

MEKOPHAR CHEMICAL PHARMACEUTICAL JOINT-STOCK COMPANY



REVIEWED FINANCIAL STATEMENTS

FOR THE ACCOUNTING PERIOD FROM JAN. 01, 2025 TO MAR. 31, 2025





BALANCE SHEET

As at March 31, 2025

Unit : VND

ASSETS	Code	Notes	Mar. 31,2025	Jan. 01,2025
A - CURRENT ASSETS	100		960,572,149,943	921,868,124,944
I. Cash and cash equivalents	110	V.1	112,097,849,656	146,963,151,214
1. Cash	111		27,097,849,656	81,963,151,214
2. Cash equivalents	112		85,000,000,000	65,000,000,000
II. Short-term investments	120	V.2	50,946,711,100	55,946,711,100
1. Short-term investments	121		10,946,711,100	10,946,711,100
3. Held-to-maturity investments	123		40,000,000,000	45,000,000,000
III. Accounts receivable	130		77,165,691,418	57,033,454,040
1. Trade accounts receivable	131	V.3	58,962,843,340	53,208,184,737
2. Prepayments to suppliers	132	V.4	12,986,348,487	14,038,678,345
6. Other receivables	136	V.5	16,906,201,317	1,476,292,684
7. Provision for doubtful debts	137		(11,689,701,726)	(11,689,701,726)
IV. Inventories	140		715,591,750,580	659,153,915,031
1. Inventories	141	V.6	745,934,644,441	689,496,808,892
2. Provision for decline in value of inventories	149		(30,342,893,861)	(30,342,893,861)
V. Other current assets	150		4,770,147,189	2,770,893,559
1. Short-term prepayments	151	V.11	1,905,135,851	1,941,082,864
2. Deductible VAT	152		2,634,406,868	776,594,285
3. Taxes and other receivables from the State Budget	153		230,604,470	53,216,410
B - LONG-TERM ASSETS	200		681,574,992,363	698,269,524,945
I. Long-term receivables	210		-	-
II. Fixed assets	220		51,693,250,434	53,483,498,121
1. Tangible fixed assets	221	V.7	43,844,034,261	45,608,064,450
- Cost	222		282,543,309,847	282,181,109,344
- Accumulated depreciation	223		(238,699,275,586)	(236,573,044,894)
3. Intangible fixed assets	227	V.8	7,849,216,173	7,875,433,671
- Cost	228		14,004,583,139	14,004,583,139
- Accumulated amortization	229		(6,155,366,966)	(6,129,149,468)
III. Investment Properties	230		-	-
IV. Long-term work in progress	240		2,414,610	2,414,610
2. Construction in progress	242	V.9	2,414,610	2,414,610
V. Long-term investments	250	V.10	626,565,614,043	641,152,358,782
1. Investments in subsidiaries	251		900,000,000,000	900,000,000,000
2. Investments in associates, joint-ventures	252		-	-
3. Other long-term investments	253		24,068,960,000	24,068,960,000
4. Provision for decline in the value of long-term investments	254		(297,503,345,957)	(282,916,601,218)
VI. Other long-term assets	260		3,313,713,276	3,631,253,432
1. Long-term prepaid expenses	261	V.11	3,313,713,276	3,631,253,432
TOTAL ASSETS (270 = 100 + 200)	270		1,642,147,142,306	1,620,137,649,889



RESOURCES	Code	Notes	Mar. 31,2025	Jan. 01,2025
C - LIABILITIES	300		370,915,720,303	335,453,642,726
I. Current liabilities	310		179,833,610,977	148,605,264,950
1. Trade accounts payable	311	V.12	101,709,003,724	62,887,287,314
2. Advances from customers	312	V.13	49,947,036,705	47,636,745,104
3. Taxes and other payables to the State Budget	313	V.14	5,998,996,299	6,346,477,406
4. Payables to employees	314		10,037,731,344	9,969,744,259
5. Accrued expenses	315		-	298,117,362
9. Other payables	319	V.15	11,077,539,058	11,008,966,658
10. Short-term borrowings	320		-	-
11. Provision for short-term payables	321		-	-
12. Bonus and welfare fund	322		1,063,303,847	10,457,926,847
II. Long-term liabilities	330		191,082,109,326	186,848,377,776
6. Unrealized revenue	336		191,082,109,326	186,848,377,776
8. Long-term borrowings and liabilities	338		-	-
13. Fund for science and technology development	343		-	-
D - OWNERS' EQUITY	400		1,271,231,422,003	1,284,684,007,163
I. Owners' equity	410	V.16	1,271,231,422,003	1,284,684,007,163
1. Share capital	411		255,458,670,000	255,458,670,000
- Share with voting rights	411a		255,458,670,000	255,458,670,000
- Preferred shares	411b		-	-
2. Share premium	412		409,789,114,458	409,789,114,458
5. Treasury shares	415		(14,487,151,158)	(14,487,151,158)
8. Investment and development fund	418		578,599,664,283	578,599,664,283
11. Undistributed earnings	421		41,871,124,420	55,323,709,580
-Undistributed earnings up to period year -end	421a		55,323,709,580	14,538,459,309
-Undistributed earnings this period	421b		(13,452,585,160)	40,785,250,271
12. Investment reserve for basic construction	422		-	-
II. Budget sources and other funds	430		-	-
TOTAL RESOURCES (440 = 300 + 400)	440		1,642,147,142,306	1,620,137,649,889

HCMC, April 17, 2025

Prepared By

Chief Accountant

General Director

Le Thi Thu Huong

Phan Anh Tai



Huynh Thi Lan



INCOME STATEMENT

The Three - month period ended 31 March 2025

Unit : VND

ITEMS	Code	Notes	Three-month period ended		Three-month period ended	
			31/03/2025	31/03/2024	31/03/2025	31/03/2024
1. Sales	01	VI.1	229,527,884,263	243,165,829,133	229,527,884,263	243,165,829,133
2. Less sales deductions	02	VI.2	77,324,748	-	77,324,748	-
3. Net sales	10	VI.3	229,450,559,515	243,165,829,133	229,450,559,515	243,165,829,133
4. Cost of sales	11	VI.4	167,832,547,697	157,677,796,502	167,832,547,697	157,677,796,502
5. Gross profit	20		61,618,011,818	85,488,032,631	61,618,011,818	85,488,032,631
6. Financial income	21	VI.5	1,092,374,267	317,488,946	1,092,374,267	317,488,946
7. Financial expenses	22	VI.6	14,986,772,426	13,801,904,362	14,986,772,426	13,801,904,362
<i>In which: loan interest expenses</i>	23		-	-	-	-
8. Selling expenses	25	VI.7	30,982,842,786	26,130,033,749	30,982,842,786	26,130,033,749
9. General & administration expenses	26	VI.8	30,513,920,318	28,131,751,178	30,513,920,318	28,131,751,178
10. Operating profit	30		(13,773,149,445)	17,741,832,288	(13,773,149,445)	17,741,832,288
11. Other income	31	VI.9	336,086,528	43,021,452	336,086,528	43,021,452
12. Other expenses	32	VI.10	15,522,243	10,225,632	15,522,243	10,225,632
13. Other profit	40		320,564,285	32,795,820	320,564,285	32,795,820
14. Net accounting profit before tax	50		(13,452,585,160)	17,774,628,108	(13,452,585,160)	17,774,628,108
15. Corporate income tax - current	51	VI.11	-	3,554,925,622	-	3,554,925,622
16. Corporate income tax - deferred	52		-	-	-	-
17. Net profit after corporate income tax	60		(13,452,585,160)	14,219,702,486	(13,452,585,160)	14,219,702,486

Prepared By

Le Thi Thu Huong

Chief Accountant

Phan Anh Tai

HCMC, April 17, 2025

General Director



Huynh Thi Lan



CASH FLOW STATEMENT

(Under indirect method)

The Three - month period ended 31 March 2025

Unit : VND

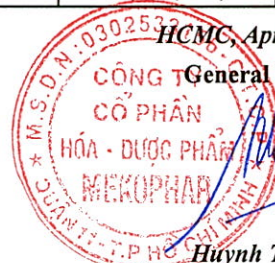
ITEMS	Code	Notes	Three-month period ended	
			31/03/2025	31/03/2024
1	2	3	4	5
I. CASH FLOWS FROM OPERATING ACTIVITIES				
1. Net profit before tax	01		(13,452,585,160)	17,774,628,108
2. Adjustments for :			16,007,152,842	18,721,643,104
- Depreciation and amortisation	02		2,307,569,142	2,437,045,344
- Provisions	03		14,586,744,739	16,464,597,760
- Unrealised foreign exchange gains/ losses	04		-	-
- Gains/losses from investing activities	05		(887,161,039)	(180,000,000)
- Interest expense	06		-	-
3. Profit from operating activities before changes in working capital	08		2,554,567,682	36,496,271,212
- Increase (-)/ decrease (+) in receivables	09		(22,167,438,021)	(7,334,168,260)
- Increase (-)/ decrease (+) in inventories	10		(56,437,835,549)	(3,118,812,550)
- Increase (+)/ decrease (-) in payables	11		51,306,559,327	10,046,316,972
- Increase (-)/ decrease (+) in prepaid expenses	12		353,487,169	1,713,249,183
- Increase/decrease in trading securities	13		-	-
- Interest paid	14		-	-
- Corporate income tax paid	15		(6,449,858,750)	(5,690,008,085)
- Other payments for operating activities	17		(9,394,623,000)	(2,124,105,456)
Net cash inflows/(outflows) from operating activities	20		(40,235,141,142)	29,988,743,016
II. CASH FLOWS FROM INVESTING ACTIVITIES				
1. Purchases of fixed assets and other long-term assets	21		(517,321,455)	(472,916)
2. Proceeds from disposals of fixed assets and other long-term assets	22		22,727,273	-
3. Loans granted, purchases of debt instruments of other entities	23		(75,897,315,069)	(10,000,000,000)
4. Collection of loans, proceeds from sales of debt instruments of other entities	24		80,897,315,069	-
7. Dividends and interest received	27		864,433,766	180,000,000
Net cash inflows/(outflows) from investing activities	30		5,369,839,584	(9,820,472,916)
III. CASH FLOWS FROM FINANCING ACTIVITIES				
3. Proceeds from borrowings	33		-	-
4. Repayments of borrowings	34		-	-
6. Dividends paid	36		-	-
Net cash inflows/(outflows) from financing activities	40		-	-
Net cash inflows/(outflows) (50 = 20+ 30 + 40)	50		(34,865,301,558)	20,168,270,100
Cash and cash equivalents at the beginning of the year	60		146,963,151,214	117,228,834,235
Effect of foreign exchange differences	61		-	-
Cash and cash equivalents at the end of the year (70 = 50+60+61)	70		112,097,849,656	137,397,104,335

Prepared By

Le Thi Thu Huong

Chief Accountant

Phan Anh Tai



HCMC, April 17, 2025

General Director

Huynh Thi Lan



NOTES TO THE FINANCIAL STATEMENTS

For the accounting period from Jan. 01, 2025 to Mar. 31, 2025

Unit: VND

I. BUSINESS HIGHLIGHTS

1. Establishment

Mekophar Chemical Pharmaceutical Joint-Stock Company, whose business code is 0302533156, operates under Business registration certificate No. 4103000833 dated February 08, 2002 issued by the Department of Planning and Investment of Ho Chi Minh City and The twenty one amended certificate dated November 21, 2023, the chartered capital is VND 255,458,670,000.

English name: Mekophar Chemical Pharmaceutical Joint Stock Company

Short name: Mekophar

Head office: No. 297/5 Ly Thuong Kiet Str., Dist. 11, HCMC.

The Company's branches are located at:

Hanoi branch: No. B26-B28-TT17 Van Quan, Yen Phuc, Phuc La, Ha Dong Dist., Hanoi City

Nghe An branch: No. 1, 69, Yen Xuan, Quan Bau, Vinh City, Nghe An Province

Da Nang branch: No. 410 Nguyen Tri Phuong, Hai Chau District, Da Nang City

Can Tho branch: No.17A Cach Mang Thang Tam Str., Binh Thuy Dist., Can Tho City

2. Structure of ownership:

Joint Stock Company.

3. Business sector:

Production and trading.

4. Principal activities

The Company's principal activities: Producing, trading medicine; Trading perfume; ; Trading cosmetics and other cleaning products; Trading medical tools; Maintaining and testing medicine; Retailing medicine; Producing packing used in pharmaceutical industry (plastic bottle, paper box, carton box); Producing technological food (except for producing and processing fresh food); Trading functional food; processing food; Producing cosmetics (not manufacturing chemicals, soap, and detergent at the head office); Trading real estates, leasing apartment, office; Trading garments; Producing bottled pure water; Trading beverages; Trading medical machinery and equipment; Trading other chemicals (except for chemicals used in agriculture); Trading plastics in primary form; Investment consultancy (except for accounting, finance, law); Consultancy on technology transfer; Commercial introduction and promotion; Acting as brokerage agent (except for real estates).

5. Normal operating cycle

Normal operating cycle of the Company lasts 12 months of the normal fiscal year beginning from January 01 and ending on December 31.

6. Operations in the fiscal year affecting the financial statements: Not applicable.

7. Total employees to March 31, 2025: 646 persons.

8. Enterprise Structure

8.1. List of subsidiaries

As at March 31, 2025, the Company has one (01) directly owned company as follows:



Company's name and address	Principal activities	Percentage of shareholding	Percentage of owning	Percentage of voting right
Mekophar Co.,Ltd Head office: Lot I-9-5, D2 Street, High-Tech Park, Long Thanh My Ward, Thu Duc City, HCMC	Producing biological products, medicine, cosmetics, functioning food ...and original cell	100%	100%	100%

II. ACCOUNTING PERIOD AND REPORTING CURRENCY

1. Fiscal year

The fiscal year is begun on January 01 and ended December 31 annually.

2. Reporting currency

Vietnam Dong (VND) is used as a currency unit for accounting records.

III. ADOPTION OF ACCOUNTING STANDARDS AND POLICIES

1. Applicable Accounting System

The Company applies Vietnamese Corporate Accounting System issued by the Vietnam Ministry of Finance in accordance with the guidance of Circular No. 200/2014/TT-BTC dated December 22, 2014.

2. Disclosure of compliance with Vietnamese Accounting Standards and the Vietnamese Accounting

We conducted our accounting, preparation and presentation of the financial statements in accordance with Vietnamese Accounting Standards and other relevant statutory regulations. The financial statements give a true and fair view of the state of affairs of the Company and the results of its operations as well as its cash flows.

The selection of figures and information presented in the notes to the financial statements is complied with the material principles in Vietnamese Accounting Standard No.21 - Presentation of the financial statements.

IV. APPLICABLE ACCOUNTING POLICIES

1. Foreign exchange rate applicable in accounting

The Company has translated foreign currencies into Vietnam Dong at the actual rate and book rate.

Principles for determining the actual rate

All transactions denominated in foreign currencies which arise during the period (trading foreign currencies, capital contribution or receipt of contributed capital, recording receivables and payables, purchasing assets or costs immediately paid by foreign currencies) are converted at the actual exchange rates ruling as of the transaction dates.

Closing balance of monetary items (cash, cash equivalents, payables and receivables, except for prepayments to suppliers, prepayments from customers, pre-paid expenses, deposits and unearned revenue) denominated in foreign currencies should be revaluated at the actual rate ruling as of the balance sheet date.

- The actual exchange rates upon revaluation of monetary assets denominated in foreign currencies which have been classified as assets will be the buying rate of Vietcombank. The buying rate as at March 31, 2025: 25,380 VND/USD, 27,252 VND/EUR.

- The actual exchange rates upon revaluation of monetary assets denominated in foreign currencies which have been classified as payables will be the selling rate stated by Vietcombank. The exchange rate as at March 31, 2025: 25,740 VND/USD, 28,459 VND/EUR.

Foreign exchange differences, which arise from foreign currency transactions during the period/year, shall be included in the income statement. Foreign exchange differences due to the revaluation of ending balances of the monetary items in foreign currencies after offsetting their positive differences against negative differences shall be included in the income statement.

Principle for determining book rate

When recovering receivables, deposits or payments for payables in foreign currencies, the Company uses specific identification book rate.

When making payment by foreign currencies, the Company uses moving weighted average rate.

2. Principles for recording cash and cash equivalents

Cash includes cash on hand, demand deposit and cash in transit.

Cash equivalents comprise term deposits and other short-term investments with an original maturity of three months or less, highly liquid, readily convertible to known amount of cash and subject to an insignificant risk of changes in value.

3. Principles for accounting financial investments

Principles for accounting held-to-maturity investments

Held-to-maturity investments include term deposits (including treasury bill, bill of exchange), bonds, loans, preferred share that the issuer is required to re-buy them in a certain time in the future and held-to-maturity loans for the purpose of periodic interest receiving and other held-to-maturity investments.

The held-to-maturity investments are initially recorded at the original cost including buying price and costs attributable to the acquisition of the investments. After initial recognition, if the provision for doubtful debts has not been made as statutorily required, these investments are revaluated at the recoverable value. When firm evidence shows that a portion or the whole investments may be unrecoverable, the loss will be recorded in financial expenses in the year and recorded in decrease of the investment's value.

Principles for recording financial investments in Subsidiary, Joint-ventures, Associates

Principles for recording financial investments in subsidiaries: Subsidiary is a company which the Company has shareholding of more than one half of the voting right in order to govern the financial and operating policies in order to obtain economic benefits from the subsidiary's operation. When the Company ceases to control the subsidiary, the investment in the subsidiary will be written down.

The investment in Joint-ventures is recorded when the Company holds joint control over these entities' financial and operating policies. When the Company ceases to control these entities, the investment will be written down.

The investment in associate is recorded when the Company has 20% - 50% of voting right in those companies and has considerable influence over their decisions on financial policies.

Investments in Subsidiary, Joint-ventures, associates are initially stated at original cost and will not be adjusted thereafter for change in the investor's share of the investee's net assets. The original cost includes purchase price and costs attributable to the investment. In case the investment is by non-monetary assets, the investment fee should be recorded at the fair value of the non-monetary assets at the date of occurrence.

Provision for loss of investments in subsidiaries, joint-ventures, associates is made when the investee suffers from loss and thus the Company possibly loses its capital or the investments' value is devalued. Basis for making provision for loss of investments is consolidated financial statements of the investee (if it is parent company), the investee's financial statements (if it is an independent enterprise without subsidiary).

Principles for recording equity investments in other entities

Equity investment in other entities represents the Company's investment in other entities' equity instruments. However, the Company does not hold any control or joint control right and exercise significant influences over the investees either.

The investments are stated at original cost including purchase price and costs directly attributable to the investment. In case of non-monetary assets investment, the investment fee should be recorded at the fair value of the non-monetary assets at the date of occurrence.

Regarding the investments the Company holds in a long time (not trading securities) and no significant influences are exercised on the investees, provision for loss will be made as follows:

- + If an investment in listed shares or the fair value of the investment is determined reliably, the allowance shall be made according to the market values of the shares.
- + If it is impossible to determine the investments' fair value at the reporting date, the provision will be made on the basis the loss that investee suffers. Basis for making provision for loss of investments is consolidated financial statements of the investee (if it is parent company), the investee's financial statements (if it is an independent enterprise without subsidiary).

4. Principles for recording trade receivables and other receivables:

Principle for recording receivables: At original cost less provision for doubtful debts.

The classifying of the receivables as trade receivables, inter-company receivables and other receivables depends on the nature of the transaction or relationship between the company and debtor.

Method of making provision for doubtful debts: Provision for doubtful debts is estimated for the loss value of the receivables, other held-to-maturity investments similar to doubtful debts that are overdue and undue, but are likely to become possibly irrecoverable due to insolvency of debtors who go bankruptcy, making procedures for dissolution, go missing or run away....

5. Principles for recording inventories:

Principles adopted in recording inventory: Inventories are stated at original cost less (-) the provision for the decline in value of obsolete and deteriorated inventories.

Original costs are determined as follows:

- The original cost of materials, merchandises consists of costs of purchase, costs of transportation and other costs incurred in bringing the inventories to their present location and condition.
- Finished goods: costs of materials, direct labor and manufacturing overheads which are allocated on the basis of major materials costs/normal operation level/costs of land use right and relevant overall costs incurred in the duration of building properties.
- Work in progress: costs of raw materials, labor and other directly costs for producing inventories incurred in the duration of building works in progress...

Method of calculating inventories' value: Weighted average method.

Method of accounting for the inventories: Perpetual method.

Method of making provision for decline in value of inventories: Provision for decline in value of inventories is made when the net realisable value of inventories is lower than their original cost. Net realisable value is the estimated selling price less the estimated costs of completion and selling expenses. Provision for decline in value of inventories is the difference between the cost of inventories greater than their net realisable value. Provision for decline in value of inventories is made for each inventory with the cost greater than the net realisable value.

6. Principles for recording fixed assets:

6.1 Principles for recording tangible fixed assets:

Tangible fixed assets are stated at original cost less accumulated depreciation. The initial cost of a tangible fixed asset comprises all expenditures of bringing the asset to its working condition and location for its intended use. The expenditures incurred beyond their originally assessed standard of performance are capitalised as an additional cost of tangible fixed assets when they have resulted in an increase in the future economic benefits expected to be obtained from the use of those tangible fixed assets. The expenditures which do not meet the above conditions are charged to the expenses in the year.

When the assets are sold or disposed, their original costs and the accumulated depreciation which have been written off and any gain or loss from disposal of assets are recorded in the income statement.

Determination of original costs of tangible fixed assets:

Tangible fixed assets purchased

The original cost of purchased tangible fixed assets shall consist of the actual purchase price less (-) trade discounts or reduction plus (+) taxes (excluding taxes to be refunded) and relevant expenses calculated to the time when such fixed assets are put into operation such as fees for installation and trial operation of fixed assets; specialists and other direct costs.

The original cost of a tangible fixed asset formed from capital construction under the mode of tendering shall be the finalisation price of the construction project, other relevant fees plus (+) registration fee (if any).

Fixed assets which are buildings, structures attached to land use right, the value of land use right is computed separately and recorded as intangible fixed assets.

6.2 Principles for recording intangible fixed assets:

Intangible fixed assets are stated at cost less accumulated amortization. The original cost of a intangible fixed asset comprises all costs of owning the asset to the date it is put into operation as expected.

Principles for recording intangible fixed assets:

Purchase of separate intangible fixed assets

The original cost of purchased intangible fixed assets shall consist of the actual purchase price payable less (-) trade discounts or reduction plus (+) taxes (excluding taxes to be refunded) and relevant expenses calculated to the time when such fixed assets are put into operation. The land use rights which are purchased together with buildings, structures will be determined separately and recorded as intangible fixed assets.

If an intangible fixed asset is formed from the exchange involving payment accompanied with vouchers related to the capital ownership of the establishment, its original cost is the reasonable value of vouchers issued in relation to capital ownership.

Land use right

The original cost of an intangible fixed asset which is the land use right shall be the payment made to obtain the lawful land use right plus (+) compensatory payments for clearance of site, expenses for levelling the Computer software

The original cost of a tangible fixed asset which is the computer software shall be the total of actual expenses incurred by the Company to obtain the computer software.

6.3 Method of depreciating and amortizing fixed assets

Depreciation is charged to write off the cost of fixed assets on a straight line basis over their estimated useful lives. Useful life means the duration in which the tangible fixed assets produce their effect on production and business.

The estimated useful life for assets is as follows:

<i>Buildings and structures</i>	<i>5 - 25 years</i>
<i>Machinery and equipment</i>	<i>3 - 12 years</i>
<i>Transportation and facilities</i>	<i>5 - 8 years</i>
<i>Office equipment</i>	<i>3 - 10 years</i>
<i>Right to use original cells</i>	<i>3 years</i>
<i>Land use rights indefinitely recorded at cost and is not amortized.</i>	

7. Principles for recording construction in progress:

Construction in progress is stated at original cost. These are all necessary costs for purchasing fixed assets.

These costs are capitalised as an additional cost of asset when the works have been completed. After the works have been finalized, the asset will be handed over and put into use.

8. Principles for recording liabilities

Liabilities are recorded at original cost and not lower than the payment obligation.

Liabilities shall be classified into trade payables, inter-company payables and other payables depending on the nature of transactions and relationship between the Company and debtors.

Liabilities must be kept records in detail according to payment schedule, creditor, type of original currency (including revaluation of liabilities payable which satisfying the definition of monetary assets denominated in foreign currencies) and other factors according to requirements of the enterprise.

At the reporting date, if it is evident that there is an unavoidable loss, an amount payable shall be recorded according to cautious rules.

9. Principles for recording provision liabilities:

Provisions are recognized when the following conditions are satisfied: the Company has a present (legal or constructive) obligations as a result of past events; it is probable that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated.

Value of provision liability being recorded: The value which is estimated to be the most reasonable for settling the present obligation at the balance sheet date.

Provision for payables includes the expenditures for doing scientific research. The provision value depends on the Company's operating results of each year.

10. Principles for recording unearned revenue

Unrealized revenue is the amount the customers prepaid for one or several accounting periods

Unearned revenue include amounts of customers paid in advance for one or many accounting periods for the revenue in correspondence with the value of goods, services.

Method of allocating unearned revenue is on the principle of conformity with obligations that the Company will perform in next one or several accounting periods.

11. Principles for recording owner's Equity

Principles for recording owner's Equity

The owners' equity is the amount that is contributed by members and supplemented from the profit after tax. The owners' equity will be recorded at the actual contributed capital by cash or assets in the early establishment period or additional mobilization to expand operation.

Principles for recording share premium, convertible bond option and other capitals

+ **Share premium** is the difference between the cost over and above the nominal value of the first issued or additionally issued share and the differences (increase or decrease) of the actual receiving amount against the repurchase price when treasury share is reissued. In case where shares are repurchased to cancel immediately at the purchase date, shares' value recorded decrease the business capital source at purchase date is the actual repurchase price and the business resource should be written down according to the par value and share premium of the repurchased shares.

+ Principles for recognising undistributed profit:

The undistributed profit is recorded at the profit (loss) from the Company's result of operation after deducting the current year corporate income tax and the adjusted items due to the retroactive application of changes in accounting policy and adjustments for material misstatement of the previous year.

The distributing of profit is based on the charter of the Company approved by the annual shareholder meeting.

12. Principles for recording treasury shares

The owners' equity instruments acquired by the Company (treasury share) are recorded at original cost and deducted into the owners' equity. The Company does not record gain (loss) when purchasing, selling, issuing or cancelling its equity instruments.

13. Principles for recording revenues

Revenue from goods sold

Revenue from the sale of good should be recognised when all the five (5) following conditions have been satisfied: 1) The enterprise has transferred to buyer the significant risks and rewards of ownership of the goods; 2) The enterprise retains neither continuing managerial involvement as an owner nor effective control over the goods sold; 3) The amount of revenue can be measured reliably; When the contract specifies that buyers are entitled to return products, goods they have bought under specific conditions, the enterprise will record the revenue only when those conditions no longer exist and the buyers do not have right to return products, goods (except for changing to other goods, services) 4) The economic benefits associated with the transaction has flown or will flow to the enterprise; 5) The costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from service rendered

Revenue from services rendered is recorded when the result of the supply of services is determined reliably. In case where the services are rendered in several periods, the revenue will recorded by the part of completed works at the balance sheet. Revenue from services rendered is determined when the following four conditions have been satisfied: 1. The revenue is determined firmly; When the contract specifies that buyers are entitled to return the service they have bought under specific conditions, the enterprise will record the revenue only when those conditions no longer exist and the buyers do not have right to return service; 2. The economic benefits associated with the transaction has flown or will flow from the supply of the provided service; 3. Part of completed works can be determined at the balance sheet date; 4. The costs incurred or to be incurred in respect of the transaction can be measured reliably.

If the contract's results can not be determined firmly, the revenue will be recorded at the recoverable level of expenses recorded.

Principles and method of recording revenue from asset lease

Revenue from asset lease is recorded on the principle of allocating advanced lease amount in conformity with lease term.

Principles for recording financial income

Financial incomes include interests, royalties, distributed dividends and profits and income from other financing activities (sale and purchase of securities, liquidation of capital in joint-ventures, investment in associates, subsidiaries, other investments; Foreign exchange gains).

Income arising from interests, royalties, distributed dividends and profits of the enterprises shall be recognized if they simultaneously satisfy the two (2) conditions below 1. It is possible to obtain economic benefits from the concerned transactions; 2. Income is determined with relative certainty.

- Interests recognized on the basis of the actual time and interest rates in each period;
- Royalties recognized on the basis of accrualment in compliance with the contracts;

- Distributed dividends and profits shall be recognized when shareholders are entitled to receive dividends or the capital-contributing parties are entitled to receive profits from the capital contribution.

When an amount which has been recorded as an income becomes irrecoverable, such irrecoverable or uncertainly recoverable amount must be accounted as expense incurred in the period, but not recorded as income decrease.

14. Principles and method of recording cost of goods sold

Cost of goods sold are the cost of products, goods, services, investment properties; cost of construction products (as to construction enterprise) sold in the period; expenses related to trading the investment properties and other expenses recorded in the cost of goods sold or recorded a decrease in the cost of goods sold in reporting period. The cost of goods sold is recorded at the date the transaction incurs or likely to incur in the future regardless payment has been made or not. The cost of goods sold and revenue shall be recorded simultaneously on conformity principles. Expenses exceeding normal consumption level are recorded immediately to the cost of goods sold on prudent principle.

15. Principles and method of recording financial expenses

Financial expenses include expenses or loss related to the financial investment, borrowing cost and capital borrowing, contribution in joint-venture, associate, provision for devaluation of financial investment, loss from sale of foreign currencies, loss from foreign exchange loss and other financial expenses.

Financial expenses are recorded in details by their content and determined reliably when there are sufficient evidences on these expenses.

16. Principles and methods of recording current taxes and deferred taxes

Corporate income tax includes current corporate income tax and deferred corporate income tax incurred in the year and set basis for determining operating result after tax in current fiscal year.

Current tax: is the tax payable on the taxable income and tax rate enacted in current year in accordance with the law on corporate income tax.

The tax amounts payable to the State budget will be finalized with the tax office. Differences between the tax amounts payable specified in the book and the tax amounts under finalization will be adjusted when the tax finalization has been issued by the tax office.

Tax policies the Company should comply with are as follows:

The Company pays tax at 20%.

17. Principles for recording earnings per share

Basic earnings per share is calculated by dividing net income available to common shareholders before appropriating to Bonus and Welfare Fund by the weighted-average number of common shares outstanding during the period.

Diluted EPS is calculated by dividing net income available to common shareholders (after adjusting dividends of preferred convertible shares) by the weighted-average number of common share outstanding and the weighted-average number to be issued in case where all dilutive potential common are converted into common shares.

18. Financial instruments:

Initial recognition

Financial assets

According to Circular No. 210/2009/TT-BTC dated November 06, 2009 (Circular No. 210), financial assets are classified properly, for the purpose of presentation in the financial statements, into the financial assets which are stated at fair value through the Income Statement, loans and receivables, held-to-maturity investments and available-for-sale financial assets. The Company decides to classify these assets at the date of initial recognition.

At the date of initial recognition, the financial assets are recognized at cost plus transaction cost that are directly attributable to the acquisition of the financial assets.

Financial assets of the Company comprise cash, short-term deposits, trade accounts receivables and other receivables.

Financial liabilities

According to Circular 210, financial assets are classified properly, for the purpose of presentation in the financial statements, into the financial liabilities which are stated at fair value through the Income Statement, financial liabilities determined on amortised cost basis. The Company decides to classify these liabilities at the date of initial recognition.

At the date of initial recognition, the financial liabilities are recognized at cost plus transaction cost that are directly attributable to the acquisition of the financial liabilities.

Financial liabilities of the Company comprise trade payables, other payables, borrowings and liabilities.

Re-measurements after initial recognition

Currently, there are no requirements for the re-measurement of the financial instruments after initial recognition.

Offsetting

Financial assets and financial liabilities are offset and the net amount reported in the report on financial position if, and only if, there is a currently enforceable legal right to offset the financial assets against financial liabilities or vice-versa and there is an intention to settle on a net basis or to realize the assets and settle the liability simultaneously.

19. Related parties

Related parties include: Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company and close members of the family of these individuals and companies associated with these individuals also constitute related parties. In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

20. Principles for presenting assets, revenue and operating results by segment

A reportable segment includes business segment or a geographical segment.

A business segment is a distinguishable component of an enterprise that is engaged in providing an individual product or service or a group of related products or services and that is subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component of an enterprise that is engaged in providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments.

For the purpose of management, the Company operates in a large scale of the country, so it presents major segment reporting by business sector, the minor segment reporting by geographical segment.

V. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE BALANCE SHEET

1. Cash and cash equivalents	Mar. 31, 2025	Jan. 01, 2025
Cash	27,097,849,656	81,963,151,214
Cash on hand	2,612,830,654	3,986,531,268
Demand deposits	24,485,019,002	77,976,619,946
<i>VND</i>	<i>15,118,599,522</i>	<i>77,268,000,984</i>
<i>USD</i>	<i>9,366,419,480</i>	<i>708,618,962</i>
Cash Equivalents	85,000,000,000	65,000,000,000
Total	112,097,849,656	146,963,151,214

2. Short-term financial investments

	Mar. 31, 2025		Jan. 01, 2025	
	Amount	Value	Amount	Value
Trading securities	704,001	10,946,711,100	704,001	10,946,711,100
<i>VIDIPHA Pharmaceutical JSC</i>	<i>180,000</i>	<i>4,070,000,000</i>	<i>180,000</i>	<i>4,070,000,000</i>
<i>Pharmaceutical Packaging JSC</i>	<i>477,775</i>	<i>6,635,250,000</i>	<i>477,775</i>	<i>6,635,250,000</i>
<i>OPC Pharmaceutical JSC</i>	<i>46,226</i>	<i>241,461,100</i>	<i>46,226</i>	<i>241,461,100</i>
Held-to-maturity investments		40,000,000,000		45,000,000,000
<i>Term deposits</i>		<i>40,000,000,000</i>		<i>45,000,000,000</i>
Total		50,946,711,100		55,946,711,100

3. Trade accounts receivable	Mar. 31, 2025	Jan. 01, 2025
Local customers	58,962,843,340	53,208,184,737
Foreign customers	-	-
Total	58,962,843,340	53,208,184,737

4. Prepayments to suppliers	Mar. 31, 2025	Jan. 01, 2025
Local customers	4,487,066,641	2,941,300,584
Foreign customers	8,499,281,846	11,097,377,761
Total	12,986,348,487	14,038,678,345

5. Other receivables	Mar. 31, 2025	Jan. 01, 2025
Short-term		
Advances	150,000,000.00	-
<i>Health, social insurance, trade union fee</i>	<i>420,502,083</i>	<i>421,306,383</i>
<i>Consideration for the members of the Board of Management not holding direct management</i>	<i>510,000,000</i>	<i>408,000,000</i>
<i>Other receivables</i>	<i>15,825,699,234</i>	<i>646,986,301</i>
Total	16,906,201,317	1,476,292,684

6. Inventories	Mar. 31, 2025	Jan. 01, 2025
Raw materials	546,532,152,714	508,589,928,549
Tools & supplies	2,006,790,022	1,924,816,887
Works in progress	60,862,861,393	53,864,503,102
Finished goods	136,118,407,550	124,762,846,715
Merchandise inventory	414,432,762	354,713,639.00
Total	745,934,644,441	689,496,808,892

7. Tangible fixed assets (See page 20)

8. Intangible fixed assets

	Land use rights	Patents, copyrights	Total
Original cost			
Opening balance	7,438,152,000	6,566,431,139	14,004,583,139
<i>New purchases</i>		-	-
<i>Disposal, sale</i>			
Closing balance	7,438,152,000	6,566,431,139	14,004,583,139
Accumulated amortization			
Opening balance	-	6,129,149,468	6,129,149,468
<i>Charge for the year</i>		26,217,498	26,217,498
<i>Disposal, sale</i>			
Closing balance	-	6,155,366,966	6,155,366,966
Net book value			
As at the beginning of the year	7,438,152,000	437,281,671	7,875,433,671
As at the end of the period	7,438,152,000	411,064,173	7,849,216,173

9. Capital construction in progress

	Mar. 31, 2025	Jan. 01, 2025
Expenses of purchase of still equipment machine	2,414,610	2,414,610
Total	2,414,610	2,414,610

10. Long-term investments

	Mar. 31, 2025		Jan. 01, 2025	
	Amount	Value	Amount	Value
Investments in subsidiaries		602,496,654,043		617,083,398,782
Mekophar Co.,Ltd		900,000,000,000		900,000,000,000
+ <i>Provision for devaluation of investment in subsidiaries</i>		(297,503,345,957)		(282,916,601,218)
Investments in equity of other entities	2,464,000	24,068,960,000	2,464,000	24,068,960,000
Orchids Co.,Ltd - Percentage of contribution: 15%		5,550,000,000		5,550,000,000
An Sinh Hospital - Percentage of contribution: 18.34%	2,464,000	18,518,960,000	2,464,000	18,518,960,000
Total	2,464,000	626,565,614,043	2,464,000	641,152,358,782

11. Prepaid expenses	Mar. 31, 2025	Jan. 01, 2025
Short-term prepaid expenses		
Office lease, others	48,000,000	72,000,000
Fire insurance costs	460,917,166	737,467,465
Repair of fixed assets	1,396,218,685	1,131,615,399
Total	1,905,135,851	1,941,082,864
Long-term prepaid expenses		
Repair of fixed assets	3,313,713,276	3,631,253,432
Total	3,313,713,276	3,631,253,432
12. Trade payables	Mar. 31, 2025	Jan. 01, 2025
Local suppliers	75,234,669,924	43,872,831,007
Foreign suppliers	26,474,333,800	19,014,456,307
Total	101,709,003,724	62,887,287,314
13. Prepayments from customers	Mar. 31, 2025	Jan. 01, 2025
Local customers	46,608,309,516	46,352,857,776
Foreign customers	3,338,727,189	1,283,887,328
Total	49,947,036,705	47,636,745,104
14. Taxes and payables to the State Budget	Mar. 31, 2025	Jan. 01, 2025
Corporate income tax	-	6,346,477,406
Land and housing taxes, land rentals, others	5,998,996,299	-
Total	5,998,996,299	6,346,477,406
15 Short-term other payables	Mar. 31, 2025	Jan. 01, 2025
Social insurance, health insurance, trade union fee, Communist party membership fee	150,444,480	149,072,080
Other payables	10,927,094,578	10,859,894,578
Total	11,077,539,058	11,008,966,658
16. Owners' equity		
a. Comparison schedule for changes in Owner's Equity (See page 21)		
b. Details of owners' shareholding		
	Mar. 31, 2025	Jan. 01, 2025
Shareholding by investors	255,458,670,000	255,458,670,000
Share premium	409,789,114,458	409,789,114,458
Treasury share	(14,487,151,158)	(14,487,151,158)
Total	650,760,633,300	650,760,633,300

* Number of treasury shares: 277,646 equivalent to VND14,487,151,158.

c. Shares	Mar. 31, 2025	Jan. 01, 2025
Number of shares registered to be issued	25,545,867	25,545,867
Number of shares sold out to the public	25,545,867	25,545,867
<i>Ordinary share</i>	25,545,867	25,545,867
Number of shares repurchased	277,646	277,646
<i>Ordinary share</i>	277,646	277,646
Number of existing shares in issue	25,268,221	25,268,221
<i>Ordinary share</i>	25,268,221	25,268,221
<i>Par value: VND/share.</i>	<i>10,000</i>	<i>10,000</i>

VI. ADDITIONAL INFORMATION FOR ITEMS IN THE INCOME STATEMENT

	From Jan. 01 to Mar. 31, 2025	From Jan. 01 to Mar. 31, 2024
1. Sales		
Revenue from finished goods sold	207,062,877,342	222,116,071,242
Revenue from services of stem cells bank	18,612,897,545	18,203,286,666
Revenue from merchandises sold	116,940,946	-
Revenue from sale of materials	1,665,168,430	380,471,225
Revenue from office lease	2,070,000,000	2,466,000,000
Total	229,527,884,263	243,165,829,133
2. Sales deductions		
Sales returns	77,324,748	-
Total	77,324,748	-
3. Net sales		
Revenue from finished goods sold	206,985,552,594	222,116,071,242
Revenue from services of stem cells bank	18,612,897,545	18,203,286,666
Revenue from merchandises sold	116,940,946	-
Revenue from sale of materials	1,665,168,430	380,471,225
Revenue from office lease	2,070,000,000	2,466,000,000
Total	229,450,559,515	243,165,829,133
4. Cost of sales		
Cost of finished goods sold	161,041,027,490	149,446,702,328
Cost of service of stem cells bank	5,266,325,374	5,422,348,192
Cost of merchandises sold	105,738,020	-
Cost of materials, services rendered	1,419,456,813	324,179
Provision for devaluation of inventory	-	2,808,421,803
Total	167,832,547,697	157,677,796,502
5. Financial income		
Interest income from deposits	648,433,766	134,350,763
Dividends, profit paid	216,000,000	180,000,000
<i>VIDIPHA Pharmaceutical JSC</i>	<i>216,000,000</i>	<i>180,000,000</i>
Realised foreign exchange gains	227,940,501	3,138,183
Total	1,092,374,267	317,488,946

6. Financial expenses	From Jan. 01 to Mar. 31, 2025	From Jan. 01 to Mar. 31, 2024
Realised foreign exchange losses	400,027,687	1,145,728,405
Provision for devaluation of investment loss, other	14,586,744,739	12,656,175,957
Total	14,986,772,426	13,801,904,362
7. Selling expenses	From Jan. 01 to Mar. 31, 2025	From Jan. 01 to Mar. 31, 2024
Salaries	5,990,226,101	7,304,009,998
Commission	10,900,425,280	11,185,222,569
Depreciation	82,899,315	82,899,315
Services bought from outsiders	13,367,436,590	6,341,281,330
Transportation	569,895,180	1,144,660,217
Other sundry expenses by cash	71,960,320	71,960,320
Total	30,982,842,786	26,130,033,749
8. General and administration expenses	From Jan. 01 to Mar. 31, 2025	From Jan. 01 to Mar. 31, 2024
Salaries	11,590,741,092	12,160,205,106
Materials and packaging	1,233,044,110	769,818,653
Depreciation	902,326,614	887,594,716
Taxes, fees and duties	6,156,409,025	6,300,081,159
Services bought from outsiders	1,082,461,481	1,386,949,192
Other sundry expenses by cash	9,548,937,996	5,627,102,352
Provision for doubtful debt, others	-	1,000,000,000
Total	30,513,920,318	28,131,751,178
9. Other income	From Jan. 01 to Mar. 31, 2025	From Jan. 01 to Mar. 31, 2024
Liquidation of fixed assets	22,727,273	-
Other income (Treatment to surplus amount upon the counting)	313,359,255	43,021,452
Total	336,086,528	43,021,452
10. Other expenses	From Jan. 01 to Mar. 31, 2025	From Jan. 01 to Mar. 31, 2024
Other expenses (Treatment to deficient amount upon the counting, other)	15,522,243	10,225,632
Total	15,522,243	10,225,632
11. Current corporate income tax	From Jan. 01 to Mar. 31, 2025	From Jan. 01 to Mar. 31, 2024
- Total accounting profit before tax	(13,452,585,160)	17,774,628,108
- Total taxable income		17,774,628,108
- Tax rate	20%	20%
- Total current corporate income tax	-	3,554,925,622
12. Costs of production and doing business by factors	From Jan. 01 to Mar. 31, 2025	From Jan. 01 to Mar. 31, 2024
Raw materials	166,571,648,519	146,075,395,871
Labour cost	31,261,213,965	33,011,504,996
Depreciation and amortization	2,307,569,142	2,437,045,344
Services bought	19,655,670,418	13,204,042,137
Other sundry cash expense	27,340,089,563	24,979,373,942
Total	247,136,191,607	219,707,362,290

VII. OTHER INFORMATION

Related party transactions

Related parties	Relationship	Transactions	Movement	Value
Mekophar Co.,Ltd	Subsidiary Company	Sales and services rendered	Opening balance	2,008,920,659
			Sales in the year	101,334,892
			Payment in the year	2,110,255,551
			Closing balance	-
		Purchasing goods	Opening balance	-
			Purchase of the year	173,730,000
			Payment in the year	119,730,000
			Closing balance	54,000,000
An Sinh Hospital Joint Stock Company	Associates	Sales and services rendered	Opening balance	216,144,129
			Sales in the year	2,796,622,268
			Payment in the year	544,974,047
			Closing balance	2,467,792,350

Prepared By



Le Thi Thu Huong

Chief Accountant



Phan Anh Tai



HCMC, April 17, 2025

General Director

Huynh Thi Lan

533
G T
HÀ
JC P
HÀ
HỒ C



MEKOPHAR Chemical Pharmaceutical Joint Stock Company
 Addr: 297/5 Ly Thuong Kiet st, Dist 11, Ho Chi Minh City, VietNam
 Tel: [028] 38650 258 - 38650 363 Fax: [028] 38650 394
 Email: info@mekophar.com - website: www.mekophar.com

Form B 09 - DN

NOTES TO THE FINANCIAL STATEMENTS

For the accounting period from Jan. 01, 2025 to Mar. 31, 2025

Unit: VND

V.7. Tangible fixed assets

Items	Buildings & Structures	Machinery & Equipment	Transportation & Facilities	Others	Total
Original cost					
Opening balance	53,770,571,336	154,806,490,896	15,390,187,731	58,213,859,381	282,181,109,344
<i>New purchase</i>	-	517,321,455	-	-	517,321,455
<i>Disposal, sale</i>		(155,120,952)	-	-	(155,120,952)
Closing balance	53,770,571,336	155,168,691,399	15,390,187,731	58,213,859,381	282,543,309,847
Accumulated depreciation					
Opening balance	47,299,806,276	125,051,390,458	14,344,469,838	49,877,378,322	236,573,044,894
<i>Charge for the year</i>	425,723,763	1,262,819,433	104,937,771	487,870,677	2,281,351,644
<i>Disposal, sale</i>		(155,120,952)	-	-	(155,120,952)
Closing balance	47,725,530,039	126,159,088,939	14,449,407,609	50,365,248,999	238,699,275,586
Net book value					
As at beginning of the year	6,470,765,060	29,755,100,438	1,045,717,893	8,336,481,059	45,608,064,450
As at the end of the period	6,045,041,297	29,009,602,460	940,780,122	7,848,610,382	43,844,034,261



MEKOPHAR Chemical Pharmaceutical Joint Stock Company
 Addr: 297/5 Ly Thuong Kiet st, Dist 11, Ho Chi Minh City, VietNam
 Tel: [028] 38650 258 - 38650 363 Fax: [028] 38650 394
 Email: info@mekophar.com - website: www.mekophar.com

Form B 09 - DN

NOTES TO THE FINANCIAL STATEMENTS

For the accounting period from Jan. 01, 2025 to Mar. 31, 2025

Unit: VND

V.17. Owner's Equity

a. Comparison schedule for changes in Owner's Equity

Items	Paid-in Capital	Share Premium	Treasury Share	Investment and Development Fund	Undistributed Earnings	Total
Prior year opening balance	255,458,670,000	409,789,114,458	(14,487,151,158)	576,623,174,082	33,510,040,412	1,260,893,847,794
Profit of year 2024					40,785,250,271	40,785,250,271
Consideration for the members of the Board of Management not holding direct management in 2023					(408,000,000)	(408,000,000)
Appropriation to funds from profit of 2023				1,976,490,201	(1,976,490,201)	-
Appropriation to bonus and welfare fund from profit of 2023					(3,952,980,402)	(3,952,980,402)
Dividends paid to shareholders from profit of 2023					(12,634,110,500)	(12,634,110,500)
Prior year closing balance	255,458,670,000	409,789,114,458	(14,487,151,158)	578,599,664,283	55,323,709,580	1,284,684,007,163
Current year opening balance	255,458,670,000	409,789,114,458	(14,487,151,158)	578,599,664,283	55,323,709,580	1,284,684,007,163
Profit of current period					(13,452,585,160)	(13,452,585,160)
Current year closing balance	255,458,670,000	409,789,114,458	(14,487,151,158)	578,599,664,283	41,871,124,420	1,271,231,422,003

