		1,031,280,515,944	986,943,882,560
Short-term trade receivables	131	6	1,012,904,834,366	957,620,342
Short-term advances to suppliers	132	7	7,096,894,247	728,949,072
Other short-term receivables	136	8	14,298,765,768	31,614,570,058
Provision for doubtful short-term receivables	137	9	(3,019,978,437)	(3,019,978,437)
Inventories	140	10	2,844,014,386,507	2,757,354,203,374
Inventories	141		2,917,523,943,392	2,757,354,203,374
Provision for devaluation of inventories	149		(73,509,556,885)	-
Other current assets	150		48,303,173,673	91,251,917,514
Short-term prepaid expenses	151	12	8,381,926,554	13,521,820,976
Deductible VAT	152		36,983,273,669	74,081,151,091
Taxes and other amounts receivable from the State	153	17	2,937,973,450	3,648,945,447
NON-CURRENT ASSETS	200		101,167,889,315	88,563,661,374
Fixed assets	220		47,548,903,000	43,836,441,952
Tangible fixed assets	221	13	44,606,076,775	41,148,831,585
- Historical cost	222		187,050,633,996	179,304,482,450
- Accumulated depreciation	223		(142,444,557,221)	(138,155,650,865)
Intangible fixed assets	227	14	2,942,826,225	2,687,610,367
- Historical cost	228		5,935,903,091	4,586,830,869
- Accumulated depreciation	229		(2,993,076,866)	(1,899,220,502)
Long-term assets in progress	240		9,901,743,478	1,819,398,440
Construction in progress	242	11	9,901,743,478	1,819,398,440
Other long-term assets	260		43,717,242,837	42,907,820,982
Long-term prepaid expenses	261	12	43,717,242,837	42,907,820,982
TOTAL ASSETS	270		4,042,533,495,570	3,951,578,811,100

BALANCE SHEET (continued)
As of December 31, 2024

RESOURCES	Code	Note	31/12/2024	01/01/2024
			VND	Re-adjusted VND
LIABILITIES	300		3,197,523,646,557	3,249,284,504,290
Current liabilities	310		3,197,523,646,557	3,249,284,504,290
Short-term trade payables	311	15	699,594,536,635	593,627,866,463
Short-term advances from customers	312	16	29,333,024,981	53,882,945,873
Taxes and other payments to the State budget	313	17	91,614,083,305	49,525,656,554
Payables to employees	314		30,600,089,391	35,766,071,275
Short-term accrued expenses	315	19	5,862,601,594	4,581,778,658
Short-term other payables	319	20	30,273,144,557	63,671,195,021
Short-term loan and finance lease obligations	320	18	2,286,186,839,683	2,419,853,733,295
Bonus and welfare fund	322		24,059,326,411	28,375,257,151
OWNERS' EQUITY	400		845,009,849,013	702,294,306,810
Capital	410	21	845,009,849,013	702,294,306,810
Owner's capital	411		150,000,000,000	150,000,000,000
- Ordinary shares with voting rights	411a		150,000,000,000	150,000,000,000
Other owners' capital	414		5,184,136,731	6,775,003,780
Development investment fund	418		215,079,619,284	114,001,686,238
Retained earnings	421		474,746,092,998	431,517,616,792
- Retained earning by the end of prior year	421a		275,095,967,795	93,373,599,468
- Retained earning of current year	421b		199,650,125,203	338,144,017,324
TOTAL CAPITAL	440		4,042,533,495,570	3,951,578,811,100

INCOME STATEMENT
For the fiscal year ended 31 December 2024

ITEMS	Code	Note	Year 2024	Year 2023
			VND	Re-adjusted VND
Revenue from sale of goods and rendering of services	1	23	41,775,818,154,215	37,113,183,010,928
Net revenue from sale of goods and rendering of services	10	23	41,775,818,154,215	37,113,183,010,928
Cost of goods sold	11	24	40,193,816,352,756	35,602,892,917,034
Gross profit from sales of goods and rendering of services	20		1,582,001,801,459	1,510,290,093,894
Finance income	21	25	80,156,549,705	10,036,540,122
Finance expenses	22	26	207,969,421,251	130,997,000,880
<i>Including: Interest expense</i>	23		174,222,340,686	60,828,183,484
Selling expenses	25	27	1,183,823,326,866	926,669,325,973
General and administrative expenses	26	27	76,778,737,989	77,047,068,803
Net profit from operating activities	30		193,586,865,058	385,613,238,360
Other incomes	31	28	75,821,459,237	43,616,395,417
Other expenses	32	29	2,990,671,966	6,368,158,190
Other profits	40		72,830,787,271	37,248,237,227
Total profit before tax	50		266,417,652,329	422,861,475,587
Current corporate income tax expense	51	30	66,767,527,126	84,717,458,263
Profit after corporate income tax	60		199,650,125,203	338,144,017,324
Basic earnings per share	70	31	13,310	24,339
Diluted earnings per share	71	31	13,310	24,339

CASH FLOW STATEMENT
(By indirect method)
For the fiscal year ended 31 December 2024

Items	Code	Notes	Year 2024	Year 2023
			VND	Re-adjusted VND
Cash flow from operating activities				
Profit before tax	1		266,417,652,329	422,861,475,587
Adjustments for				
Depreciation and amortisation	2		5,428,392,720	5,498,597,687
Provisions/(reversal of provisions)	3		73,509,556,885	(9,631,532,067)
Foreign exchange (gains)/losses arisen from revaluation of monetary accounts denominated in foreign currency	4		608,766,283	(9,631,532,067)
(Profits)/losses from investing activities	5		(350,360,096)	(561,023,092)
Interest expenses	6		174,222,340,686	60,828,183,484
Operating profit before changes in working capital	8		519,836,348,807	478,995,701,599
(Increase)/decrease in receivables	9		(6,527,783,965)	(932,579,955,844)
(Increase)/decrease in inventories	10		(160,169,740,018)	(756,363,731,895)
Increase/(decrease) in payables (excluding interest, corporate income tax)	11		100,173,245,351	(994,976,366,131)
(Increase)/decrease in prepaid expenses	12		4,330,472,567	(36,395,199,500)
Interest paid	14		(175,751,236,694)	(58,014,437,268)
Corporate income tax paid	15		(81,592,900,172)	(86,357,082,300)
Other cash outflows for operating activities	17		(30,934,452,516)	(15,045,384,860)
Net cash flow from operating activities	20		169,363,953,360	(2,400,736,456,199)
Cash flow from investing activities				
Purchase and construction of fixed assets and other long-term assets	21		(15,770,233,951)	(2,285,312,301)
Proceeds from disposals of fixed assets and other long-term assets	22		-	172,228,000
Interest and dividends received	27		350,360,096	405,008,055
Net cash flow from investing activities	30		(15,419,873,855)	(1,708,076,246)

Cash flow from financing activities

Drawdown of borrowings	33		16,421,175,961,943	9,703,678,445,099
Repayment of borrowings	34		(16,554,842,855,555)	(7,283,824,711,804)
Dividends, profits paid to owners	36		(29,974,802,040)	(29,905,060,610)
<i>Net cash flow from financing activities</i>	<i>40</i>		<i>(163,641,695,652)</i>	<i>2,389,948,672,685</i>

Net decrease/(increase) in cash during the year

50

(9,697,616,147)

(12,495,859,760)

Cash and cash equivalents at the beginning of the year

60

5

27,465,146,278

39,961,006,038

Cash and cash equivalents at the end of the year

70

5

17,767,530,131

27,465,146,278

NOTES TO FINANCIAL STATEMENTS

1. CHARACTERISTICS OF THE ENTERPRISE'S OPERATION

1.1 FORM OF OWNERSHIP

Vinacomin - Northern Coal Trading Joint Stock Company, formerly known as the Coal Management and Distribution Corporation, was established under Decision No. 1878/QĐ-TCCB dated 19 December 1974 of the Ministry of Electricity and Coal. On 4 March 1995, it was renamed Northern Coal Processing and Trading Company Limited under Decision No. 140/NL/TCCB-LĐ of the Ministry of Energy and is under the Vietnam National Coal Corporation (now the Vietnam National Coal - Mineral Industries Group). The company was equitized under Decision No. 4234/QĐ-BCN dated 28 December 2005 of the Ministry of Industry (now the Ministry of Industry and Trade). The company operates under the first Business Registration Certificate No. 0103015276 issued by the Hanoi Department of Planning and Investment on 2 January 2007. During the operation, changes in founding shareholders, legal representatives, and enterprise codes of the Company were approved by the Hanoi Department of Planning and Investment in the Enterprise Registration Certificate from the 1st to the 10th time. During the fiscal year and up to the time of preparing this financial statement, the Company is operating under the 13th changed Joint Stock Company Business Registration Certificate dated 20 October 2022 with the enterprise code 0100100689.

The Company's headquarters is currently located at No. 5 Phan Dinh Giot, Phuong Liet Ward, Thanh Xuan District, Hanoi City.

The actual contributed charter capital according to the Company's Business Registration Certificate as of 31 December 2024 is VND 150,000,000,000 divided into 15,000,000 shares with a par value of VND 10,000/share.

The Company's shares are listed on the Hanoi Stock Exchange (HNX). The Company's stock code is TMB.

1.2 BUSINESS SECTORS

The Company's main business activities are industrial production, trade and services.

1.3 PRINCIPAL BUSINESS ACTIVITIES

Coal processing and consumption.

1.4 NORMAL BUSINESS CYCLE

The Company's normal production and business cycle is carried out within a period of no more than 12 months.

1.5 COMPANY OPERATIONS DURING THE YEAR IMPACTING THE FINANCIAL STATEMENTS

In 2024, there were difficult times due to complex weather conditions and heavy rainfall, causing hydropower plants to operate more than thermal power plants. However, the Company has proactively and flexibly developed plans and scenarios for monthly and quarterly production and business in accordance with the actual situation,

ensuring safety and efficiency. In Addition, the Company has also received attention, direction and support from the Vietnam National Coal - Mineral Industries Group (TKV) in operational solutions .

1. 6 BUSINESS STRUCTURE

List of dependent accounting units:

St atu s	Name of Affiliated Unit	address	Main activities
1	Branch of Vinacomin - Northern Coal Trading Joint Stock Company in Quang Ninh	No. 11 Le Thanh Tong, Hong Gai Ward, Ha Long City, Quang Ninh	Coal business
2	Cau Duong Coal Trading Enterprise	No. 342A Ngo Gia Tu, Duc Giang, Long Bien, Hanoi	Coal Processing & Trading
3	Kinh Mon coal processing workshop	Ngu Uyen Village, Long Xuyen, Kinh Mon, Hai Duong	Coal processing
4	Tien Hai Coal Processing and Trading Workshop	Nhi Doan Field, Thai Tho Commune, Thai Thuy District, Thai Binh Province	Coal processing
5	Kim Thanh Coal Processing and Trading Station	Phu Son Area, An Luu Ward, Kinh Mon Town, Hai Duong Province	Coal processing
6	Nghi Thiet Thanh Processing and Trading Station	New Hamlet, Nghi Thiet Commune, Nghi Loc District, Nghe An Province	Coal processing
7	Hai Phong Coal Trading Company	105 Tran Phu, Ngo Quyen, Hai Phong City	Coal processing
8	Thanh Hoa Coal Trading Company	No. 75 Quang Trung, Ngoc Trao Ward, Thanh Hoa City	Coal Processing & Trading
9	Ha Bac Coal Trading Company	No. 26A Hoang Quoc Viet, Thi Cau Ward, Bac Ninh City	Coal Processing & Trading
10	Ha Nam Ninh Coal Trading Company	No. 2 Van Cao, Van Mieu Ward, Nam Dinh City	Coal Processing & Trading
11	Bac Thai Coal Trading Company	No. 633 Duong Tu Minh, Tan Long Ward, Thai Nguyen City	Coal Processing & Trading
12	Hanoi Coal Trading Company	No. 5 Phan Dinh Giot, Thanh Xuan District, Hanoi City	Coal Processing & Trading
13	Ninh Binh Coal Trading Company	Khanh Phu Industrial Park, Yen Khanh, Ninh Binh	Coal Processing & Trading
14	Vinh Phu Coal Trading Company (*)	Construction, Ben Got Ward, Viet Tri City	Coal Processing & Trading
15	Nghe Tinh Coal Trading	No. 124 Tran Hung Dao,	Coal business &

St atu s	Name of Affiliated Unit	address	Main activities
	Company	Doi Cung Ward, Vinh City	hotel services

() Merge Vinh Phu Coal Trading Company into Hanoi Coal Trading Company from 1 March, 2025 according to Decision No. 381/QD-HDQT dated 14 February, 2025 of the Chairman of the Board of General Directors and terminate the operation of Vinh Phu Coal Trading Company under the Vinacomin - Northern Coal Trading Joint Stock Company according to Decision No. 382/QD-HDQT dated 14 February, 2025 of the Chairman of the Board of General Directors.*

1.7 STATEMENT ON COMPARABILITY OF INFORMATION IN FINANCIAL STATEMENTS

Comparative figures on the financial statements for the fiscal year ending December 31, 2023 of the Company have been audited.

1.8 EMPLOYEES

At the end of the fiscal year, the Company had 600 employees (600 employees at the beginning of the year).

2. FISCAL YEAR AND ACCOUNTING CURRENCY

2.1 FISCAL YEAR

The Company's fiscal year begins on 1 January and ends on 31 December of the calendar year.

This financial statements has been prepared for the fiscal year ending 31 December 2024.

2.2 ACCOUNTING CURRENCY

The currency used in accounting is Vietnamese Dong (VND) because revenue and expenditure are mainly made in VND.

3. ACCOUNTING STANDARDS AND REGIMES APPLIED

3.1 ACCOUNTING STANDARDS AND REGIMES APPLIED

The Company applies Vietnamese Accounting Standards, Enterprise Accounting Regime issued under Circular No. 200/2014/TT-BTC dated 22 December, 2014 of the Ministry of Finance guiding the Enterprise Accounting Regime and Circular No. 53/2016/TT-BTC dated 21 March, 2016 of the Ministry of Finance amending and supplementing a number of articles of Circular No. 200/2014/TT-BTC.

The accompanying financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

3.2 STATEMENT ON COMPLIANCE WITH ACCOUNTING STANDARDS AND

ACCOUNTING SYSTEM

The Company's financial statements are prepared and presented in compliance with the requirements of Vietnamese Accounting Standards and the current Vietnamese Enterprise Accounting Regime and legal regulations related to the preparation and presentation of financial statements.

4. PRINCIPAL ACCOUNTING POLICIES

The following are the significant accounting policies applied by the Company in preparing these Financial Statements:

4.1 BASIS AND PURPOSE OF PREPARING FINANCIAL STATEMENTS

The Company's financial statements are prepared on the basis of the financial statements of the Executive Office and the Branches. Internal transactions and internal balances between the Company and the Branches have been eliminated when preparing the financial statements.

4.2 ACCOUNTING ESTIMATES

The preparation of financial statements in accordance with Vietnamese Accounting Standards requires the Board of General Directors to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent assets and liabilities at the date of preparation. The financial statements and reported figures for revenues and expenses during the fiscal year. Actual results of operations may differ from estimates and assumptions made.

4.3 FOREIGN CURRENCY

The exchange rate for converting transactions arising during the year in foreign currency is the transaction exchange rate with the Joint Stock Commercial Bank where the Company has such transaction at the time of occurrence.

The exchange rate when re-evaluating foreign currency items at the time of preparing the Financial Statements is the exchange rate announced by the Joint Stock Commercial Bank for Foreign Trade of Vietnam at the time of preparing the Financial Statements and announced in Notice No. 23/TKV-KTTC dated 3 January, 2025 of the Vietnam National Coal - Mineral Industries Group:

In there:

- Deposits, cash in hand and receivables in foreign currencies are converted at the Bank's buying (transfer) exchange rate: VND 25,251/USD
- Accounts payable and loans outside TKV with foreign currency origin converted at the Bank's selling rate: 25,551 VND/USD

All exchange rate differences are immediately reflected in financial income (if profit) or financial expenses (if loss) at the time of occurrence and at the time of reporting .

4.4 CASH AND CASH EQUIVALENTS

Cash includes cash, demand and term bank deposits, and cash in transit. Cash equivalents are short-term investments with a maturity of no more than three months from the date of purchase, which are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value .

4.5 ACCOUNTS RECEIVABLE

Accounts receivable are stated at carrying amount less allowance for doubtful debts .
Classification of receivables is carried out according to the following principles:

- Trade receivables reflect commercial receivables arising from purchase and sale transactions between the Company and buyers who are independent entities of the Company.

4. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

- Other receivables reflect non-commercial receivables not related to purchase and sale transactions.

The Company sets aside provisions for doubtful debts for receivables that are overdue as stated in economic contracts, contract commitments or debt commitments, which the enterprise has requested many times but has not yet recovered. The determination of the overdue period of the receivable is based on the principal repayment period according to the original purchase and sale contract, not taking into account the debt extension between the parties; or for receivables that have not yet reached the payment deadline but the debtor has gone bankrupt or is in the process of dissolution, missing, absconding and will be refunded when the debt is recovered. The increase or decrease in the provision for doubtful debts at the closing date of the financial statements is accounted for in the business management expenses.

4.6 INVENTORY

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

The cost of inventories includes all costs incurred in bringing the inventories to their present location and condition, including: purchase price, non-refundable taxes, transportation, handling, storage costs incurred in the purchase process, standard losses, and other costs directly attributable to the purchase of inventories.

Net realizable value is the estimated selling price of inventories in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

The Company applies the perpetual inventory method to account for inventories. The selling price of inventories is calculated using the specific identification method for imported goods for direct sale and using the weighted average method for the remaining cases. The selling price of raw materials is calculated using the weighted average method.

Method of setting up inventory depreciation reserve: Inventory depreciation reserve is set up for each inventory item that has a decrease in value (original price is greater than net realizable value). Increases and decreases in inventory depreciation reserve balance that must be set up at the closing date of financial statements are recorded in cost of goods sold during the year.

4.7 TANGIBLE FIXED ASSETS

Tangible fixed assets are recorded at original cost, reflected on the Balance Sheet

according to the indicators of original cost, accumulated depreciation and remaining value.

The initial cost of a tangible fixed asset comprises its purchase price (net of any trade discounts or rebates), any taxes and any directly attributable costs of bringing the asset to its working condition for its intended use.

For fixed assets that have been put into use but have not yet been officially settled, the original value of fixed assets will be temporarily recorded as an increase and depreciation will be deducted. When there is an official settlement, the original value and depreciation will be adjusted accordingly.

Expenses incurred after the initial recognition of tangible fixed assets are recorded as an increase in the original cost of the asset when these expenses certainly increase future economic benefits.

Expenses incurred that do not satisfy the above conditions are recorded by the Company as production and business expenses in the year.

4. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives. Tangible fixed assets are classified into groups of assets with similar characteristics and \

purposes in the company's production and business activities. The specific depreciation period is as follows:

<i>Asset Type</i>	<i>Time of use (years)</i>
- Houses, buildings	06 - 25
- Machinery and equipment	03 - 08
- Means of transport and transmission	06 - 10
- Management equipment and tools	03 - 04

4.8 INTANGIBLE FIXED ASSETS

Assets are recorded at original cost and reflected on the Balance Sheet. according to the criteria of original price, accumulated depreciation and remaining value.

The cost of intangible fixed assets includes all costs incurred by the Company to acquire the fixed assets up to the date when the asset is ready for use. Expenses related to intangible fixed assets incurred after initial recognition are recognized as production and business expenses in the year unless these expenses are associated with a specific intangible fixed asset and increase the economic benefits from these assets.

When intangible fixed assets are sold or disposed of, their cost and accumulated depreciation are eliminated from the accounts and any gain or loss resulting from their disposal is recognized as income or expense in 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 cost of computer software comprises all costs incurred by the Company up to the date the software is put into use. Computer software is amortized using the straight-line method.

4.9 CONSTRUCTION IN PROGRESS

The Company's construction in progress includes assets that are equipment in the process of investment, procurement and installation, not yet put into use, and basic construction works in the process of construction that have not been accepted and put into use at the time of closing the books for preparing the Financial Statements. These assets are recorded at their original cost. This original cost includes: costs of goods and services payable to contractors and suppliers, interest costs related to the investment period and other reasonable costs directly related to the formation of the assets later. These costs will be transferred to the original cost of fixed assets at the provisional price (if there is no approved final settlement) when the assets are handed over and put into use.

4.10 PREPAID COSTS

Prepaid expenses include actual expenses that have been incurred but are related to the

results of production and business activities of many accounting years. Prepaid expenses include: tools and equipment issued for use awaiting allocation, fixed asset repair costs, land rental costs and other prepaid expenses.

4. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

Tools and equipment: Tools and equipment put into use are allocated to expenses using the straight-line method.

Fixed asset repair costs: One-time asset repair costs of large value are allocated to expenses using the straight-line method.

4.11 LIABILITIES PAYABLE

Liabilities are amounts payable to suppliers and others. Liabilities include trade payables, internal payables and other payables. Liabilities are not recorded as lower than the obligation to pay.

The classification of payables is carried out according to the following principles:

- Payables to suppliers include commercial payables arising from transactions of purchasing goods, services, assets and the seller is an independent entity from the buyer, including payables between the parent company and subsidiaries, joint ventures, and associates. These payables include payables when importing through a consignee (in consignment import transactions);
- Other payables include non-commercial payables not related to the purchase, sale or provision of goods or services.

Payables are monitored in detail by each subject and payment term. Foreign currency payables are re-evaluated by the Company at the selling exchange rate of the Joint Stock Commercial Bank for Foreign Trade of Vietnam according to Official Letter No. 3122/TKV-TMB of the Vietnam National Coal - Mineral Industries Group.

4.12 COSTS TO PAY

The Company's payable expenses include loan interest, transportation costs, etc., which are actual expenses incurred in the reporting year but not yet paid due to lack of invoices or insufficient accounting records and documents, and are recorded in the production and business expenses of the reporting year.

The provision for production and business expenses in the year must be calculated strictly and there must be reasonable and reliable evidence of the expenses that must be provisioned in advance during the year, to ensure that the amount of expenses payable recorded in this account is consistent with the actual expenses incurred.

4.13 LOANS AND FINANCE LEASES

Loans and financial lease liabilities are recorded on the basis of receipts, bank documents, contracts and loan and financial lease contracts.

4.14 BORROWING COSTS

Borrowing costs include interest and other costs incurred in connection with borrowing.

Borrowing costs are recognized as production and business expenses in the year when