



**LAO CAI MINERAL EXPLOITTING PROCESSING
JOINT STOCK COMPANY**

**AUDITED SEPERATE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED 31 DECEMBER 2024**



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REPORT OF THE BOARD OF GENERAL DIRECTORS

The Board of General Directors of Lao Cai Mineral Exploitation and Processing Joint Stock Company ("the Company") presents its report together with the Company's Separate Financial Statements for the fiscal year ended 31 December 2024.

BOARD OF MANAGEMENT AND BOARD OF GENERAL DIRECTORS

The members of the Board of Management and Board of Directors during the fiscal year ended as at 31 December 2024 and to the reporting date are:

Board of Management

Mr. Vu Dinh Vinh	Chairman
Mr. Nguyen Duc Thang	Member
Mr. Ngo Truong An	Member
Mr. Hoang Quoc Tung	Member
Mr. Bui Thanh Binh	Member

Board of General Directors

Mr. Nguyen Duc Thang	General Director
Mr. Ngo Truong An	Vice General Director

The legal representative of the Company is Mr. Nguyen Duc Thang
The chief accountant of the Company is Mrs. Nguyen Thi Hoa

SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD

The Board of Directors confirms that there have been no significant events after the end of the fiscal year that would materially affect, require adjustment, or disclosure in the financial statements.

AUDITOR

The attached Separate Financial Statements are audited by Hanoi Branch - UHY Auditing and Consulting Company Limited.

THE BOARD OF GENERAL DIRECTORS' RESPONSIBILITIES

The Board of Directors of the Company is responsible for preparing the Separate Financial Statements which give a true and fair view of the financial position, results of operations and cash flows of the Company during the year, in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and legal regulations related to the preparation and presentation of Separate Financial Statements. In preparing these Financial Statements, the Board of Directors is required to:

- Select suitable accounting policies and apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, and whether there are any material departures disclosed and explained in the Separate Financial Statements;
- Prepare the Separate Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business;
- Design and implement an effective internal control system for the purpose of preparing and presenting Separate Financial Statements reasonably to mitigate risks and fraud.

REPORT OF THE BOARD OF GENERAL DIRECTORS (CONTINUED)

THE BOARD OF GENERAL DIRECTORS' RESPONSIBILITIES (CONTINUED)

The Board of General Directors confirms that the Company has complied with the above requirements in preparing these Separate Financial Statements.

The Board of General Directors is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Company and that the Separate Financial Statements comply with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and related legal regulations on the preparation and presentation of Separate Financial Statements. In addition, the Board of Management is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

OTHER COMMITMENTS

The Board of Directors commits that the Company does not violate the obligation to disclose information as prescribed in Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance on information disclosure in the securities market, complies with the regulations in Decree No. 155/2020/ND-CP dated December 31, 2020 of the Government detailing the implementation of a number of articles of the Securities Law and Circular No. 116/2020/TT-BTC dated December 31, 2020 of the Ministry of Finance guiding a number of articles on corporate governance applicable to public companies under Decree No. 155/2020/ND-CP.

For and on behalf of the Board of General Directors,



Nguyễn Đức Thang

General Director

Lao Cai, 28 March 2025

Số: 355/2025/UHYHN-BCKT

INDEPENDENT AUDITORS' REPORT

**To: The Shareholders, Board of Management and Board of General Directors
Lao Cai Mineral Exploitation and Processing Joint Stock Company**

We have audited the accompanying Separate Financial Statements of Lao Cai Mineral Exploitation and Processing Joint Stock Company ("the Company") prepared on 28 March 2025, as set out on pages 06 to 27, including: Separate Statement of Financial position as at 31 December 2024, Separate Statement of Income, Separate Statement of Cash flows and Notes to Separate Financial Statements for the year ended as at 31 December 2024.

Board of General Directors' Responsibility

The Company's Board of General Directors is responsible for preparation and presentation of the Separate Financial Statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of the Separate Financial Statements and for such internal control as the Board of General Directors determines is necessary to enable the preparation and presentation of the Separate Financial Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Separate Financial Statements based on our audit conducted in accordance with Vietnamese Standards on Auditing. However, due to the matter described in the section "Basis for Disclaimer of Opinion", we were unable to obtain sufficient and appropriate audit evidence to serve as the basis for forming an audit opinion.

Basis for Disclaimer of Opinion

As of December 31, 2024, the item "Other short-term receivables" includes an advance payment to certain of officers and employees to carry out production and business activities with an amount of VND 3,500,000,000. We have not been provided with sufficient documentation regarding the utilization of these advances. Although the Board of General Directors has assessed these advances as recoverable and not affecting the loss of the company's assets, however, up to the time of issuing this report, we have not been able to assess the reasonableness of the balance of these advances as well as the purpose of using these advances.

We were unable to obtain sufficient appropriate audit evidence regarding the Board of General Directors's assessment of the recoverability of unsecured individual loan receivables in cash, amounting to VND 40,500,000,000 as of December 31, 2024. Accordingly, we could not determine whether it is necessary to make a provision for receivables or adjust the related items in the Company's Separate Financial Statements.

We have not received the financial statements and audited financial statements of Van Son Green Environment Cooperative (the Company's associate), in which the original investment value is VND 24,150,000,000. Alternative procedures could not be performed. Accordingly, we are unable to assess the net value and provision for impairment of this investment (if any) as well as their impact on the items related to the Company's Separate Financial Statements.

INDEPENDENT AUDITORS' REPORT (CONTINUED)

According to the audited Financial Statement of the Subsidiary - Gia Long Hoa Binh Joint Stock Company ("Gia Long"), the auditor issued a disclaimer of opinion due to the pervasive nature of the issues that led to the disclaimer *"Unable to assess the net value of the Investment in an Associate Company with a value of VND 23.8 billion, unable to assess the ability to recover the receivables for long-term loans with a value of VND 14.6 billion; unable to obtain documentation for advance payments with a value of VND 32 billion, and unable to assess the going concern assumption"*. However, during the year, the Board of General Directors reversed the provision for the investment in Gia Long with a value of VND 914 million. We were unable to obtain sufficient appropriate evidence regarding the Board of General Directors' assessment regarding this provision reversal, the net value of the investment, any additional required provision, or the impact of these factors on other relevant items in the Company's Separate Financial Statements.

As of December 31, 2024, the Company's accumulated loss was VND 136,442,802,965, equivalent to 55% of its owners' equity. Current liabilities exceeded current assets by VND 1,222,326,332. Borrowings and finance leases with a value of VND 2,230,000,000 were overdue. These factors, together with the issues presented by the Company in Note 2.4, indicate that there is a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. At the time of issuance of this report, we do not have sufficient basis to express an opinion on whether the Company's going concern assumption is appropriate or not.

Disclaimer of Opinion

Due to the significance of the matters described in the "Basis for Disclaimer of Opinion" section, we were unable to obtain sufficient and appropriate audit evidence to serve as the basis for giving an audit opinion. As a result, we do not give an audit opinion on the accompanying Separate Financial Statements.

Hà Nội, 28 March 2025

HANOI BRANCH - UHY AUDITING AND CONSULTING COMPANY LIMITED



DANG MINH DUC – Director
Registered Auditor No.: 4885-2025-112-1

LAI TRUONG DUONG - Auditor
Registered Auditor No.: 3392-2021-112-1

Form B01a-DN

SEPARATE STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

ASSETS	Code	Note	31/12/2024 VND	01/01/2024 VND
CURRENT ASSETS	100		17,474,699,762	19,143,440,333
Cash and cash equivalents	110	4	102,459,083	494,386,456
Cash	111		102,459,083	494,386,456
Short-term receivables	130		17,201,987,305	18,455,643,109
Short-term trade receivables	131	6	15,814,755,771	3,360,882,771
Short-term prepayments to suppliers	132	7	492,679,428	492,679,428
Other short-term receivables	136	9	4,207,434,876	17,914,963,680
Provision for short-term doubtful debts	137		(3,312,882,770)	(3,312,882,770)
Other short-term assets	150		170,253,374	193,410,768
Deductible VAT	152		170,253,374	193,410,768
NON-CURRENT ASSETS	200		119,049,243,010	104,134,570,019
Long-term receivables	210		40,500,000,000	26,500,000,000
Long-term loan receivable	215	8	40,500,000,000	26,500,000,000
Tangible fixed assets	221	10	-	-
- Historical cost	222		7,798,830,541	7,798,830,541
- Accumulated depreciation	223		(7,798,830,541)	(7,798,830,541)
Long-term investments	250	5	78,549,243,010	77,634,570,019
Investments in subsidiaries	251		171,000,000,000	171,000,000,000
Investments in joint ventures and associates	252		24,150,000,000	24,150,000,000
Provision for devaluation of long-term investments	254		(116,600,756,990)	(117,515,429,981)
TOTAL ASSETS	270		136,523,942,772	123,278,010,352

Form B01a-DN

SEPARATE STATEMENT OF FINANCIAL POSITION (CONTINUED)

As at 31 December 2024

CAPITAL	Code	Note	31/12/2024 VND	01/01/2024 VND
LIABILITIES	300		18,697,026,094	7,080,220,289
Current liabilities	310		18,697,026,094	7,080,220,289
Short-term trade payables	311	11	13,207,000,000	1,622,368,195
Short-term accrued expenses	315	13	431,545,116	431,545,116
Other short-term payables	319	14	32,174,000	-
Short-term borrowings and finance lease liabilities	320	12	2,230,000,000	2,230,000,000
Bonus and welfare fund	322		2,796,306,978	2,796,306,978
OWNER'S EQUITY	400		117,826,916,678	116,197,790,063
Owner's equity	410	15	117,826,916,678	116,197,790,063
Contributed capital	411		246,330,000,000	246,330,000,000
- Ordinary shares with voting rights	411a		246,330,000,000	246,330,000,000
Treasury shares	415		(1,910,000)	(1,910,000)
Development and investment funds	418		5,145,322,665	5,145,322,665
Other reserves	420		2,796,306,978	2,796,306,978
Retained earnings	421		(136,442,802,965)	(138,071,929,580)
- Retained earnings accumulated till the end of the previous year	421a		(138,071,929,580)	(141,367,312,890)
- Retained earnings of the current year	421b		1,629,126,615	3,295,383,310
TOTAL CAPITAL	440		136,523,942,772	123,278,010,352

Lao Cai, 28 March 2025

Preparer

Chief Accountant

General Director

Handwritten signature of Nguyen Thi Hoa

Handwritten signature of Nguyen Thi Hoa



Nguyen Thi Hoa

Nguyen Thi Hoa

Nguyen Duc Thang

Form B02-DN

SEPARATE STATEMENT OF INCOME
Year 2024

Items	Code	Note	Year 2024	Year 2023
			VND	VND
Revenue from sales of goods and rendering of services	01	16	13,036,016,667	26,157,176,478
Revenue deductions	02		-	-
Net revenue from sales of goods and rendering of services	10		13,036,016,667	26,157,176,478
Cost of goods sold and services rendered	11	17	12,588,000,000	25,849,702,449
Gross profit from sales of goods and rendering of services	20		448,016,667	307,474,029
Financial income	21	18	1,234,532,661	1,642,533,927
Financial expense	22	19	(909,748,480)	(2,408,924,797)
<i>In which: Interest expense</i>	23		-	-
Selling expense	25		-	-
General and administrative expense	26	20	963,171,193	1,063,549,443
Net profit from operating activities	30		1,629,126,615	3,295,383,310
Other income	31		-	-
Other expense	32		-	-
Other profit	40		-	-
Total net profit before tax	50		1,629,126,615	3,295,383,310
Current corporate income tax expense	51	22	-	-
Deferred corporate income tax expense	52		-	-
Profit after corporate income tax	60		1,629,126,615	3,295,383,310

Lao Cai, 28 March 2025

Preparer

Chief Accountant

General Director






Nguyen Thi Hoa

Nguyen Thi Hoa

Nguyen Duc Thang

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

Form B03-DN

SEPARATE STATEMENT OF CASH FLOW
(By indirect method)
Year 2024

Items	Code	Note	Year 2024 VND	Year 2023 VND
Cash flows from operating activities				
Profit before tax	1		1,629,126,615	3,295,383,310
Adjustment for				
Provisions	03		(914,672,991)	(2,414,556,309)
Gains (losses) from investment	05		(1,234,532,661)	(1,642,533,927)
Operating profit before changes in working capital	08		(520,079,037)	(761,706,926)
Increase or decrease in receivables	09		(7,431,945,902)	(3,478,307,204)
Increase or decrease in payables (excluding interest payable/ corporate income tax payable)	11		11,616,805,805	1,580,701,528
Net cash flow from operating activities	20		3,664,780,866	(2,659,312,602)
Cash flows from investing activities				
Loans and purchase of debt instruments from other entities	23		(40,500,000,000)	-
Collection of loans and resale of debt instrument of other entities	24		26,500,000,000	500,000,000
Interest and dividend received	27		9,943,291,761	33,927
Net cash flow from investing activities	30		(4,056,708,239)	500,033,927
Cash flows from financing activities				
Proceeds from borrowings	33		-	2,230,000,000
Net cash flow from financing activities	40		-	2,230,000,000
Net cash flows in the year	50		(391,927,373)	70,721,325
Cash and cash equivalents at the beginning of the year	60	4	494,386,456	423,665,131
Cash and cash equivalents at the end of the year	70	4	102,459,083	494,386,456

Lao Cai, 28 March 2025

Preparer

Chief Accountant

General Director



Nguyen Thi Hoa

Nguyen Thi Hoa

Nguyen Duc Thang

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

1. GENERAL INFORMATION OF THE COMPANY

1.1 FORM OF OWNERSHIP

Lao Cai Mineral Exploitation and Processing Joint Stock Company, ("the Company") is a Joint Stock Company established and operating under the Enterprise Registration Certificate No. 1202000192 dated September 18, 2002 issued by the Lao Cai Authority of Planning and Investment. The Company has the most recent registered Business Registration Certificate No. 5300208618, registered for the 18th time on June 5, 2020.

The company's head office: No. 28B, Phan Dinh Giot Street, Lao Cai Ward, Lao Cai City, Lao Cai Province.

1.2 BUSINESS ACTIVITIES

The Company's main business activities: Mining of rare metal ores and commercial business.

1.3 MAIN PRODUCTION AND BUSINESS ACTIVITIES

Main business activities of the Company:

- Mining of precious metal ores (Details: Mining, processing, and trading of ferrous and non-ferrous metal ores);
- Other specialized wholesale not elsewhere classified.

1.4 NORMAL BUSINESS AND PRODUCTION CYCLE

The Company's normal production and business cycle is carried out within 12 months.

The number of employees of the Company as at 31 December 2024 is 12 people (as at 31/12/2023: 12 people).

1.5 CORPORATE STRUCTURE

List of Subsidiaries; Joint Ventures and Associates:

	Direct benefit rate	Voting rate	Main Business Activities
Investment in subsidiaries			
- Gia Long Hoa Binh Joint Stock Company	95%	95%	Mining of other non- ferrous metal ores
Investment in joint ventures, associates			
- Van Son Green Environment Cooperative	35 %	35 %	Crop cultivation service activities

**1.6 DECLARATION OF COMPARATABILITY OF INFORMATION IN SEPARATE
FINANCIAL STATEMENTS**

The comparative figures in the Separate Statement of Financial position and the corresponding Notes are the figures from the audited Financial statements of the Company for the fiscal year ended December 31, 2023.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

2. STANDARDS AND APPLICABLE ACCOUNTING POLICIES

2.1 STANDARDS AND APPLICABLE ACCOUNTING POLICIES

The Company applies Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System issued under Circular 200/2014/TT-BTC issued by the Ministry of Finance on December 22, 2014 on guidance on the Enterprise Accounting System, Circular No. 153/2016/TT-BTC dated March 21, 2016 of the Ministry of Finance amending and supplementing a number of articles of Circular 200/2014/TT.

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

2.2 FISCAL YEAR

The Company's fiscal year commences from January 01 and ends as at December 31 of the calendar year. The financial statement is prepared for the period from January 1, 2024 to December 31, 2024.

2.3 DECLARATION OF COMPLIANCE WITH ACCOUNTING STANDARDS AND ACCOUNTING SYSTEM

The Company's Separate Financial Statements are prepared and presented to ensure compliance with the requirements of Vietnamese Accounting Standards and the current Vietnamese Corporate Accounting Standards and legal regulations related to prepare and present the financial statements.

In particular, accounting standard No. 28 - Segment reporting has not been applied by the Company in presenting this Financial Statement.

2.4 GOING CONCERN ASSUMPTION

The financial statements have been prepared on a going concern basis, assuming that the Company will be able to utilize its assets and settle its liabilities in the normal course of business in the foreseeable future.

As of December 31, 2024, the Company's accumulated losses was VND 136,442,802,965, equivalent to 55% of its owners' equity, current liabilities exceeded current assets by VND 1,222,326,332. Borrowings and finance leases with a value of VND 2,230,000,000 were overdue. This matter shows the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern in the future.

During the year, the company's main business activities were at a moderate level, with low gross profit insufficient to cover administrative expenses. At the date of preparing these Separate Financial Statements, the Company is still looking for new, more effective business activities and restructuring financial investments. Therefore, the Company's Board of General Directors is still preparing financial statements on going concern assumption.

Accordingly, the accompanying financial statements have been prepared on a going concern basis.

3. SIGNIFICANT ACCOUNTING POLICIES

The following are the important accounting policies applied by the Company in preparing these financial statements:

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

3.1 FINANCIAL INSTRUMENTS

Particularly, Circular No. 210/2009/TT-BTC dated 06/11/2009 of the Ministry of Finance guiding the application of International Accounting Standards on the presentation of financial statements and information disclosure for financial instruments has not been applied by the Company in the presentation of these financial statements.

3.2 ACCOUNTING ESTIMATES

The preparation of financial statements in compliance with Vietnamese Accounting Standards requires the Board of General Directors to make estimates and assumptions that affect the reported data on liabilities, assets and presentation of contingent liabilities and assets at the date of preparation of the financial statements as well as reported figures on revenues and expenses throughout the fiscal year. Actual operating results may differ from estimates and assumptions.

3.3 CASH AND CASH EQUIVALENTS

Cash comprises cash on hand, cash in banks and term deposits. Cash equivalents are short-term investments with a redemption period or maturity of no more than 3 months from the date of purchase, are easily convertible into a specified amount of cash and without much risk in conversion into cash.

3.4 FINANCIAL INVESTMENTS

Investments in associates

An associate is an entity in which the Company has significant influence but not control over the financial and operational policies and is neither a subsidiary nor a joint venture of the Company. Significant influence is the power to participate in the financial and operating policy decisions of the investee but does not include control or joint control over those policies.

Investments in joint ventures and associates are initially recognized at original cost, including the purchase price or capital contribution plus directly attributable investment costs. In case of investment in non-monetary assets, the cost of the investment is recognized at the fair value of the non-monetary assets at the time of the transaction.

Dividends and profits from periods prior to the investment being purchased are recognized as a reduction in the value of the investment itself. Dividends and profits from periods subsequent to the investment being purchased are recognized as revenue. Dividends received in shares are only tracked by the number of shares increased, not the value of shares received/recorded at par value

Provision for losses on investments in joint ventures and associates is made at the time of preparing the financial statements. When investments in joint ventures and associates have decreased compared to the original value, the Company makes provisions as follows:

- For investments in subsidiaries, joint ventures, and associates whose shares are listed on the market or the fair value of the investment is reliably determined, the provision is based on the market value of the shares.
- For investments where the fair value cannot be determined at the reporting date, the provision is calculated as the difference between the actual contributed capital of the parties in the joint venture or associate and the actual owners' equity, multiplied by the Company's ownership percentage compared to the total actual contributed capital of all parties in the joint venture or associate.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

Investments in subsidiaries

An investment is classified as an investment in a subsidiary when the company has control over the investee. Control refers to the power to govern the financial and operating policies of a business or economic activity to derive economic benefits from its operations.

An investment is considered to grant control over the investee when the company holds more than 50% of ownership rights, unless those ownership rights do not confer control. However, even without holding more than 50% ownership, the company may still have control if it:

- (i) Holds more than 50% of the voting rights due to an agreement with other investors;
- (ii) Has the power to govern the financial and operational policies of the investee through a statute or agreement;
- (iii) Has the authority to appoint or remove the majority of the Board of Directors (or an equivalent management body) of the investee; or
- (iv) Has the right to vote on key decisions in Board meetings (or equivalent management meetings) of the investee.

The initial recognition date of an investment in a subsidiary acquired during the period is the date when the company obtains actual control over the investee. In the company's Separate Financial Statements, investments in subsidiaries are recorded at cost (purchase price and directly related purchase costs), less any provision for investment impairment. The impairment provision is based on the cumulative losses of the subsidiary as reported in its financial statements and may be reversed when the subsidiary returns to profitability. Any increase or decrease in the investment impairment provision is recorded as a financial expense for the period.

3.5 RECEIVABLES

Receivables are presented at book value less provisions for doubtful debts.

The classification of receivables as trade receivables, internal receivables and other receivables is carried out according to the following principles:

Receivables from customers reflect receivables of a commercial nature arising from purchase - sale transactions between the Company and buyers who are independent units of the Company, including receivables from the sale of exported goods entrusted to other units.

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

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

- For overdue receivables:
 - 30% of the value for receivables overdue from more than 6 months to less than 1 year;
 - 50% of the value for receivables overdue from 1 year to less than 2 years;
 - 70% of the value for receivables overdue from 2 years to less than 3 years;
 - 100% of the value for receivables overdue from 3 years or more.
- For receivables that are not overdue but are unlikely to be recovered: set up provisions based on expected loss level.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

3.6 TANGIBLE FIXED ASSETS

Tangible fixed assets are presented at historical cost less accumulated depreciation. The historical cost of tangible fixed assets includes all costs that the Company has to spend to acquire the fixed asset up to the time the asset is put into a ready-to-use state. Costs incurred after initial recognition are only recorded as an increase in the historical cost of a fixed asset if these costs definitely increase future economic benefits due to the use of that asset. Costs incurred that do not satisfy the above conditions are recorded as production and business costs during the year.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives. Tangible fixed assets are classified into groups based on their nature and intended use in the Company's production and business activities. The specific depreciation period is as follows:

<i>Type of fixed asset</i>	<i>Useful life (years)</i>
- Buildings and structures	25 - 45
- Machinery and equipment	06 - 10
- Transportation and transmission vehicles	06 - 10
- Office equipment	03 - 06

3.7 PREPAID EXPENSES

Prepaid expenses include actual expenses incurred that relate to the operating results of multiple financial years. Prepaid expenses comprise: tools and equipment issued for use awaiting allocation and other prepaid expenses.

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

3.8 PAYABLES

The payables are payments to suppliers and other entities. Payables comprise payables to suppliers, internal payables and other payables. Payables are not recognized as lower than payment obligations.

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

- Payables to suppliers include trade payables arising from transactions of purchasing goods, services, and assets from independent entities. This also includes payables between the parent company and its subsidiaries, as well as joint ventures and associates. These payables also include amounts due for imports made through an entrusted importer (in consignment import transactions);
- Other payables include non-commercial payables, not related to transactions of purchasing, selling or providing goods and services.

Payables are tracked in detail according to each entity and the due date.

3.9 OWNER'S EQUITY

Owner's equity

Owner's equity is stated at actually contributed capital of shareholders/member/owners and approved by the relevant regulatory authorities (if any).

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

Capital surplus

Share premium is recognized based on the difference between the issue price and the par value of shares during the initial issuance, additional issuance, the difference between the reissue price and the book value of treasury shares, and the equity component of convertible bonds upon maturity. Direct costs related to the additional issuance of shares and the re-issuance of treasury shares are deducted from the share premium.

Treasury shares

When the Company repurchases its issued shares, the payment amount, including any transaction-related costs, is recorded as treasury shares and recognized as a deduction from equity. When reissued, the difference between the re-issue price and the book value of the treasury shares is recorded in "Share Premium".

3.10 REVENUE AND INCOME

Revenue from sale of goods

Revenue from the sale of goods and finished products is recognized when all of the following conditions are simultaneously satisfied:

- The Company has transferred most of the risks and benefits associated with ownership of products or goods to the buyer;
- The company no longer holds the right to manage the goods as the owner of the goods or the right to control the goods;
- The revenue can be measured reliably. When a contract stipulates that the buyer has the right to return goods already purchased under specific conditions, revenue is only recognized when those specific conditions cease to exist, and the buyer no longer has the right to return the goods (except in cases where customers have the right to return goods in exchange for other goods or services);
- The Company has obtained or will receive economic benefits from the sales transaction;
- Identify costs related to sales transactions.

Revenue from providing services

Revenue from service transactions is recognized when the outcome of the transaction can be reliably determined. In case, the services are performed in many periods, revenue is recognized in the period according to the results of the work completed at the end of the accounting period. The result of a service transaction is determined when all of the following conditions are satisfied:

- The revenue can be measured reliably. When a contract stipulates that the buyer has the right to return services already purchased under specific conditions, revenue is only recognized when those specific conditions cease to exist, and the buyer no longer has the right to return the services provided;
- Ability to obtain economic benefits from the transaction providing that service;
- Determine the work completed at the end of the fiscal year;
- Determine the costs incurred for the transaction and the costs to complete the service transaction;

3.11 FINANCIAL INCOME

Interest from long-term investments is estimated and recognized as the right to receive interest from the investee companies.

Deposit interest is recognized based on the bank's periodic announcements. Loan interest income is recognized based on actual time and interest rate of each period.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

3.12 FINANCIAL EXPENSES

Financial expenses recorded in the Statement of Income are the total financial expenses incurred in the period, without offsetting against financial income, including interest expenses, exchange rate differences,...

3.13 TAX AND OTHER PAYABLES TO THE STATE BUDGET

Value added tax (VAT)

The enterprise applies VAT declaration and calculation according to the guidance of the current tax law.

Other taxes

Other taxes and fees are declared and paid to the local tax authorities in compliance with the applicable tax laws in Vietnam.

3.14 RELATED PARTIES

Related parties are entities or individuals that have control or significant influence over the financial and operating policy decisions of another party. Related parties include:

- Entities that have control, are controlled directly or indirectly through one or more intermediaries, or are under common control with the Company. This includes the parent company, subsidiaries within the Group, joint ventures, jointly controlled entities, and associates;
- Individuals who, directly or indirectly, hold voting rights in the reporting entities that result in significant influence over such entities. This also includes key management personnel responsible for planning, directing, and controlling the Company's activities, as well as their close family members;
- Entities in which the aforementioned individuals directly or indirectly hold voting rights or have significant influence.

When assessing related party relationships, the substance of the relationship is considered rather than merely the legal form. Accordingly, all transactions and balances with related parties are disclosed in the following Notes.

4. CASH AND CASH EQUIVALENT

	31/12/2024	01/01/2024
	VND	VND
- Cash on hand	98,506,932	492,223,584
- Demand deposit	3,952,151	2,162,872
Total	102,459,083	494,386,456

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

5. FINANCIAL INVESTMENTS

	31/12/2024		01/01/2024	
	Original cost VND	Provision VND	Fair value VND	Original cost VND
- Investments in subsidiaries <i>Gia Long Hoa Binh Joint Stock Company</i>	171,000,000,000	(116,580,022,244)	(*)	171,000,000,000
	171,000,000,000	(116,580,022,244)	(*)	171,000,000,000
- Investments in joint ventures or associates + <i>Van Son Green Environment Cooperative</i>	24,150,000,000	(20,734,746)	(*)	24,150,000,000
	24,150,000,000	(20,734,746)	(*)	24,150,000,000
Total	195,150,000,000	(116,600,756,990)	(*)	195,150,000,000
				(117,515,429,981)

(*) According to Circular No. 200/TT-BTC dated December 22, 2014, the fair value of investments must be disclosed. However, as of December 31, 2024, the Company has only been able to assess the fair value of investments in listed companies. For unlisted companies, the Company has not determined the fair value of these financial investments due to the lack of specific guidance on fair value determination under Vietnamese Accounting Standards and the Vietnamese Enterprise Accounting System.

Details of the Company's investments as at December 31, 2024 are as follows::

	Address	Direct benefit ratio	Voting rate	Main business activities
Investments in subsidiaries				
- Gia Long Hoa Binh Joint Stock Company	Tan Lap Hamlet, Tan Vinh Commune, Luong Son District, Hoa Binh Province	95%	95%	Mining of other non-ferrous metal ores
Investments in joint ventures or associates				
- Van Son Green Environment Cooperative	Phe Village, Van Son Commune, Son Dong District, Bac Giang Province	35%	35%	Crop cultivation service activities

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

6. TRADE RECEIVABLES

	31/12/2024		01/01/2024	
	Value VND	Provision VND	Value VND	Provision VND
Short-term	15,814,755,771	3,312,882,771	3,360,882,771	3,312,882,771
- Gia Long Hoa Binh Joint Stock Company	3,312,882,771	3,312,882,771	3,312,882,771	3,312,882,771
- An Phat Agricultural Services Technical and Trading Joint Stock Company	2,472,333,000	-	-	-
- Honglam Xuanthanh Joint Stock Company	9,981,540,000	-	-	-
- Others	48,000,000	-	48,000,000	-
Total	15,814,755,771	3,312,882,771	3,360,882,771	3,312,882,771

Trade receivables from related parties: Details are presented in Note 24.1

7. PREPAYMENTS TO SUPPLIES

	31/12/2024		01/01/2024	
	Value VND	Provision VND	Value VND	Provision VND
Short-term	492,679,428	-	492,679,428	-
- Vietland Auditing and Consulting Company Limited	404,700,000	-	404,700,000	-
- Others	87,979,428	-	87,979,428	-
Total	492,679,428	-	492,679,428	-

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

8. LOAN RECEIVABLES

	31/12/2024		01/01/2024	
	Value VND	Provision VND	Value VND	Provision VND
Long-term	40,500,000,000	-	26,500,000,000	-
- Mrs. Nguyen Thi Hoang Hao	-	-	9,000,000,000	-
- Mrs. Nguyen Thi Tuyen	-	-	5,500,000,000	-
- Mrs. Pham Thi Huong	-	-	7,000,000,000	-
- Mr. Nguyen Van Phong	-	-	5,000,000,000	-
- Mr. Nguyen Tien Thinh (*)	5,000,000,000	-	-	-
- Mr. Nguyen Tien Dat (*)	5,000,000,000	-	-	-
- Mr. Nguyen Tho Tien (*)	6,000,000,000	-	-	-
- Mrs. Nguyen Thi My Nuong (*)	8,000,000,000	-	-	-
- Mrs. Ho Thi Bich Ly (*)	5,500,000,000	-	-	-
- Mrs. Trinh Thi Ngoc Chau (*)	6,000,000,000	-	-	-
- Mrs. Truong Thi Thuy Ha (*)	5,000,000,000	-	-	-
Total	40,500,000,000	-	26,500,000,000	-

(*) Loans receivable from individuals bear an interest rate of 3% per annum, have a loan term of 24 months, are unsecured, and were disbursed in cash.

LAO CAI MINERAL EXPLOITING PROCESSING JOINT STOCK COMPANY

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NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

9. OTHER SHORT-TERM RECEIVABLES

	31/12/2024		01/01/2024	
	Value VND	Provision VND	Value VND	Provision VND
Short-term	4,207,434,876	-	17,914,963,680	-
- Advances	3,500,000,000	-	8,500,000,000	-
- Interest receivables from loans	633,863,011	-	9,342,611,111	-
- Others	73,571,865	-	72,352,569	-
Long-term	-	-	-	-
Total	4,207,434,876	-	17,914,963,680	-

10. TANGIBLE FIXED ASSETS

	Building, structures VND	Machinery, equipment VND	Means of Transportation, transmission VND	Office equipment VND	Total VND
HISTORICAL COST					
01/01/2024	4,225,532,029	2,518,692,880	963,104,633	91,501,000	7,798,830,542
31/12/2024	4,225,532,029	2,518,692,880	963,104,633	91,501,000	7,798,830,542
ACCUMULATED DEPRECIATION					
01/01/2024	(4,225,532,029)	(2,518,692,880)	(963,104,633)	(91,501,000)	(7,798,830,542)
31/12/2024	(4,225,532,029)	(2,518,692,880)	(963,104,633)	(91,501,000)	(7,798,830,542)
NET BOOK VALUE					
01/01/2024	-	-	-	-	-
31/12/2024	-	-	-	-	-
- The historical cost of tangible fixed assets that have been fully depreciated but are still in use: VND 7,798,830,542					

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

11. TRADE PAYABLES

	31/12/2024		01/01/2024	
	Outstanding balance VND	Amount can be paid VND	Outstanding balance VND	Amount can be paid VND
Short-term				
- Son Luong Silk Cooperative	13,207,000,000	13,207,000,000	1,622,368,195	1,622,368,195
- Chan Thinh Green Environment Cooperative	12,100,000,000	12,100,000,000	664,592,366	664,592,366
- Others	988,000,000	988,000,000	849,775,829	849,775,829
	119,000,000	119,000,000	108,000,000	108,000,000
Total	13,207,000,000	13,207,000,000	1,622,368,195	1,622,368,195

12. BORROWINGS AND FINANCE LEASE LIABILITIES

Items	During the year				01/01/2024	
	Outstanding balance VND	Amount can be paid VND	Increase VND	Decrease VND	Outstanding balance VND	Amount can be paid VND
Short-term borrowings	2,230,000,000	2,230,000,000	-	-	2,230,000,000	2,230,000,000
Viet Nam Hospital Investment Joint Stock Company (*)	2,230,000,000	2,230,000,000	-	-	2,230,000,000	2,230,000,000
Total	2,230,000,000	2,230,000,000	-	-	2,230,000,000	2,230,000,000

(*) Loan Agreement No. 01/HĐV/LCM-BVVN dated December 13, 2023, between Vietnam Hospital Investment Joint Stock Company and Lao Cai Mineral Exploitation and Processing Joint Stock Company. The loan amount is VND 2,230,000,000, with a 0% interest rate, a loan term of 6 months, and is intended for business purposes. The loan is unsecured.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

13. ACCRUED EXPENSES

	31/12/2024	01/01/2024
	VND	VND
Short-term	431,545,116	431,545,116
- Audit costs	404,700,000	404,700,000
- Others	26,845,116	26,845,116
Total	431,545,116	431,545,116

14. OTHER PAYABLES

	31/12/2024	01/01/2024
	VND	VND
Short-term	32,174,000	-
- Social insurance	32,174,000	-
Total	32,174,000	-

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

15. OWNER'S EQUITY

15.1 CHANGES IN OWNER'S EQUITY

Items	Contributed capital	Treasury shares	Investment and Development funds	Other reserves	Retained earnings	Total
	VND	VND	VND	VND	VND	VND
01/01/2023	246,330,000,000	(1,910,000)	5,145,322,665	2,796,306,978	(141,367,312,890)	112,902,406,753
Profit for previous - year	-	-	-	-	3,295,383,310	3,295,383,310
31/12/2023	246,330,000,000	(1,910,000)	5,145,322,665	2,796,306,978	(138,071,929,580)	116,197,790,063
01/01/2024	246,330,000,000	(1,910,000)	5,145,322,665	2,796,306,978	(138,071,929,580)	116,197,790,063
- Profit for the year	-	-	-	-	1,629,126,615	1,629,126,615
31/12/2024	246,330,000,000	(1,910,000)	5,145,322,665	2,796,306,978	(136,442,802,965)	117,826,916,678

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

15. OWNER'S EQUITY (CONTINUED)

15.2 CAPITAL TRANSACTIONS WITH OWNERS AND DISTRIBUTION OF DIVIDENDS AND PROFITS

	Year 2024 VND	Year 2023 VND
Owner's contributed capital		
+ At the beginning of the year	246,330,000,000	246,330,000,000
+ Increase in year	-	-
+ Decrease in year	-	-
+ At the end of the year	246,330,000,000	246,330,000,000
- Distributed dividends and profit	-	-

15.3 SHARE

	31/12/2024 Share	01/01/2024 Share
Quantity of authorized issuing shares	246,330,000	246,330,000
Quantity of issued shares to the public	246,330,000	246,330,000
+ Common shares	246,330,000	246,330,000
+ Preference shares		
Quantity of shares repurchased	191	191
+ Common shares	191	191
+ Preference shares		
Quantity of outstanding shares in circulation	24,632,809	24,632,809
+ Common shares	24,632,809	24,632,809
+ Preference shares	-	-
<i>Par value of shares outstanding (VND/Share)</i>	<i>10,000</i>	<i>10,000</i>

15.4 FUNDS

	31/12/2024 VND	01/01/2024 VND
Investment and development fund	5,145,322,665	5,145,322,665
Other equity funds	2,796,306,978	2,796,306,978

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

16. REVENUE FROM SALE OF GOODS AND RENDERING OF SERVICES

	Year 2024	Year 2023
	VND	VND
Revenue	13,036,016,667	26,157,176,478
- Revenue from sale of goods	1,118,000,000	-
- Revenue from rendering of services	11,918,016,667	26,157,176,478
Total	13,036,016,667	26,157,176,478

17. COST OF GOODS SOLD AND RENDERING OF SERVICES

	Year 2024	Year 2023
	VND	VND
- Cost of finished goods sold	988,000,000	-
- Cost of goods sold and rendering of services	11,600,000,000	25,849,702,449
Total	12,588,000,000	25,849,702,449

18. FINANCIAL INCOME

	Year 2024	Year 2023
	VND	VND
- Gain on bank deposits and loans	1,234,532,661	1,642,533,927
Total	1,234,532,661	1,642,533,927

19. FINANCIAL EXPENSES

	Year 2024	Year 2023
	VND	VND
- Reversal of provision for devaluation of trading securities and investment losses	(914,672,991)	(2,414,556,309)
- Others	4,924,511	5,631,512
Total	(909,748,480)	(2,408,924,797)

20. SELLING EXPENSES AND GENERAL ADMINISTRATIVE EXPENSES

	Year 2024	Year 2023
	VND	VND
General administrative expenses	963,171,193	1,063,549,443
- Labour cost	756,240,000	719,002,000
- Tax and fees expenses	3,000,000	3,000,000
- Outsourced services	164,050,256	325,238,356
- Other monetary cost	39,880,937	16,309,087
Total	963,171,193	1,063,549,443

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NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

21. BUSINESS AND PRODUCTIONS COST BY ITEMS

	Year 2024	Year 2023
	VND	VND
- Labour cost	756.240.000	719.002.000
- Outsourced services	11.764.050.256	26.174.940.805
- Other monetary cost	42.880.937	19.309.087
Total	12.563.171.193	26.913.251.892

22. CURRENT CORPORATE INCOME TAX EXPENSES

	Year 2024	Year 2023
	VND	VND
Total profit before tax	1,629,126,615	3,295,383,310
Non-deductible expense	(1,629,126,615)	(3,295,383,310)
- Carry forward losses from previous years	(1,629,126,615)	(3,295,383,310)
Total taxable income in the year	-	-
Current corporate income tax rate	20%	20%
Estimated corporate income tax payable	-	-
Total current CIT expenses	-	-

23. OTHER INFORMATION

23.1 INFORMATION ABOUT RELATED PARTIES

During the fiscal year ending December 31, 2024, the Company had transactions with related parties including:

Related parties	Relationship
Gia Long Hoa Binh Joint Stock Company	Subsidiary

Balance with related parties

Related parties	Items	31/12/2024 VND	01/01/2024 VND
Gia Long Hoa Binh Joint Stock Company	Trade receivables	3,312,882,771	3,312,882,771

The incomes of key members in the year are as follows:

	Year 2024 VND	Year 2023 VND
Board of General Directors		
Mr. Nguyen Duc Thang	96,000,000	96,000,000
Board of Management		
Mr. Hoang Quoc Tung	60,000,000	60,000,000
Total	156,000,000	156,000,000

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JOINT STOCK COMPANY**

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For the fiscal year ended December 31, 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

23.2 COMPARATIVE FIGURES

The comparative figures is the figures on the audited Financial Statements for the fiscal year ended 31 December 2023 of Lao Cai Mineral Exploitation and Processing Joint Stock Company which has been audited.

Lao Cai, 28 March 2025

Preparer

Chief Accountant

General Director



Nguyen Thi Hoa

Nguyen Thi Hoa

Nguyen Duc Thang