



AAC AUDITING AND ACCOUNTING CO., LTD
A member of PrimeGlobal

**A VUONG HYDROPOWER
JOINT STOCK COMPANY**

Financial Statements

For the year ended 31/12/2024

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REPORT OF MANAGEMENT

The Management of A Vuong Hydropower Joint Stock Company presents this report together with the audited financial statements for the year ended 31/12/2024.

Overview

A Vuong Hydropower Joint Stock Company (the “Company”) was incorporated under Enterprise Registration Certificate No. 3303070337 dated 20/12/2007, issued by the Department of Planning and Investment of Quang Nam Province (now updated to Enterprise Registration Certificate No. 4000478435). The Company is an independent accounting entity, operating in compliance with the Law on Enterprises, the Company’s Charter, and other relevant regulations. Since its establishment, the Company has amended its Enterprise Registration Certificate five times, with the latest amendment dated 14/05/2024.

The Company was approved for stock trading on the Unlisted Public Company Market (UPCOM) at the Hanoi Stock Exchange under Decision No. 1060/QĐ-SGDHN dated 29/12/2017 by the General Director of the Hanoi Stock Exchange, with the ticker symbol AVC. The Company’s shares were officially listed for trading on 08/01/2018.

Charter capital: VND750,520,520,000.

Share capital as at 31/12/2024: VND750,520,520,000.

Head office

- Address : Dung Residential Group, Thanh My Town, Nam Giang District,
Quang Nam Province
- Tel : (84) 0235.2243731
- Fax : (84) 0236.3643885
- Website : avuong.com

Representative Office of A Vuong Hydropower Joint Stock Company

- Address : 143 Xo Viet Nghe Tinh Street, Khue Trung Ward,
Cam Le District, Da Nang City.
- Tel : (84) 0236.2211103
- Fax : (84) 0236.3643885

Principal activities:

- Electric power generation, transmission and distribution (hydropower);
- Provision of electrical testing services.

Employees

As at 31/12/2024, the Company had a total workforce of 170 employees, including 10 full-time management officers, of whom 3 were full-time supervisors of the Supervisory Board.

REPORT OF MANAGEMENT (cont'd)

Members of the Board of Directors, Supervisory Board, Management, and Chief Accountant during the year and up to the reporting date are as follows:

Board of Directors

• Mr. Luu Ngoc Mai Phi	Chairman	Appointed on 03/05/2024
	Acting Chairman	Appointed on 01/02/2024
• Mr. Nguyen Xuan Dien	Acting Chairman	Appointed on 27/06/2023
		Resigned on 01/02/2024
• Mr. Cao Huy Bao	Member	Reappointed on 27/06/2023
• Mr. Dang Cong Hoa	Member	Reappointed on 27/06/2023
• Mr. Dang Thanh Binh	Member	Reappointed on 27/06/2023
• Mr. Le Dinh Ban	Member	Appointed on 03/05/2024
• Mr. Vo Tra Dung	Member	Appointed on 03/05/2024
• Mr. Ngo Viet Hung	Member	Appointed on 27/06/2023
		Resigned on 03/05/2024
• Mr. Tran Thanh Huong	Member	Appointed on 01/02/2024
		Resigned on 03/05/2024

Supervisory Board

• Mr. Nguyen Thien	Chief Supervisor	Reappointed on 27/06/2023
• Mr. Doan Trung Thong	Supervisor	Reappointed on 27/06/2023
• Ms. Thai Thi Thanh Nga	Supervisor	Appointed on 27/06/2023
• Mr. Phan Cong Tuyen	Supervisor	Appointed on 01/02/2024
• Mr. Nguyen Dang Khoa	Supervisor	Appointed on 01/02/2024

Management, Chief Accountant, and Operations Manager of the Finance & Accounting Department

• Mr. Cao Huy Bao	General Director	Reappointed on 17/08/2022
• Mr. Ngo Xuan The	Deputy General Director	Reappointed on 01/07/2022
• Mr. Pham Dinh Quang	Deputy General Director	Appointed on 01/01/2024
• Ms. Vo Thi Lan Anh	Operations Manager cum	Appointed on 01/12/2024
	Deputy Head of Finance & Accounting Department	
• Mr. Doan Van Chau	Chief Accountant	Appointed on 15/04/2022
		Resigned on 01/12/2024

REPORT OF MANAGEMENT (cont'd)

Independent auditor

These financial statements were audited by AAC Auditing and Accounting Co., Ltd (Head office: Lot 78 – 80, Street 30/4, Hai Chau District, Da Nang City; Tel: (84) 0236.3655886; Fax: (84) 0236.3655887; Website: www.aac.com.vn; Email: aac@dng.vnn.vn).

Management's statement of responsibility in respect of the financial statements

The Company's Management is responsible for the preparation and fair presentation of these financial statements on the basis of:

- Complying with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and other relevant regulations;
- Selecting suitable accounting policies and then applying them consistently;
- Making judgments and estimates that are reasonable and prudent;
- Preparing the financial statements on the going concern basis.
- Responsibility for such internal control as the Management determines is necessary to enable the preparation and presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Members of the Company's Management hereby confirm that the accompanying financial statements, including the balance sheet, the income statement, the statement of cash flows, and the notes thereto, give a true and fair view of the financial position of the Company as at 31/12/2024, and of the results of its operations and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and the statutory requirements relevant to the preparation and presentation of financial statements.

On behalf of the Management



Cao Huy Bao

General Director

28 March 2025



No. 583/2025/BCKT-AAC

INDEPENDENT AUDITORS' REPORT

**To: The shareholders, Board of Directors, Management, and Supervisory Board
A Vuong Hydropower Joint Stock Company**

We have audited the financial statements prepared on 28/03/2025 of A Vuong Hydropower Joint Stock Company (the "Company") as set out on pages 6 to 31, which comprise the balance sheet as at 31/12/2024, the income statement and the statement of cash flows for the year then ended, and the notes thereto.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation and fair presentation of these financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and the statutory requirements relevant to the preparation and presentation of financial statements, and for such internal control as the Management determines is necessary to enable the preparation and presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as at 31/12/2024, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and the statutory requirements relevant to the preparation and presentation of financial statements.

Other Matter

The financial statements for the year ended 31/12/2023 of the Company were audited by another auditor. In the Auditors' Report on the Company's 2023 financial statements, the predecessor auditor expressed an unqualified opinion.



AAC Auditing and Accounting Co., Ltd.

Lam Quang Tu – Deputy General Director

Audit Practicing Registration Certificate

No. 1031-2023-010-1

Da Nang, 28 March 2025

Phan Van Si – Auditor

Audit Practicing Registration Certificate

No. 4040-2022-010-1

BALANCE SHEET

As at 31 December 2024

Form B 01 - DN

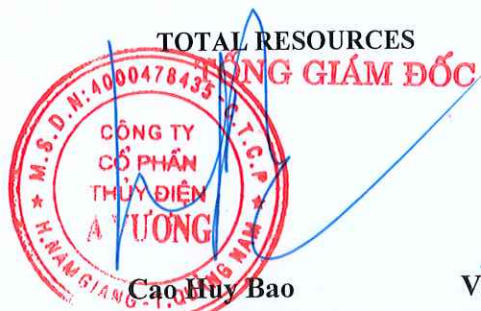
Issued under Circular No. 200/2014/TT - BTC
dated 22/12/2014 by the Ministry of Finance

ASSETS	Code	Note	31/12/2024 VND	01/01/2024 VND
A. CURRENT ASSETS	100		305,701,980,885	548,530,354,558
I. Cash and cash equivalents	110	5	42,094,234,813	19,620,691,608
1. Cash	111		12,094,234,813	19,620,691,608
2. Cash equivalents	112		30,000,000,000	-
II. Short-term financial investments	120	6a	15,000,000,000	45,000,000,000
1. Trading securities	121		-	-
2. Held-to-maturity investments	123		15,000,000,000	45,000,000,000
III. Short-term receivables	130		242,766,750,863	468,016,604,904
1. Short-term trade receivables	131	7	247,496,835,458	469,619,140,213
2. Short-term prepayments to suppliers	132	8	1,510,778,016	3,496,672,569
3. Other short-term receivables	136	9	595,708,987	1,952,891,180
4. Provision for doubtful short-term debts	137	10	(6,836,571,598)	(7,052,099,058)
IV. Inventories	140		5,688,820,276	15,707,037,577
1. Inventories	141	11	5,688,820,276	15,707,037,577
2. Provision for decline in value of inventories	149		-	-
V. Other current assets	150		152,174,933	186,020,469
1. Short-term prepaid expenses	151		152,174,933	186,020,469
2. Taxes and amounts recoverable from the State	153		-	-
B. NON-CURRENT ASSETS	200		955,726,349,380	1,041,328,950,388
I. Long-term receivables	210		-	-
II. Fixed assets	220		853,152,293,265	896,468,984,820
1. Tangible fixed assets	221	12	755,532,593,931	810,313,821,283
- Cost	222		3,365,605,325,010	3,335,081,152,292
- Accumulated depreciation	223		(2,610,072,731,079)	(2,524,767,331,009)
2. Intangible fixed assets	227	13	97,619,699,334	86,155,163,537
- Cost	228		105,553,073,589	91,020,855,074
- Accumulated amortization	229		(7,933,374,255)	(4,865,691,537)
III. Investment properties	230		-	-
IV. Non-current assets in progress	240		1,832,642,642	53,377,208,036
1. Long-term work in progress	241		-	-
2. Construction in progress	242	14	1,832,642,642	53,377,208,036
V. Long-term financial investments	250		79,800,000,000	79,800,000,000
1. Investments in subsidiaries	251		-	-
2. Equity investments in other entities	253	6b	79,800,000,000	79,800,000,000
VI. Other non-current assets	260		20,941,413,473	11,682,757,532
1. Long-term prepaid expenses	261		-	-
2. Long-term equipment, supplies, and spare parts	263	15	20,941,413,473	11,682,757,532
TOTAL ASSETS	270		1,261,428,330,265	1,589,859,304,946

BALANCE SHEET (cont'd)

As at 31 December 2024

RESOURCES	Code	Note	31/12/2024 VND	01/01/2024 VND
C. LIABILITIES	300		176,046,858,916	261,971,386,188
I. Current liabilities	310		176,046,858,916	261,971,386,188
1. Short-term trade payables	311	16	11,463,873,871	56,639,811,484
2. Short-term advances from customers	312	17	246,596,645	1,708,848,349
3. Taxes and amounts payable to the State	313	18	40,475,691,643	23,978,573,433
4. Payables to employees	314		19,559,006,106	15,195,577,107
5. Other short-term payables	319	19	96,059,632,965	158,155,565,388
6. Provision for short-term payables	321	20	529,692,967	90,582,120
7. Reward and welfare fund	322	21	7,712,364,719	6,202,428,307
II. Non-current liabilities	330		-	-
D. EQUITY	400		1,085,381,471,349	1,327,887,918,758
I. Owners' equity	410		1,085,381,471,349	1,327,887,918,758
1. Share capital	411	22	750,520,520,000	750,520,520,000
- Common shares with voting rights	411a		750,520,520,000	750,520,520,000
- Preferred shares	411b		-	-
2. Other owners' capital	414	22	28,673,080,097	28,673,080,097
3. Development and investment fund	418	22	46,499,630,358	-
4. Undistributed profit after tax	421	22	259,688,240,894	548,694,318,661
- Undistributed profit up to prior year-end	421a		-	359,434,313,052
- Undistributed profit for the current year	421b		259,688,240,894	189,260,005,609
II. Other resources and funds	430		-	-
TOTAL RESOURCES	440		1,261,428,330,265	1,589,859,304,946



Cao Huy Bao
General Director

Da Nang, 28 March 2025

Vo Thi Lan Anh

Operations Manager of Finance & Accounting Dept., Preparer
Deputy Head of Finance & Accounting Dept.

Nguyen Phuoc Le

INCOME STATEMENT
For the year ended 31/12/2024

Form B 02 - DN
Issued under Circular No. 200/2014/TT - BTC
dated 22/12/2014 by the Ministry of Finance

ITEMS	Code	Note	Year 2024 VND	Year 2023 VND
1. Revenue from sales and service provision	01	23	752,328,702,442	696,760,758,166
2. Revenue deductions	02		-	-
3. Net revenue from sales and service provision	10		752,328,702,442	696,760,758,166
4. Cost of goods sold	11	24	349,801,346,469	297,211,612,493
5. Gross profit from sales and service provision	20		<u>402,527,355,973</u>	<u>399,549,145,673</u>
6. Financial income	21	25	7,843,082,931	36,065,657,273
7. Financial expenses	22		-	-
Including: Interest expenses	23		-	-
8. Selling expenses	25		-	-
9. Administrative expenses	26	26	43,376,301,515	50,319,889,200
10. Operating profit	30		<u>366,994,137,389</u>	<u>385,294,913,746</u>
11. Other income	31	27	4,056,085,358	696,223,781
12. Other expenses	32	28	583,527,606	49,041,699
13. Other profit	40		<u>3,472,557,752</u>	<u>647,182,082</u>
14. Accounting profit before tax	50		<u>370,466,695,141</u>	<u>385,942,095,828</u>
15. Current corporate income tax expense	51	29	73,252,428,247	39,448,041,279
16. Deferred corporate income tax expense	52		-	-
17. Profit after tax	60		<u>297,214,266,894</u>	<u>346,494,054,549</u>
18. Basic earnings per share	70	30	3,960	4,414
19. Diluted earnings per share	71	30	3,960	4,414



Cao Huy Bao
General Director

Vo Thi Lan Anh

Operations Manager of Finance & Accounting Dept., Preparer
Deputy Head of Finance & Accounting Dept.

Nguyen Phuoc Le

Da Nang, 28 March 2025

STATEMENT OF CASH FLOWS
For the year ended 31/12/2024

Form B 03 - DN
Issued under Circular No. 200/2014/TT - BTC
dated 22/12/2014 by the Ministry of Finance

ITEMS	Code	Note	Year 2024 VND	Year 2023 VND
I. Cash flows from operating activities				
1. Profit before tax	01		370,466,695,141	385,942,095,828
2. Adjustments for				
- Depreciation of fixed assets and investment properties	02	12,13	90,806,242,548	87,184,011,798
- Provisions	03		223,583,387	2,577,517,878
- (Profits)/losses from investing activities	05		(10,149,217,027)	(36,094,293,637)
3. Operating profit before changes in working capital	08		451,347,304,049	439,609,331,867
- (Increase)/decrease in receivables	09		224,694,188,008	(282,190,424,256)
- (Increase)/decrease in inventories	10	11,15	759,561,360	(2,672,046,719)
- Increase/(decrease) in payables (excluding loan interest and corporate income tax payable)	11		(33,859,850,067)	(38,487,963,599)
- (Increase)/decrease in prepaid expenses	12		49,096,414,657	1,495,940,471
- Corporate income tax paid	15	18	(64,142,948,901)	(81,179,730,821)
- Other cash receipts from operating activities	16		106,880,000	42,874,000
- Other payments for operating activities	17		(13,556,763,251)	(21,961,382,018)
Net cash from operating activities	20		614,444,785,855	14,656,598,925
II. Cash flows from investing activities				
1. Purchase and construction of fixed assets and other non-current assets	21	12,13,14	(45,781,896,427)	(18,124,800,340)
2. Proceeds from disposal of fixed assets and other non-current assets	22		2,858,372,591	31,500,000
3. Cash paid for loans, acquisition of debt instruments	23	6a	(110,000,000,000)	(125,000,000,000)
4. Recovery of loans, re-sales of debt instruments	24	6a	140,000,000,000	582,000,000,000
5. Loan interest, dividends, and profits received	27	9,25	8,614,276,424	41,057,275,083
Net cash from investing activities	30		(4,309,247,412)	479,963,974,743
III. Cash flows from financing activities				
1. Proceeds from stock issuance, capital contribution	31		-	-
2. Dividends and profits paid to owners	36	19,22cd	(587,661,995,238)	(560,815,044,453)
Net cash from financing activities	40		(587,661,995,238)	(560,815,044,453)
Net cash flows for the period	50		22,473,543,205	(66,194,470,785)
Cash and cash equivalents at the beginning of the period	60	5	19,620,691,608	85,815,162,393
Impacts of exchange rate fluctuations	61		-	-
Cash and cash equivalents at the end of the period	70	5	42,094,234,813	19,620,691,608



Cao Huy Bao
General Director

Vo Thi Lan Anh
Operations Manager of Finance & Accounting Dept., Preparer
Deputy Head of Finance & Accounting Dept.

Nguyen Phuoc Le

Da Nang, 28 March 2025

NOTES TO THE FINANCIAL STATEMENTS

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Form B 09 - DN

Issued under Circular 200/2014/TT - BTC dated 22/12/2014 by the Ministry of Finance

1. Nature of operations

1.1. Overview

A Vuong Hydropower Joint Stock Company (the "Company") was incorporated under Enterprise Registration Certificate No. 3303070337 dated 20/12/2007, issued by the Department of Planning and Investment of Quang Nam Province (now updated to Enterprise Registration Certificate No. 4000478435). The Company is an independent accounting entity, operating in compliance with the Law on Enterprises, the Company's Charter, and other relevant regulations. Since its establishment, the Company has amended its Enterprise Registration Certificate five times, with the latest amendment dated 14/05/2024.

1.2. Principal scope of business

- Electric power generation, transmission and distribution (hydropower);
- Provision of electrical testing services.

2. Accounting period, currency used in accounting

The Company's annual accounting period starts on 1 January and ends on 31 December.

Financial statements and accounting transactions are expressed in Vietnamese Dong (VND).

3. Applied accounting standards and accounting system

The Company adopts Vietnamese Accounting Standards and Vietnamese Corporate Accounting System as guided in Circular No. 200/2014/TT-BTC dated 22/12/2014 and Circular No. 53/2016/TT-BTC dated 21/3/2016 providing amendments and supplements to certain articles of Circular No. 200/2014/TT-BTC promulgated by the Ministry of Finance

4. Summary of significant accounting policies

4.1 Cash and cash equivalents

Cash includes cash on hand and bank demand deposits.

All short-term investments which are collectible or mature of 3 months or less as from purchasing date, that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value at reporting date shall be recognized as cash equivalents.

4.2 Financial investments

Held-to-maturity investments

Held-to-maturity investments are term deposits (including treasury bills and promissory notes).

Held-to-maturity investments are recorded at book value upon revaluation. Provision for loss of held-to-maturity investments shall be recorded as a decrease directly in the book value of investments.

In case where held-to-maturity investments are monetary items denominated in foreign currencies, they are revaluated using the buying rate of the commercial bank where the Company regularly trades at the end of the reporting period.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Long-term equity investments in other entities

Long-term equity investments in other companies are investments which the Company has no power to control or joint control, no significant influence over the investees.

Investments in subsidiaries, associates, and long-term equity investments in other companies are stated at cost less provisions. Dividends and profits received in money or non-monetary assets for the period prior to the investment date shall be recorded as a decrease in value of investment.

Provision

Provision for long-term equity investments in other companies is made as follows:

- If an investment in listed shares or the fair value of the investment is determined reliably, the provision shall be made based on the market value of the shares;
- If the fair value of the shares is not identifiable, the provision shall be made based on the loss reported in the financial statements of the investee.

With regards to the investees who are required to prepare the consolidated financial statements, the provision is made based on the consolidated financial statements. For other cases, the provision is made based on the financial statements of the investees.

4.3 Receivables

Receivables include trade receivables and other receivables.

- Trade receivables are trade-related amounts arising from trading activities between the Company and its customers.
- Other receivables include non-trade amounts which are not related to trading activities, intra-company transactions.

Receivables are recorded at cost less provision for doubtful debts. Provision for doubtful debts represents the estimated loss as at the balance sheet date for overdue receivables that the Company has repeatedly attempted to collect but remain uncollected, or for receivables not yet overdue but the debtor is in the state of insolvency, doing dissolution procedures, missing, or running away.

4.4 Inventories

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

Value of inventories is calculated using the weighted average method and accounted for using the perpetual method.

Cost of materials, tools, supplies, and equipment comprises costs of purchase and any directly attributable costs of bringing the inventories to their present location and condition.

Net realizable value is the estimated selling price less the estimated costs of completing the products and the estimated costs needed for their consumption.

Provision for decline in value of inventories is made for each kind of inventories when the net realizable value of that kind of inventories is less than cost.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

4.5 Tangible fixed assets

Cost

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of tangible assets comprises their purchase price and all the costs incurred by the Company to acquire those assets as of the time of putting such assets into the ready-for-use state. The costs incurred after the initial recognition of tangible fixed asset shall be recorded as increase in their historical cost if these costs are certain to augment future economic benefits obtained from the use of those assets. Those incurred costs which fail to meet this requirement must be recognized as production and business expenses in the period.

Depreciation

Depreciation of tangible fixed assets is calculated on a straight-line basis over their estimated useful lives. The depreciation period is in conformity with Circular No. 45/2013/TT-BTC dated 25 April 2013 by the Ministry of Finance. Details are as follows:

<u>Kinds of assets</u>	<u>Depreciation period (years)</u>
Buildings, architectures	10 - 50
Machinery, equipment	5 - 10
Motor vehicles	9 - 10
Office equipment	3 - 5
Other tangible fixed assets	Fully depreciated

4.6 Intangible fixed assets

Cost

Intangible fixed assets are stated at cost less accumulated amortization.

The cost of intangible fixed assets comprises all costs incurred by the Company to acquire those assets as of the time of putting such assets into the ready-for-use state.

Land use rights

Intangible fixed assets are land use rights, including:

- Land use rights allocated by the State with a land use fee or acquired through legal transfer (including definite-term and indefinite-term land use rights);
- Prepaid land rent (either paid for the entire lease term or prepaid for multiple years, provided that the remaining prepaid lease term is at least five years) under land lease agreements signed before the effective date of the Land Act 2003 and being granted with a land use right certificate by the competent authority.

The cost of land use rights includes all costs directly attributable to the acquisition of legal land use rights.

Amortization

Intangible fixed assets being land use rights with a definite term are amortized on a straight-line basis over the permitted land use period. Land use rights with an indefinite term are not amortized.

Other intangible fixed assets are amortized using the straight-line method based on their estimated useful lives. The amortization period complies with Circular No. 45/2013/TT-BTC dated 25/04/2013 issued by the Ministry of Finance.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

<u>Asset title</u>	<u>Amortization period (years)</u>
Land use rights with a definite term	50
Computer software	3 – 10

4.7 Prepaid expenses

Prepaid expenses are reported as short-term or long-term prepaid expenses. These are expenditures that have been incurred but related to the operations of many accounting periods. The Company selects appropriate method and criteria of allocation over the period in which economic benefits are expected to be received based on the nature and extent of the prepaid expenses.

4.8 Payables

Payables include trade payables and other payables:

- Trade payables are trade-related amounts, arising from trading activities between the company and its suppliers.
- Other payables are non-trade amounts, which are not related to trading activities, intra-company transactions.

Payables are recognized at cost and reported as short-term or long-term payables based on the remaining terms at the balance sheet date.

Payables are monitored according to their creditors, principal terms, remaining terms and original currencies.

4.9 Provision for payables

Provision for payables is a present obligation (legal or constructive) of the Company as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. A provision is recognized when a reliable estimate can be made on the amount of the obligation.

4.10 Owners' equity

Share capital represents the amount of capital actually contributed by shareholders.

Profit distribution

Profit after corporate income tax is appropriated to funds and distributed to shareholders in accordance with the Company's Charter or a resolution of the General Meeting of Shareholders.

Dividends to be paid to shareholders shall not exceed the undistributed profit after tax, taking into account non-monetary items in the undistributed profit that may affect cash flow and the ability to pay dividends.

4.11 Recognition of revenue and other income

- Revenue from commercial electricity sales is recognized based on certified documentation of electricity output delivered to the national grid.
- Revenue from sales and service provision is recognized to the extent that it is probable to obtain economic benefits, it can be reliably measured and the following conditions are also met:

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

- ✓ Revenue from the sale of goods is recognized in the income statement when the significant risks and rewards of ownership have been transferred to the buyer and there are no significant uncertainties regarding recovery of the consideration due or the likely return of goods;
- ✓ Revenue from service provision is recognized when the services have been rendered. In case that the services are to be provided in many accounting periods, the determination of revenue in each period is done on the basis of the service completion rate as of the balance sheet date.
- Revenue from financing activities is recognized when revenue is determined with relative certainty and it is possible to obtain economic benefits from the transactions.
 - ✓ Interest is recognized on the basis of the actual term and interest rates.
 - ✓ Dividends and profits shared are recognized when the Company has the rights to receive dividends or profit from the capital contribution. Stock dividends are not recognized as financial revenue. Dividends received in the period before investment date shall be recorded as a decrease in value of investment.
- Other income is the income derived out of the Company's scope of business and recognized when it can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the Company.

4.12 Cost of goods sold

Cost of products, goods sold and services rendered shall be recognized in the correct accounting period in accordance with the matching principle and conservatism principle.

Costs of inventories and services rendered which are incurred in excess of the ordinary level shall be charged out to cost of goods sold in the period, not to the production cost of goods and services.

4.13 Administrative expenses

Administrative expenses recognized are expenses actually incurred related to the overall administration of the Company.

4.14 Current corporate income tax expense

Current income tax is the tax amount computed based on the taxable income in the period at the tax rates ruling at the balance sheet date. The difference between taxable income and accounting profit is due to the adjustments of temporary differences between tax and accounting figures as well as those of non-taxable or non-deductible income and expenses.

4.15 Financial instruments

Initial recognition

Financial assets

A financial asset is recognized initially at cost plus transaction costs directly attributable to the acquisition of the asset. The Company's financial assets comprise cash on hand, deposits, financial investments, trade receivables, and other receivables.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Financial liabilities

A financial liability is recognized initially at cost plus transaction costs directly attributable to the issuance of such liability. The Company's financial liabilities comprise trade payables and other payables.

Subsequent measurement

Currently, there has been no requirement for subsequent measurement of financial instruments.

4.16 Applicable tax rates and charges payable to the State Budget

- Value-added tax (CIT): A 10% VAT rate is applied to commercial electricity products. In 2024, the Company applied an 8% VAT rate in accordance with Resolution No. 110/2023/QH15 dated 29/11/2023 and Resolution No. 142/2024/QH15 dated 29/06/2024 of the National Assembly.
- Corporate income tax (CIT): CIT is applied at a rate of 20%.
- Other taxes and obligations are fulfilled in accordance with prevailing regulations.

4.17 Related parties

Parties are considered to be related if one party has the ability to (directly or indirectly) control the other party or exercise significant influence over the other party in making financial or operational decisions.

Currency: VND

5. Cash and cash equivalents

	31/12/2024	01/01/2024
Cash on hand	48,406,384	31,281,165
Bank demand deposits	12,045,828,429	19,589,410,443
Bank deposits with a term of 3 months or less	30,000,000,000	-
Total	42,094,234,813	19,620,691,608

6. Financial investments

a. Held-to-maturity investments

	31/12/2024	01/01/2024
Bank deposits with a term ranging from over 3 months to 12 months	15,000,000,000	45,000,000,000
Total	15,000,000,000	45,000,000,000

(*) This balance represents bank deposits with a term of more than three months but not exceeding twelve months. The Company assesses that these investments are not impaired and have not declined in value.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

b. Equity investments in other entities

	Operational status	% of equity	31/12/2024			01/01/2024		
			Cost	Provision	Fair value	Cost	Provision	Fair value
Equity investments in other entities								
<i>Phu Thanh My JSC</i>	<i>Đang hoạt động</i>	<i>12.91%</i>	<i>79,800,000,000</i>	<i>-</i>		<i>79,800,000,000</i>	<i>-</i>	
Total			79,800,000,000	-	-	79,800,000,000	-	-

The 2024 financial statements of Phu Thanh My Joint Stock Company reported a profit, and its equity was preserved as at 31/12/2024. Therefore, the Company did not make a provision for this investment. The shares of Phu Thanh My Joint Stock Company are not listed on any stock exchange, and there is no reliable reference data on their market price at the end of the fiscal year. As a result, the Company has no basis to determine the fair value of this investment.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

7. Short-term trade receivables

	31/12/2024	01/01/2024
Electricity Power Trading Company	228,285,268,712	451,822,000,565
Other customers	19,211,566,746	17,797,139,648
Total	247,496,835,458	469,619,140,213

Of which, trade receivables from related-party customers

	31/12/2024	01/01/2024
Electricity Power Trading Company	228,285,268,712	451,822,000,565
Central Power Projects Management Board	1,516,926,953	92,566,808
Song Bung Hydro Power Company	1,706,097,518	175,715,330
TrungSon Hydropower Co., Ltd	210,526,771	-
Power Engineering Consulting JSC 1	110,389,000	389,148,921
Central Electrical Testing Co., Ltd	108,000,000	-
Quang Tri Hydro Power Company	91,426,208	133,797,523

8. Short-term prepayments to suppliers

	31/12/2024	01/01/2024
Central Electrical Testing Co., Ltd (related party)	-	82,747,256
Phu Minh Cat Co., Ltd	507,368,967	-
Danang Construction Designing & Consulting JSC	370,051,957	-
POSO Technology Co., Ltd	280,869,210	-
Other suppliers	352,487,882	3,413,925,313
Total	1,510,778,016	3,496,672,569

9. Other short-term receivables

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
Accrued interest income	419,780,822	-	1,190,974,315	-
Advances	87,400,000	-	214,300,000	-
Other receivables	88,528,165	-	547,616,865	-
<i>Includind other receivables from relate parties</i>				
- Song Bung Hydro Power Company - Power Generation Joint Stock Corporation 2 (EVNGENCO2)	-	-	27,613,066	-
- Song Ba Ha Hydro Power JSC	-	-	48,195,646	-
- Thac Mo Hydropower JSC - Power Generation Joint Stock Corporation 2 (EVNGENCO2)	-	-	48,195,646	-
- Hai Phong Thermal Power JSC	-	-	44,833,648	-
- CanTho Thermal Power Company	-	-	42,195,648	-
- An Khe - Kanak Hydropower JSC	-	-	24,097,824	-
- Power Generation Joint Stock Corporation 2	-	-	96,391,292	-
Total	595,708,987	-	1,952,891,180	-

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

10. Provision for doubtful short-term debts

	Year 2024	Year 2023
Opening balance	7,052,099,058	4,488,299,719
Provision made during the year	2,492,996,020	3,541,255,067
Reversal of provision during the year	(2,708,523,480)	(977,455,728)
Closing balance	6,836,571,598	7,052,099,058

Of which, provisions are detailed by debtor as follows:

	Year 2024		
	Cost	Recoverable value	Overdue period
Trade receivables			
Saigon Sunlight Industry Technology Co., Ltd	952,251,920	476,125,960	1 year to under 2 years
EVN International Construction JSC	102,816,000	51,408,000	1 year to under 2 years
Nuoc Bieu Hydropower JSC	100,000,000	100,000,000	1 year to under 2 years
Branch 5 - Power Construction No. 2 Co. Ltd	60,000,000	18,000,000	1 year to under 2 years
Quang Nam Department of Industry and Trade (acting as the focal point for a consortium of Employers)	2,612,472,909	1,306,236,454	1 year to under 2 years
Viet Trung Investment and Building Corporation	148,775,647	74,387,823	1 year to under 2 years
Southern Branch of Song Da 11., JSC	321,898,000	160,949,000	1 year to under 2 years
Power Construction Installation JSC No. 4 - Mien Trung	45,000,000	22,500,000	1 year to under 2 years
Vietnam Solar Power EPC Corporation	339,082,547	101,724,764	1 year to under 2 years
A Chau Electrical Energy JSC	2,240,102,659	672,030,798	2 years to under 3 years
Vuong Thai Son Infrastructure Development JSC	165,639,513	49,691,854	2 years to under 3 years
Trung Nam Thuan Nam Solar Power Co., Ltd	1,406,932,302	422,079,691	2 years to under 3 years
Lilama 45.3 JSC	1,633,552,627	-	Over 3 years
Nhat Nuoc Co., Ltd	163,181,818	-	Over 3 years
Total	10,291,705,942	3,455,134,344	
	Year 2023		
	Cost	Recoverable value	Overdue period
Trade receivables			
Saigon Sunlight Industry Technology Co., Ltd	1,512,251,920	1,079,722,029	6 months to under 2 years
EVN International Construction JSC	102,816,000	71,971,200	6 months to under 1 year
Viet Trung Investment and Building Corporation	348,775,647	244,142,953	6 months to under 1 year
Nuoc Bieu Hydropower JSC	803,000,000	581,833,037	6 months to under 1 year
Quang Nam Department of Industry and Trade (acting as the focal point for a consortium of Employers)	3,612,472,909	2,528,731,036	6 months to under 1 year
Vietnam Solar Power EPC Corporation	589,082,547	294,541,273	1 year to under 2 years
A Chau Electrical Energy JSC	2,840,102,659	1,420,051,329	1 year to under 2 years
Vuong Thai Son Infrastructure Development JSC	265,639,513	132,819,756	1 year to under 2 years
Trung Nam Thuan Nam Solar Power Co., Ltd	1,506,932,302	753,466,151	1 year to under 2 years
Branch 5 - Power Construction No. 2 Co. Ltd	376,363,012	170,543,180	1 year to under 3 years
Lilama 45.3 JSC	2,062,377,290	-	Over 3 years
Song Tranh 3 Hydro Power JSC	146,925,385	-	Over 3 years
Nhat Nuoc Co., Ltd	163,181,818	-	Over 3 years
Total	14,329,921,002	7,277,821,944	

The recoverable amount of debts is determined as the cost net of the provision made.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

11. Inventories

	31/12/2024		01/01/2024	
	Cost	Provision	Cost	Provision
Materials	3,986,443,428	-	13,239,834,315	-
Tools, instruments	57,776,000	-	240,260,500	-
Work in progress	1,644,600,848	-	2,226,942,762	-
	<u>5,688,820,276</u>	<u>-</u>	<u>15,707,037,577</u>	<u>-</u>

No inventories were pledged as collateral for liabilities as at 31/12/2024.

No inventories were of poor quality or slow-moving as at 31/12/2024.

12. Tangible fixed assets

	Buildings, architectures VND	Machinery, equipment VND	Motor vehicles VND	Office equipment VND	Other fixed assets VND	Total VND
Cost						
Opening balance	1,950,251,738,353	1,329,889,339,360	33,406,917,604	21,095,701,131	437,455,844	3,335,081,152,292
Increases	4,196,454,360	122,000,000	1,427,500,000	27,985,719,825	-	33,731,674,185
Decreases	2,708,884,912	-	498,616,555	-	-	3,207,501,467
Closing balance	<u>1,951,739,307,801</u>	<u>1,330,011,339,360</u>	<u>34,335,801,049</u>	<u>49,081,420,956</u>	<u>437,455,844</u>	<u>3,365,605,325,010</u>
Depreciation						
Opening balance	1,190,176,735,956	1,293,024,092,744	31,006,257,605	10,122,788,860	437,455,844	2,524,767,331,009
Charge for the year	76,304,100,291	5,738,368,797	500,330,642	5,417,863,312	-	87,960,663,042
Decreases	2,156,646,417	-	498,616,555	-	-	2,655,262,972
Closing balance	<u>1,264,324,189,830</u>	<u>1,298,762,461,541</u>	<u>31,007,971,692</u>	<u>15,540,652,172</u>	<u>437,455,844</u>	<u>2,610,072,731,079</u>
Net book value						
Opening balance	760,075,002,397	36,865,246,616	2,400,659,999	10,972,912,271	-	810,313,821,283
Closing balance	<u>687,415,117,971</u>	<u>31,248,877,819</u>	<u>3,327,829,357</u>	<u>33,540,768,784</u>	<u>-</u>	<u>755,532,593,931</u>

Cost of tangible fixed assets fully depreciated but still in active use as at 31/12/2024 was VND1,359,384,830,263.

No tangible fixed assets were pledged or mortgaged as at 31/12/2024.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

13. Intangible fixed assets

	Land use rights VND	Patent rights VND	Computer software VND
Cost			
Opening balance	84,535,921,251	-	6,484,933,823
Increases	813,127,606	13,719,090,909	-
Decreases	-	-	-
Closing balance	85,349,048,857	13,719,090,909	6,484,933,823
Amortization			
Opening balance	799,684,063	-	4,066,007,474
Charge for the year	49,871,328	896,166,422	2,121,644,968
Decreases	-	-	-
Closing balance	849,555,391	896,166,422	6,187,652,442
Net book value			
Opening balance	83,736,237,188	-	2,418,926,349
Closing balance	84,499,493,466	12,822,924,487	297,281,381

No intangible fixed assets were fully amortized but still in active use as at 31/12/2024.

14. Construction in progress

	31/12/2024	01/01/2024
Major repair costs for unfinished fixed assets	931,255,616	49,993,824,737
Head office project for business and production management	901,387,026	884,384,329
Data transmission system for monitoring to the Corporation's head office	-	2,498,998,970
Total	1,832,642,642	53,377,208,036

15. Long-term equipment, supplies, and spare parts

	31/12/2024		01/01/2024	
	Cost	Provision	Cost	Provision
Supplies, equipment, and spare parts for hydropower plant operations	20,941,413,473	-	11,682,757,532	-
Total	20,941,413,473	-	11,682,757,532	-

No inventories were pledged as collateral for liabilities as at 31/12/2024.

16. Short-term trade payables

	31/12/2024	01/01/2024
Industrial Equipment & Material JSC	1,831,703,932	41,117,390,823
Vietnam Electricity (EVN)	1,911,680,465	2,043,741,820
Other suppliers	7,720,489,474	13,478,678,841
Total	11,463,873,871	56,639,811,484

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Including trade payables to related-party suppliers

	31/12/2024	01/01/2024
Vietnam Electricity (EVN)	1,911,680,465	2,043,741,820
EVN International JSC	700,000,000	919,012,772
Information and Communications Technology Company	150,717,971	-
Thac Mo Hydropower JSC	122,837,850	-
Central Electrical Testing Co., Ltd	143,587,415	-
Song Bung Hydro Power Company - Power Generation Joint Stock	17,825,452	13,514,638
Quang Nam Power Company	3,404,651	11,644,012

17. Short-term advances from customers

	31/12/2024	01/01/2024
A Au Consultant Construction Co., Ltd	92,000,000	-
Trung Nam Dak Lak 1 Wind Power JSC	69,236,252	236,546,491
Mekong Electric Power Engineering and Development JSC	61,360,393	-
Nam Dat Co., Ltd	24,000,000	-
Central Power Projects Management Board (related party)	-	1,039,676,210
Other customers	-	432,625,648
Total	246,596,645	1,708,848,349

18. Taxes and amounts payable to / receivable from the State

	Opening balance	Amount to be paid	Actual amount paid	Closing balance
Value-added tax	1,346,739,843	52,892,141,226	46,724,923,690	7,513,957,379
Corporate income tax	1,697,579,509	73,252,428,247	64,142,948,901	10,807,058,855
Personal income tax	21,108,231	5,322,309,623	5,077,558,742	265,859,112
Resource tax	10,469,648,090	89,718,367,004	89,392,688,581	10,795,326,513
Forest environmental service fees	10,443,497,760	31,685,792,868	31,035,800,844	11,093,489,784
Water resource exploitation licensing fees	-	9,623,229,000	9,623,229,000	-
Other taxes, fees, and charges	-	1,041,845,184	1,041,845,184	-
Total	23,978,573,433	263,536,113,152	247,038,994,942	40,475,691,643

The Company's tax returns would be subject to inspection by the tax authorities. The tax amounts reported in these financial statements could be changed upon final determination by the tax authorities.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

19. Other short-term payables

	31/12/2024	01/01/2024
Trade union fees	82,599,174	35,769,667
Dividends and profits payable to owners	94,110,845,130	157,234,048,940
- Power Generation Joint Stock Corporation 2 (related party)	89,386,574,200	137,495,396,795
- Da Nhim - Ham Thuan - Da Mi Hydro Power JSC (related party)	1,289,534,500	5,403,149,555
- Other entities	3,434,736,430	14,335,502,590
Other payables	1,866,188,661	885,746,781
Total	96,059,632,965	158,155,565,388

20. Provision for short-term payables

	31/12/2024	01/01/2024
Provision for construction warranty	529,692,967	90,582,120
Total	529,692,967	90,582,120

21. Reward and welfare fund

The reward and welfare fund is mainly appropriated from undistributed profit after tax as approved by the General Meeting of Shareholders. This fund is used to provide benefits and rewards to employees in accordance with the Company's reward and welfare policies. The movements of the reward and welfare fund during the year are as follows:

	Year 2024	Year 2023
Opening balance	6,202,428,307	6,173,930,912
Profit distribution during the year (Note 22c)	15,181,922,875	22,169,108,625
Amount received from third parties	106,880,000	42,874,000
Utilization during the year	(13,556,763,251)	(21,961,382,018)
Depreciation of welfare fixed assets	(222,103,212)	(222,103,212)
Closing balance	7,712,364,719	6,202,428,307

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

22. Owners' equity

a. Statement of changes in owners' equity

	Share capital	Other owners' equity	Development and investment fund	Undistributed profit after tax
As at 01/01/2023	750,520,520,000	28,673,080,097	163,536,654,796	778,705,595,321
Increase in the year	-	-	5,725,401	346,494,054,549
Reversal of appropriation to Development and investment fund	-	-	(163,542,380,197)	163,542,380,197
Decrease in the year	-	-	-	740,047,711,406
As at 31/12/2023	750,520,520,000	28,673,080,097	-	548,694,318,661
As at 01/01/2024	750,520,520,000	28,673,080,097	-	548,694,318,661
Increase in the year	-	-	46,499,630,358	297,214,266,894
Decrease in the year	-	-	-	586,220,344,661
As at 31/12/2024	750,520,520,000	28,673,080,097	46,499,630,358	259,688,240,894

b. Shares

	31/12/2024 Shares	01/01/2024 Shares
Number of shares authorized for issuance	75,052,052	75,052,052
Number of shares sold to the public	75,052,052	75,052,052
- Common shares	75,052,052	75,052,052
- Preferred shares (classified as equity)	-	-
Number of outstanding shares	75,052,052	75,052,052
- Common shares	75,052,052	75,052,052
- Preferred shares (classified as equity)	-	-
Par value of outstanding shares: VND10,000 each		

c. Undistributed profit after tax

	Year 2024	Year 2023
Profit brought forward	548,694,318,661	778,705,595,321
Profit after corporate income tax for the current year	297,214,266,894	346,494,054,549
Reversal of appropriation to Development and investment fund	-	163,542,380,197
Distribution of prior year's profit (*)	548,694,318,661	740,047,711,406
- Cash dividends paid to shareholders	487,012,765,428	717,872,877,380
- Appropriation to Development and investment fund	46,499,630,358	5,725,401
- Appropriation to Reward and welfare fund	15,181,922,875	22,169,108,625
Interim distribution of current year's profit	37,526,026,000	-
- Cash dividends paid to shareholders	37,526,026,000	-
Undistributed profit after tax	259,688,240,894	548,694,318,661

(*) The Company distributes profit after tax in accordance with Resolution No. 877/2024/NQ-ĐHĐCĐ dated 03/05/2024 of the 2024 Annual General Meeting of Shareholders.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

d. Dividends

The 2024 Annual General Meeting of Shareholders, through Resolution No. 877/NQ-ĐHĐCĐ dated 03/05/2024, approved the dividend payment plan from the accumulated profit after tax as at the end of 2023 at a rate of 135.54% (equivalent to VND1,017,255,512,808). The details are as follows

- ✓ In 2023, the Company made three interim dividend payments to shareholders at a total rate of 70.65% (equivalent to VND530,242,747,380).
- ✓ On 12/01/2024, the Company finalized the list of shareholders (as per Announcement No. 3078/TĐAV-TCKT dated 26/12/2023) for the fourth interim dividend payment at a rate of 47.89% (equivalent to VND359,424,277,028), with the payment date set for 15/05/2024.
- ✓ As at 22/10/2024, the Company finalized the list of shareholders entitled to the remaining dividend (VND127,588,488,400, equivalent to 17%). The payment date is 31/10/2024 (as per Announcement No. 2248/TB-TĐAV dated 21/10/2024).

In addition, the Company declared the first interim dividend for 2024 at a rate of 5% (equivalent to VND37,526,026,000), in accordance with Board Resolution No. 160/NQ-HĐQT dated 27/11/2024. The final registration date is 20/12/2024, with the expected payment date on 10/03/2025.

23. Revenue from sales and service provision

	Year 2024	Year 2023
Revenue from sales of commercial electricity	725,087,197,458	679,658,084,866
Revenue from rendering of services	27,241,504,984	17,102,673,300
Total	752,328,702,442	696,760,758,166

24. Cost of goods sold

	Year 2024	Year 2023
Cost of commercial electricity	323,903,398,267	282,230,489,173
Cost of services rendered	25,897,948,202	14,981,123,320
Total	349,801,346,469	297,211,612,493

25. Financial income

	Year 2024	Year 2023
Deposit interest	3,055,082,931	21,302,657,273
Dividends and profit received	4,788,000,000	14,763,000,000
Total	7,843,082,931	36,065,657,273

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

26. Administrative expenses

	Year 2024	Year 2023
Salary expenses	19,054,443,496	17,991,720,523
Depreciation expenses	137,515,776	140,012,774
Outsourced service expenses	6,551,222,384	4,654,417,417
(Reversal of) Provision for doubtful receivables	(215,527,460)	2,563,799,339
Other expenses	17,848,647,319	24,969,939,147
Total	43,376,301,515	50,319,889,200

27. Other income

	Year 2024	Year 2023
Minh Tien Company reimbursed funds due to land recovery at Dai Loc Maintenance Center	2,823,480,000	-
Income from land and office lease, etc.	685,227,272	272,727,273
Gains on disposal of fixed assets	34,892,591	28,636,364
Penalties for contract breaches	448,394,186	19,324,224
Income from disposal of supplies and equipment	55,277,778	3,250,000
Other income	8,813,531	372,285,920
Total	4,056,085,358	696,223,781

28. Other expenses

	Year 2024	Year 2023
Carrying amount of assets due to land recovery at Dai Loc Maintenance Center	552,238,495	-
Expenses for disposal of supplies	9,877,200	-
Late tax payment penalties	8	4,128,643
Other expenses	21,411,903	44,913,056
Total	583,527,606	49,041,699

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

29. Current corporate income tax expense

	Year 2024	Year 2023
Accounting profit before tax	370,466,695,141	385,942,095,828
Adjustments to arrive at taxable income	(4,322,766,992)	(14,302,312,135)
- Incremental adjustments	465,233,008	460,687,865
+ Remuneration for non-executive Board of Directors and Supervisory Board members	308,826,000	288,000,000
+ Non-deductible expenses	156,407,008	172,687,865
- Decremental adjustments (dividends, profits received)	4,788,000,000	14,763,000,000
Total taxable income	366,143,928,149	371,639,783,693
- Taxable income from incentivized activities	-	349,356,376,413
- Taxable income from non-incentivized activities	366,143,928,149	22,283,407,280
Current corporate income tax expense	73,252,428,247	39,448,041,279
<i>Of which:</i>		
- Current corporate income tax expense for the year	73,228,785,630	39,392,319,097
- Adjustment of prior year's current corporate income tax expense recorded in the current year	23,642,617	55,722,182

(*) According to the Investment Registration Certificate, the Company was entitled to CIT incentives with a preferential CIT rate of 10% for 15 years from the year revenue was first generated. 2023 marked the final year of this preferential tax rate. From 2024 onward, the Company applies the standard CIT rate of 20% for hydropower generation activities.

30. Basic/diluted earnings per share

	Year 2024	Year 2023 (Restated)
Profit after corporate income tax	297,214,266,894	346,494,054,549
Adjustments increasing or decreasing profit after tax	-	(15,181,922,875)
- Incremental adjustments	-	-
- Decremental adjustments (Appropriation to Reward and welfare fund)	-	15,181,922,875
Profit or loss attributable to common shareholders	297,214,266,894	331,312,131,674
Weighted average number of common shares outstanding during the year	75,052,052	75,052,052
Basic and diluted earnings per share (*)	3,960	4,414

(*) Basic and diluted earnings per share for 2024 are calculated based on profit after tax before deducting appropriations to the reward and welfare fund, as neither the Company's Charter nor the Annual General Meeting resolutions specify an appropriation rate for this fund. Based on the year-end business results, the Board of Directors will propose appropriations to the reward and welfare fund for approval by the General Meeting of Shareholders.

(*) Basic and diluted earnings per share for 2023 have been restated due to the impact of the distribution of the 2023 profit, as per Resolution No. 877/2024/NQ-ĐHĐCĐ dated 03/05/2024 of the 2024 Annual General Meeting of Shareholders, as follows:

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

	Year 2023	
	As reported	Restated
Profit after corporate income tax	346,494,054,549	346,494,054,549
Adjustments increasing or decreasing profit after tax	-	(15,181,922,875)
- Incremental adjustments	-	-
- Decremental adjustments	-	15,181,922,875
Profit or loss attributable to common shareholders	346,494,054,549	331,312,131,674
Weighted average number of common shares outstanding during the year	75,052,052	75,052,052
Estimated additional common shares to be issued	-	-
Basic and diluted earnings per share	4,617	4,414

31. Operating expenses by element

	Year 2024	Year 2023
Materials expenses	12,316,670,118	7,647,777,935
Labor costs	56,781,322,493	48,562,048,020
Depreciation expenses	90,806,242,548	87,184,011,798
Outsourced service expenses	12,315,420,485	12,503,312,770
Other cash expenses	220,375,650,426	190,935,520,447
Total	392,595,306,070	346,832,670,970

32. Segment reporting

According to Vietnamese Accounting Standard No. 28 and the relevant guidelines, the Company is required to prepare segment reporting. Accordingly, a segment is a distinguishable component of the Company that is engaged in providing related products or services (business segment) or providing goods or services in a specific economic environment (segment by geographical area) and that is subject to risks and returns that are different from those of other segments.

Based on the Company's actual operations, the Management assesses that its business segments are power generation (hydropower) and electrical testing services. Revenue, gross profit, and assets from electrical testing services account for less than 10% of the Company's total revenue, gross profit, and total assets. Therefore, the Company does not prepare a business segment report. Revenue and cost of sales by business activity are presented in Notes 23 and 24.

The Company operates primarily in a single geographical segment, Quang Nam Province, Vietnam. Therefore, it does not prepare segment reports by geographical area.

33. Risk management

Capital risk management

The Company manages its capital to ensure that it will be able to continue as a going concern while maximizing the return to shareholders through the optimization of the debt and equity balance.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Financial risk management

Financial risks include market risk (including interest rate risk, exchange rate risk, price risk), credit risk, and liquidity risk.

Market risk management: The Company's activities expose it primarily to the financial risks of changes in interest rates and prices.

Interest rate risk management

Interest rate risk refers to the possibility that the fair value or future cash flows of a financial instrument may fluctuate due to changes in market interest rates. The Company's interest rate risk primarily relates to short-term deposits. To mitigate this risk, the Company analyzes market competition to make interest rate decisions that align with its objectives while maintaining risk at an acceptable level. The Management assesses that the risk of unexpected interest rate fluctuations is low.

Price risk management

The Company procures raw materials from domestic suppliers to support its operations, thereby exposing itself to the risk of fluctuations in raw material prices. However, as raw material costs account for a small proportion of total production costs, the Company assesses that the price risk in its operations is at a low level.

Credit risk management

The Company's credit risk predominantly relates to trade receivables and bank deposits. Given the nature of power generation in Vietnam, the Company's largest customer is the Electricity Power Trading Company under Vietnam Electricity (EVN). The Management assesses that the Company is not significantly exposed to credit risk from its customers.

The Company's short-term deposits are mainly held at reputable major banks, including BIDV – Hai Van Branch, Agribank – South Da Nang Branch, Agribank – Thu Duc City II Branch, Agribank – Phu Nhuan Branch, and VietinBank – North Da Nang Branch.

Therefore, the Management assesses that the Company's credit risk is at a low level.

Liquidity risk management

To ensure the availability of funds to meet present and future financial obligations, the Company manages liquidity risk by regularly monitoring and maintaining sufficient cash reserve, optimizing idle cash flows, making use of credit from customers and counterparties, controlling maturing liabilities in relative to maturing assets and the amount of funds that can be generated within that period.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

The Company's aggregate financial liabilities are categorized in line with their maturity as follows:

31/12/2024	Within 1 year	Over 1 year	Total
Trade payables	11,463,873,871	-	11,463,873,871
Other payables	95,977,033,791	-	95,977,033,791
Total	107,440,907,662	-	107,440,907,662

01/01/2024	Within 1 year	Over 1 year	Total
Trade payables	56,639,811,484	-	56,639,811,484
Other payables	158,119,795,721	-	158,119,795,721
Total	214,759,607,205	-	214,759,607,205

The Management assesses that the Company currently has no short-term liquidity risk and believes it has sufficient resources to meet its financial obligations as they fall due.

The Company's available financial assets are drawn up on a net asset basis as follows:

31/12/2024	Within 1 year	Over 1 year	Total
Cash and cash equivalents	42,094,234,813	-	42,094,234,813
Trade receivables	240,660,263,860	-	240,660,263,860
Financial investments	15,000,000,000	79,800,000,000	94,800,000,000
Other receivables	508,308,987	-	508,308,987
Total	298,262,807,660	79,800,000,000	378,062,807,660

01/01/2024	Within 1 year	Over 1 year	Total
Cash and cash equivalents	19,620,691,608	-	19,620,691,608
Trade receivables	462,567,041,155	-	462,567,041,155
Financial investments	45,000,000,000	79,800,000,000	124,800,000,000
Other receivables	1,738,591,180	-	1,738,591,180
Total	528,926,323,943	79,800,000,000	608,726,323,943

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

34. Related party disclosures

a. Related parties with transactions during the year

Related party	Relationship
Vietnam Electricity (EVN)	Ultimate parent company
Power Generation Joint Stock Corporation 2	Parent company
Song Ba Ha Hydro Power JSC	Related party within the same Corporation
Hai Phong Thermal Power JSC	Related party within the same Corporation
Quang Tri Hydro Power Company - Power Generation Joint Stock Corporation 2	Related party within the same Corporation
An Khe - Ka Nak Hydro Power Company - Power Generation Joint Stock Corporation 2	Related party within the same Corporation
Song Bung Hydro Power Company - Power Generation Joint Stock Corporation 2	Related party within the same Corporation
CanTho Thermal Power Company - Power Generation Joint Stock Corporation 2	Related party within the same Corporation
TrungSon Hydropower Co., Ltd	Related party within the same Corporation
Thac Mo Hydropower JSC	Related party within the same Corporation
Electricity Power Trading Company - Vietnam Electricity (EVN)	Related party within the same Group
Information and Communications Technology Company - Vietnam Electricity (EVN)	Related party within the same Group
Quang Nam Power Company - Central Power Corporation	Related party within the same Group
Central Power Projects Management Board - Central Power Corporation	Related party within the same Group
Ho Chi Minh City Electric Power College - Southern Power Corporation (EVN SPC)	Related party within the same Group
Danang Power Co., Ltd	Related party within the same Group
Da Nhim - Ham Thuan - Da Mi Hydro Power JSC	Related party within the same Group
Power Engineering Consulting JSC 1	Related party within the same Group
Central Electrical Testing Co., Ltd	Related party within the same Group
EVN International JSC	Related party within the same Group

b. Significant transactions with related parties during the year

	Transactions	Year 2024	Year 2023
Electricity Power Trading Company	Electricity sales	725,087,197,458	679,658,084,866
TrungSon Hydropower Co., Ltd	Service provision	3,898,643,912	3,739,219,305
Thac Mo Hydropower JSC	Service provision	132,921,863	87,664,575
	Service purchase	121,047,974	-
Quang Tri Hydro Power Company	Service provision	1,693,077,926	-
Vietnam Electricity (EVN)	Service purchase	1,770,074,506	1,876,462,806
Power Generation Joint Stock Corporation 2	Service purchase	2,734,173,348	2,061,288,652
	Dividends paid	506,798,716,724	627,753,446,465
Da Nhim - Ham Thuan - Da Mi Hydro Power JSC	Dividends paid	22,138,728,296	24,668,794,985
Quang Nam Power Company	Electricity purchases	180,434,467	177,152,774
Song Bung Hydro Power Company - Power Generation Joint Stock Corporation 2	Service provision	4,085,420,838	1,989,497,596
Power Engineering Consulting JSC 1	Service purchase	-	51,152,727
	Service provision	120,175,000	423,909,500
EVN International JSC	Service purchase	87,272,724	95,550,332
	Service provision	144,000,000	-
Danang Power Co., Ltd	Electricity purchases	292,470,695	254,332,572
Central Power Projects Management Board - Central Power Corporation	Service provision	2,302,307,565	8,277,607
Central Electrical Testing Co., Ltd	Service purchase	102,928,300	124,001,644
	Service provision	301,944,590	-
Ho Chi Minh City Electric Power College.	Service purchase	36,538,888	76,623,283
Information and Communications Technology Company - Vietnam Electricity (EVN)	Service purchase	150,717,971	150,717,971

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

c. Income of key management personnel

	Position	Year 2024	Year 2023
Remuneration and salary of the Board of Directors			
Luu Ngoc Mai Phi	Chairman from 01/02/2024	390,199,000	-
Nguyen Xuan Dien	Chairman from 27/06/2023 until 01/02/2024	7,339,000	49,440,000
Dang Cong Hoa	Member	483,944,000	581,826,000
Dang Thanh Binh	Member	88,068,000	96,000,000
Vo Tra Dung	Member from 03/05/2024	322,590,000	-
Le Dinh Ban	Member from 03/05/2024	322,590,000	-
Ngo Viet Huong	Member until 03/05/2024	29,650,000	-
	Chairman until 27/06/2023	-	223,413,000
Tran Thanh Huong	Member from 01/02/2024 until 03/05/2024	22,311,000	-
Doan Ngoc Nam	Member until 27/06/2023	-	46,560,000
Remuneration and salary of the Supervisory Board			
Nguyen Thien	Chief Supervisor	505,456,000	607,596,000
Doan Trung Thong	Supervisor	88,068,000	96,000,000
Thai Thi Thanh Nga	Supervisor from 27/06/2023	483,944,000	299,640,000
Phan Cong Tuyen	Supervisor from 01/02/2024	443,615,000	-
Nguyen Dang Khoa	Supervisor from 01/02/2024	80,729,000	-
Nguyen Thi Huynh Hoa	Supervisor until 27/06/2023	-	46,560,000
Salary and bonus of the Management and other management officers			
Cao Huy Bao	Board Member - General Director	548,504,000	659,101,000
Ngô Xuân Thế	Deputy General Director	486,316,000	581,826,000
Pham Dinh Quang	Deputy General Director from 01/02/2024	486,316,000	-
Doan Van Chau	Chief Accountant until 1/12/2024	408,514,000	534,906,000

35. Events after the balance sheet date

There have been no significant events occurring after the balance sheet date which would require adjustments or disclosures to be made in the financial statements.

36. Corresponding figures

Corresponding figures were taken from the financial statements for the year ended 31/12/2023, which were audited by another auditor.



Cao Huy Bao
General Director

Vo Thi Lan Anh
Operations Manager of Finance & Accounting Dept., Preparer
Deputy Head of Finance & Accounting Dept.

Nguyen Phuoc Le

Da Nang, 28 March 2025