

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**
AUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024



TABLE OF CONTENTS

<u>CONTENT</u>	<u>PAGE(S)</u>
STATEMENT OF THE BOARD OF GENERAL DIRECTORS	2 - 3
INDEPENDENT AUDITOR'S REPORT	4 - 6
CONSOLIDATED BALANCE SHEET	7 - 8
CONSOLIDATED INCOME STATEMENT	9
CONSOLIDATED CASH FLOW STATEMENT	10 - 11
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS	12 - 56

STATEMENT OF THE BOARD OF GENERAL DIRECTORS

The Board of General Directors of Vietnam Engine And Agricultural Machinery Corporation (hereinafter referred to as the "Corporation") presents this report together with the audited consolidated financial statements for the year ended 31 December 2024.

BOARD OF MANAGEMENT AND BOARD OF GENERAL DIRECTORS

The members of the Board of Management and the Board of General Directors of the Corporation who held office during the year and up to the date of this report are as follows:

Board of Management

Mr. Ngo Khai Hoan	Chairman	Appointed on 20 June 2024
Mr. Nguyen Khac Hai	Chairman	Resigned on 20 June 2024
Mr. Nguyen Hoang Giang	Member	Appointed on 20 June 2024
Mr. Phan Pham Ha	Member	Dismissed on 20 June 2024
Ms. Nguyen Thi Nga	Member	Resigned on 20 June 2024
Mr. Nguyen Tien Vy	Member	
Mr. Phan Kim Khoa	Member	
Ms. Nguyen Thi Hoa	Member	Appointed on 20 June 2024
Ms. Tran Thi Nguyet	Member	Appointed on 20 June 2024

Board of General Directors

Mr. Nguyen Hoang Giang	General Director	Appointed on 20 June 2024
Mr. Phan Pham Ha	General Director	Dismissed on 20 June 2024
Mr. Le Minh Quy	Deputy General Manager	
Mr. Pham Anh Tuan	Deputy General Manager	

Board of Supervisors

Ms. Nguyen Thi Phuong Lan	Head of the Board of Supervisors
Ms. Nguyen Thi Dien	Member
Ms. Le Thi Thanh Binh	Member

Legal Representative

The legal representative of the Corporation as of the date of this report is Mr. Nguyen Hoang Giang - General Director.

EVENTS AFTER THE REPORTING DATE

The Board of General Directors confirms that no significant events have occurred after the balance sheet date that would materially affect the consolidated financial statements, requiring adjustment or disclosure.

THE AUDITOR

The accompanying consolidated financial statements for the year ended 31 December 2024 have been audited by UHY Auditing and Consulting Company Limited.

STATEMENT OF THE BOARD OF GENERAL DIRECTORS (CONT'D)

RESPONSIBILITY OF THE BOARD OF GENERAL DIRECTORS

The Board of General Directors of the Corporation is responsible for preparing the consolidated financial statements that give a true and fair view of the Corporation's consolidated financial position as at 31 December 2024, as well as its consolidated results of operations and its consolidated cash flows for the year then ended. In preparing the consolidated financial statements, the Board of General Directors is required to:

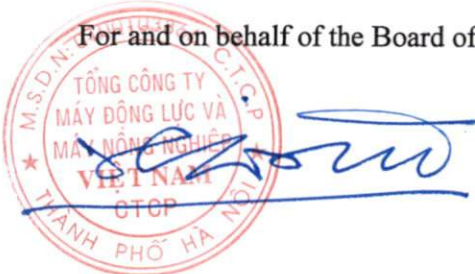
- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the consolidated financial statements;
- Design and implement an effective system of internal control to ensure preparation and fair presentation of the consolidated financial statements in order to limit risks and frauds;
- Prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Corporation will continue in business.

The Board of General Directors confirms that the Corporation has complied with the above requirements in preparing the consolidated 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 consolidated financial position of the Corporation and to ensure that the consolidated financial statements comply with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and other related legal regulations on preparation and presentation of the consolidated financial statements. It is also responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of General Directors confirms that the Corporation has fully complied with its regulatory disclosure obligations as stipulated in Circular No. 96/2020/TT-BTC, dated 16 November 2020, issued by the Ministry of Finance, concerning information disclosure in the securities market. The Corporation also ensures full compliance with the provisions of Decree No. 155/2020/ND-CP, dated 31 December 2020, issued by the Government, which provides detailed guidance on the implementation of specific provisions of the Securities Law. Furthermore, the Corporation adheres to the corporate governance requirements outlined in Circular No. 116/2020/TT-BTC, dated 31 December 2020, issued by the Ministry of Finance, which specifies governance standards applicable to public companies under Decree No. 155/2020/ND-CP.

For and on behalf of the Board of General Directors, 



Nguyen Hoang Giang
General Director
Hanoi, 24 March 2025

No: 258/2025/UHY - BCKT

INDEPENDENT AUDITORS' REPORT

To: **The Board of Management and Board of General Directors
Vietnam Engine And Agricultural Machinery Corporation**

We have audited the accompanying consolidated financial statements of Vietnam Engine and Agricultural Machinery Corporation (hereinafter referred to as the "Corporation"), as prepared on 24 March 2025 and set out on pages 7 to page 56, which comprise the consolidated balance sheet as at 31 December 2024, the consolidated income statement, the consolidated cash flow statement for the year then ended, and the notes thereto.

The Board of General Director's responsibility

The Board of General Director of the Corporation is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the related legal regulations on the preparation and presentation of the consolidated financial statements, and for such internal control as the Board General Director determines is necessary to enable the preparation and presentation of the consolidated 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 consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Corporation's preparation and fair presentation of the consolidated 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 Corporation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of General Director, as well as evaluating the overall presentation of the consolidated financial statements.

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

INDEPENDENT AUDITORS' REPORT (CONT'D)

Basis of qualified audit opinion

As of 31 December 2024, the Corporation had not assessed the recoverability of overdue receivables amounting to VND 40,690,090,263 (as of 01 January 2024 was VND 44,173,318,013). We were unable to obtain sufficient and appropriate audit evidence regarding the Board of General Directors's assessment of the recoverability of these receivables, nor could we determine whether it was necessary to make a provision for doubtful debts or adjust the related figures in the consolidated financial statements for the financial year ended 31 December 2024.

As of 31 December 2024, the Corporation has not assessed the net realisable value of slow-moving and obsolete inventories amounting to VND 82,294,646,160 (the balance of slow-moving and obsolete inventories as at 1 January 2024 was VND 106,818,758,390). We were unable to obtain sufficient appropriate audit evidence regarding Board of Director's assessment of the net realisable value of these slow-moving and obsolete inventories, or to determine whether it would be necessary to make a provision for inventory obsolescence or to retrospectively adjust related items in the Corporation's consolidated financial statements for the year ended 31 December 2024.

As of 31 December 2024, certain deferred expenses pending resolution, amounting to VND 481,868,382,941 (including interest expenses, depreciation, and land lease payments related to the inactive sponge iron plant that has been inactive since 2015, as well as the Bac Kan branch of Material and Complete Equipment Export-Import Corporation), are reflected under the prepaid expenses and work in progress account. We were unable to obtain sufficient appropriate audit evidence to assess the likelihood of future economic benefits associated with these deferred expenses. Accordingly, we are unable to determine whether any adjustments are required to the prepaid expenses, work in progress, or any other related items in the consolidated financial statements of the Corporation for the year ended 31 December 2024.

Qualified audit opinion

In our opinion, except for the matters described in the "Basis for Qualified Opinion" section, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Vietnam Engine and Agricultural Machinery Corporation as at 31 December 2024, and its consolidated financial performance and consolidated cash flows for the year then ended, in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System, and related legal regulations on the preparation and presentation of financial statements.

Emphasis of Matter

We draw attention to Note 14 to the consolidated financial statements, which describes that the Medium-Class Four-Wheel Tractor Manufacturing Project remains outstanding, and that the carrying amount of construction-in-progress has been reduced by the amount compensated by the related individuals.

We draw attention to Note 14 to the consolidated financial statements, which describes that the "Relocation and New Construction of the Small Tractor Manufacturing Plant" project was approved under Resolution No. 23/NQ-VEAM/HDTV dated 31 July 2014, by the Corporation's Board of Member. The project was originally scheduled for implementation from fourth quarter of 2016 to the first quarter of 2023. However, as of 2024 and up to the date of this report, the Corporation and Tractor and Agricultural Machinery Company Limited had not completed the necessary procedures to extend the project, and no activities related to the project's execution or acceptance had taken place.

INDEPENDENT AUDITORS' REPORT (CONT'D)

Emphasis of Matter (Cont'd)

We draw attention to Note 38 to the consolidated financial statements, regarding the land rental fees of Southern Vietnam Engine And Agricultural Machinery Co.,Ltd ("SVEAM"), SVEAM has temporarily recognized land rental fees based on Official Letter No. 6366/STNMT-QH dated 16 August 2021, issued by Dong Nai Department of Natural Resources and Environment, instead of the payment notices issued by the Dong Nai Department of Taxation. SVEAM has submitted official requests to relevant authorities, seeking approval to continue applying the land rental rates stipulated in Decision No. 1357/TC/QD/TCT dated 30 December 1995, issued by the Minister of Finance. However, as of the date of this report, no official responses have been received from the relevant authorities. The accompanying consolidated financial statements do not include any adjustments in respect of this matter.

We draw attention to Note 39 to the consolidated financial statements, which states that, as at the date of this report, the competent State authorities have not yet officially approved the finalisation of the equitisation of the Parent Company - Vietnam Engine and Agricultural Machinery Corporation - at the time it was officially converted into a joint stock company.

We draw attention to Note 40 to the consolidated financial statements, which states that Tran Hung Dao Mechanical Co., Ltd (a subsidiary of the Corporation) has not recognized the value of its investment in Thai Binh Duong Investment Joint Venture Company Limited, amounting to VND 40 billion, due to a lack of sufficient supporting documentation from the relevant partners.

Our opinion is not modified in respect of this matter.



Nguyen Van Hai
Audit Director
Auditor's Practicing Certificate
No. 1395-2023-112-1

For and on behalf of
UHY AUDITING AND CONSULTING COMPANY LIMITED
Ha Noi, 24 March 2025

Pham Thi Thao
Auditor
Auditor's Practicing Certificate
No. 2465-2023-112-1

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

CONSOLIDATED BALANCE SHEET

As at 31 December 2024

ASSETS	Code	Note	31/12/2024 VND	01/01/2024 VND
CURRENT ASSETS	100		18,721,872,715,582	19,149,635,267,594
Cash and cash equivalents	110	5	411,763,339,601	358,402,283,328
Cash	111		262,076,518,638	215,652,283,328
Cash and cash equivalents	112		149,686,820,963	142,750,000,000
Short-term investments	120	7	13,098,359,931,765	12,887,685,046,833
Held to maturity investments	123		13,098,359,931,765	12,887,685,046,833
Current accounts receivable	130		3,831,834,101,297	4,465,886,240,368
Short-term trade receivables	131	6	924,710,726,837	866,369,605,590
Short-term advances to suppliers	132	11	199,911,879,299	196,303,538,152
Other short-term receivables	136	8	3,342,143,271,731	4,037,146,459,165
Provision for short-term doubtful debts	137	9	(645,022,225,505)	(644,557,210,596)
Shortage of assets waiting for resolution	139	12	10,090,448,935	10,623,848,057
Inventories	140	10	1,250,893,782,055	1,283,928,194,777
Inventories	141		1,783,217,465,405	1,818,490,726,061
Provision for devaluation of inventories	149		(532,323,683,350)	(534,562,531,284)
Other current assets	150		129,021,560,864	153,733,502,288
Short-term prepaid expenses	151	13	22,246,209,212	23,981,897,292
Value-added tax deductible	152		105,406,635,534	126,801,188,643
Taxes and other receivables from the State budget	153	18	1,368,716,118	2,950,416,353
NON-CURRENT ASSETS	200		8,821,302,441,007	7,986,577,660,739
Long-term receivables	210		11,397,282,463	11,778,615,369
Other long-term receivables	216	8	11,397,282,463	11,778,615,369
Fixed assets	220		1,422,994,933,713	1,591,332,126,967
Tangible fixed assets	221	15	1,346,573,523,069	1,519,433,570,683
- Cost	222		5,490,377,771,469	5,420,622,462,694
- Accumulated depreciation	223		(4,143,804,248,400)	(3,901,188,892,011)
Intangible fixed assets	227	16	76,421,410,644	71,898,556,284
- Cost	228		126,143,312,285	119,477,689,213
- Accumulated amortization	229		(49,721,901,641)	(47,579,132,929)
Long-term assets in progress	240		84,264,630,728	100,381,141,413
Construction in progress	242	14	84,264,630,728	100,381,141,413
Long-term investments	250	7	6,702,867,363,467	5,719,500,199,422
Investments in associates, jointly controlled entities	252		6,637,703,566,709	5,653,036,402,664
Investments in other entities	253		66,313,796,758	66,313,796,758
Provision for long-term investments	254		(1,150,000,000)	(1,850,000,000)
Held-to-maturity investments	255		-	2,000,000,000
Other long-term assets	260		599,778,230,636	563,585,577,568
Long-term prepaid expenses	261	13	599,731,002,480	563,518,636,840
Deferred tax assets	262		47,228,156	66,940,728
TOTAL ASSETS	270		27,543,175,156,589	27,136,212,928,333

CONSOLIDATED BALANCE SHEET (CONT'D)

As at 31 December 2024

RESOURCES	Code	Note	31/12/2024 VND	01/01/2024 VND
LIABILITIES	300		1,294,986,180,575	1,407,071,676,382
Current liabilities	310		1,244,150,877,196	1,349,879,008,779
Short-term trade payables	311	17	340,373,144,675	334,459,165,753
Short-term advances from customers	312	21	18,556,396,566	18,203,602,883
Tax and other payables to the State budget	313	18	75,821,955,160	161,952,926,399
Payables to employees	314		205,376,535,149	240,197,832,193
Short-term accrued expenses	315	19	87,814,155,588	88,519,707,645
Short-term unearned revenues	318	22	5,590,244,794	4,347,575,282
Short-term other payables	319	20	170,513,758,155	163,336,201,709
Short-term loan and finance lease obligations	320	24	127,155,668,919	142,815,136,981
Short-term provisions	321	23	2,741,235,680	13,387,838,113
Bonus and welfare fund	322		210,207,782,510	182,659,021,821
Non-current liabilities	330		50,835,303,379	57,192,667,603
Long-term advances from customers	332	21	395,155,522	412,933,300
Long-term unearned revenue	336	22	7,101,536,907	10,811,070,459
Other long-term liabilities	337	20	1,679,207,300	2,204,147,300
Deferred tax liabilities	341		40,884,721,176	43,603,426,328
Long-term provisions	342	23	774,682,474	161,090,216
OWNER'S EQUITY	400		26,248,188,976,014	25,729,141,251,951
Capital	410	25	26,245,710,543,446	25,725,435,823,535
Share capital	411		13,288,000,000,000	13,288,000,000,000
- Shares with voting rights	411a		13,288,000,000,000	13,288,000,000,000
Other owners' capital	414		27,089,186,656	27,089,186,656
Asset revaluation reserve	416		(71,424,341,027)	(71,424,341,027)
Foreign exchange differences reserve	417		4,360,314,104	4,262,630,249
Investment and development fund	418		28,125,501,907	28,125,501,907
Retained earnings	421		12,749,121,724,961	12,218,270,751,580
- Accumulated retained earnings brought forward	421a		5,387,929,160,246	6,017,156,881,711
- Retained earnings for the current year	421b		7,361,192,564,715	6,201,113,869,869
Non-controlling interests			220,438,156,845	231,112,094,170
Other funds	430		2,478,432,568	3,705,428,416
Subsidised fund	431		(98,098,463)	501,901,537
Fund for fixed assets in use	432		2,576,531,031	3,203,526,879
TOTAL LIABILITIES AND OWNERS' EQUITY	440		27,543,175,156,589	27,136,212,928,333

Bui Tuan Anh
Preparer

Vu Phong Hai
Person in charge of accounting



Nguyen Hoang Giang
General Director

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2024

ITEMS	Code	Note	Year 2024	Year 2023
			VND	VND
Revenue from sale of goods and rendering of services	01	26	4,115,440,223,331	3,811,365,210,721
Deductions	02		12,008,154,369	4,974,836,353
Net revenue from sale of goods and rendering of services	10		4,103,432,068,962	3,806,390,374,368
Cost of goods sold and services rendered	11	27	3,477,781,814,080	3,358,471,217,679
Gross profit from sales of merchandise and services	20		625,650,254,882	447,919,156,689
Financial income	21	28	857,627,788,376	1,205,146,434,496
Financial expenses	22	29	7,161,653,882	55,175,821,877
- In which: Interest expenses	23		1,518,531,801	50,279,687,168
Shares of profit of associates, joint-ventures	24		6,729,688,814,900	5,640,068,827,924
Selling expenses	25	30	88,525,929,554	86,359,122,851
General and administrative expenses	26	30	486,653,689,604	610,664,483,208
Operating profit	30		7,630,625,585,118	6,540,934,991,173
Other income	31	31	8,466,594,600	9,583,134,644
Other expenses	32	32	12,742,802,310	33,383,125,727
Other profit	40		(4,276,207,710)	(23,799,991,083)
Accounting profit before tax	50		7,626,349,377,408	6,517,135,000,090
Current corporate income tax expense	51	33	197,325,867,261	252,009,883,780
Deferred tax income	52		(2,698,992,580)	(82,579,185)
Net profit after tax	60		7,431,722,502,727	6,265,207,695,495
Net profit after tax attributable to shareholders of the Parent	61		7,361,192,564,715	6,201,113,869,869
Net profit after tax attributable to non-controlling interests	62		70,529,938,012	64,093,825,626
Basic earnings per share	70	34	5,540	4,562

Hanoi, 24 March 2025



Bui Tuan Anh
Preparer



Vu Phong Hai
Person in charge of accounting



Nguyen Hoang Giang
General Director

CONSOLIDATED CASH FLOW STATEMENT

(Indirect method)

For the year ended 31 December 2024

ITEMS	Code	Note	Year 2024	Year 2023
			VND	VND
I. Cash flows from operating activities				
<i>Profit before tax</i>	01		7,626,349,377,408	6,517,135,000,090
<i>Adjustments for:</i>				
Depreciation and amortization	02		245,609,531,572	257,645,486,098
Provisions/(reversal of provisions)	03		(13,120,435,458)	248,594,520,708
Foreign exchange (gains)/losses arisen from revaluation of monetary accounts denominated in foreign currency	04		(1,090,231,042)	249,210,620
(Profits)/losses from investing activities	05		(7,570,410,737,639)	(6,835,166,861,953)
Interest expense	06		1,518,531,801	50,279,687,168
<i>Operating profit before changes in working capital</i>	08		288,856,036,642	238,737,042,731
Increase, decrease in receivables	09		(42,433,458,938)	139,663,837,858
Increase, decrease in inventories	10		35,273,260,656	122,674,666,814
Increase, decrease in payables (excluding interest, corporate income tax)	11		(8,822,567,679)	(38,833,930,330)
Increase, decrease in prepaid expenses	12		(34,476,677,560)	(55,233,427,699)
Interest paid	14		(4,221,941,365)	(54,841,018,607)
Corporate income tax paid	15		(277,559,461,045)	(182,857,590,102)
Other cash inflows from operating activities	16		432,966,036	80,710,000
Other cash outflows for operating activities	17		(146,873,601,352)	(137,979,146,189)
<i>Net cash flows from operating activities</i>	20		(189,825,444,605)	31,411,144,476
II. Cash flows from investing activities				
Purchase and construction of fixed assets and other long-term assets	21		(81,117,073,397)	(101,871,883,377)
Proceeds from disposals of fixed assets and other long-term assets	22		205,900,000	-
Loans to other entities and payments for purchase of debt instruments of other entities	23		(19,035,950,523,650)	(18,639,947,121,401)
Collections from borrowers and proceeds from sale of debt instruments of other entities	24		18,827,275,638,718	18,333,589,252,908
Interest, dividend and profit paid	27		7,285,121,742,944	6,908,570,148,669
<i>Net cash flows from investing activities</i>	30		6,995,535,684,615	6,500,340,396,799

CONSOLIDATED CASH FLOW STATEMENT (CONT'D)

(Indirect method)

For the year ended 31 December 2024

ITEMS	Code	Note	Year 2024	Year 2023
			VND	VND
III. Cash flows from financing activities				
Drawdown of borrowings	33		52,083,237,724	91,942,618,888
Repayment of borrowings	34		(67,742,705,786)	(963,333,870,674)
Payment of principal of finance lease liabilities	35		-	-
Dividends paid/Profit distributed	36		(6,737,827,839,734)	(5,599,773,990,024)
<i>Net cash flows from financing activities</i>	<i>40</i>		<i>(6,753,487,307,796)</i>	<i>(6,471,165,241,810)</i>
Net increase/(decrease) in cash for the year	50		52,222,932,214	60,586,299,465
Cash and cash equivalents at the beginning of the year	60		358,402,283,328	297,455,726,731
Impact of exchange rate fluctuation	61		1,138,124,059	360,257,132
Cash and cash equivalents at the end of the year	70	5	411,763,339,601	358,402,283,328

Hanoi, 24 March 2025



Bui Tuan Anh
Preparer



Vu Phong Hai
Person in charge of accounting




Nguyen Hoang Giang
General Director

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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

1. COMPANY OVERVIEW

1.1 OWNERSHIP STRUCTURE

Vietnam Engine and Agricultural Machinery Corporation (hereinafter referred to as the “Corporation”) was established in Vietnam and operates under Business Registration Certificate No. 0100103866, initially issued on 6 October 2010 by the Hanoi Department of Planning and Investment, and most recently amended for the eleventh time on 1 July 2024.

The Corporation previously operated as a state-owned one-member limited liability company under the Ministry of Industry and Trade before being converted into a joint stock company in accordance with Decision No. 4874/QĐ-BCT dated 30 May 2014 issued by the Ministry of Industry and Trade regarding the equitisation of the Corporation; Decision No. 562/QĐ-TTg dated 5 April 2016 issued by the Government on the approval of the equitisation plan for the Parent Company – Vietnam Engine and Agricultural Machinery Corporation – Joint Stock Company; and Decision No. 5029/QĐ-BTC dated 23 December 2016 issued by the Ministry of Industry and Trade on the adjustment to the Corporation’s charter capital structure.

As at 31 December 2024, the charter capital of the Corporation is VND 13,288,000,000,000, comprising 1,328,800,000 ordinary shares with a par value of VND 10,000 each. Since 2 July 2018, the Corporation’s shares have been traded on the UPCOM market under the stock code VEA.

The Corporation’s head office is located at Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam.

1.2 PRINCIPAL BUSINESS ACTIVITIES

The Corporation’s business activities include:

- Manufacture of agricultural and forestry machinery;
- Manufacture of engines and turbines (excluding aircraft, automobile, motorcycle, and motorbike engines);
- Manufacture of motor vehicles, motorcycles, and motorbikes; Manufacture of food processing, beverage, and tobacco machinery;
- Manufacture of motor vehicle bodies, trailers, and semi-trailers;
- Manufacture of parts and accessories for motor vehicles and vehicle engines;
- Manufacture of bearings, gears, gearboxes, control components, and power transmission parts;
- Manufacture of other metal products not elsewhere classified;
- Manufacture of pumps, compressors, taps, and valves;
- Trading machinery, equipment, and spare parts for agricultural machinery, automobiles, and other motor vehicles; selling spare parts and accessories for automobiles and other motor vehicles; selling motorcycles and motorbikes; maintenance and repair of motorcycles and motorbikes; selling spare parts and accessories for motorcycles and motorbikes; manufacturing furnaces, kilns, and material handling equipment;
- Manufacturing hand tools powered by motors or pneumatic systems and other general-purpose machinery;

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

1. COMPANY OVERVIEW (CONT'D)

1.2 PRINCIPAL BUSINESS ACTIVITIES (CONT'D)

- Manufacture of machine tools, metal-forming, and metallurgy equipment;
- Manufacture of mining and construction machinery; production of iron, steel, cast iron, cast steel, and non-ferrous metal casting;
- Manufacture of metal structures, containers, tanks, and metal storage tools; Manufacture of boilers (excluding central boilers); Metal forging, stamping, pressing, and rolling;
- Repairing of prefabricated metal products;
- Repairing and maintaining transportation equipment (excluding automobiles, motorcycles, motorbikes, and other engines); repairing other equipment;
- Installation of industrial machinery and equipment;
- Trading other machinery, equipment, and spare parts;
- Completing construction works; other specialized construction activities;
- Repair of machinery and equipment, electrical devices, electronic and optical equipment;
- Conducting scientific research and experimental development in natural sciences and engineering;
- Other professional and scientific activities not elsewhere classified;
- Construction of all types of buildings, installation of electrical systems;
- Installation of water supply, drainage, heating, air conditioning, and other building systems; Mining of iron ore, other non-ferrous metal ores, and precious metal ores;
- Trading metals and metal ores; providing short-term accommodation services;
- Operating restaurants and mobile food services (excluding bar, karaoke, and nightclub businesses);
- Provision of on-demand catering services (banquets, meetings, weddings, etc.);
- Other catering services (excluding bar services);
- Engaging in other specialized wholesale trade not elsewhere classified;
- General wholesale;
- Wholesale of certain ready-made garments, footwear; Wholesale of electronic equipment and telecommunications components; Wholesale of other household goods; Wholesale of materials and other installation equipment in construction;
- Wholesale trading of solid, liquid, and gaseous fuels and related products;
- Real estate business, land use rights ownership, use, or leasing;
- Real estate brokerage, auction of real estate and land use rights;
- Conducting other business support activities not elsewhere classified;
- Engaging in architectural and related technical consultancy services.

The Corporation's principal business activities are the manufacturing and trading of motor vehicles, engines, and agricultural machinery.

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam**CONSOLIDATED
FINANCIAL STATEMENTS**For the year ended
31 December 2024**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)***(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***1. COMPANY OVERVIEW (CONT'D)****1.3 BUSINESS STRUCTURES*****Details of the Corporation's subsidiaries as of 31 December 2024 are as follows:***

No	Subsidiaries	Place of incorporation and operation	Proportion of ownership interest (%)	Proportion of voting rights (%)	Main business
1	Precision Equipment No.1 JSC	Hanoi	51.00	51.00	Manufacturing and trading of mechanical products, hydraulic pumps, water pumps, tools, jigs & molds
2	Pho Yen Mechanical JSC	Thai Nguyen	51.00	51.00	Manufacturing spare parts; auxiliary engine components
3	Coloa Mechanical JSC	Hanoi	53.66	53.66	Road freight transport, manufacturing of mechanical products.
4	VEAM Transport and Trading JSC	Hanoi	51.00	51.00	Passenger transport, freight transport
5	Material And Complete Equipment Export-Import Corporation (i)	Hanoi	51.99	51.99	Wholesale of machinery, equipment, and other machinery parts
6	Machinery Spareparts No.1 JSC	Thai Nguyen	55.00	55.00	Manufacturing and trading of materials and spare parts for motor vehicles
7	Tractor and Agricultural Machinery Co.Ltd	Hanoi	100.00	100.00	Manufacturing tractors and agricultural machinery
8	Tran Hung Dao Mechanical Co., Ltd	Hanoi and Bac Ninh	100.00	100.00	Manufacturing agricultural and forestry machinery
9	Song Cong Diesel Limited Company	Thai Nguyen	100.00	100.00	Manufacturing spare parts for agriculture, fisheries, and auxiliary components for motor vehicle
10	Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	Dong Nai	100.00	100.00	Manufacturing engines and agricultural machinery
11	Research Institute Of Technology For Machinery	Hanoi	100.00	100.00	Research, application, technology transfer in materials, casting, heat, mechanics, and automation

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam**CONSOLIDATED
FINANCIAL STATEMENTS**For the year ended
31 December 2024**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)***(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***1. COMPANY OVERVIEW (CONT'D)****1.3 BUSINESS STRUCTURES (CONT'D)**

No	Subsidiaries	Place of incorporation and operation	Proportion of ownership interest (%)	Proportion of voting rights (%)	Main business
12	Veam Korea Corporation	Korea	89.00	89.00	Exporting Korean products to the Vietnamese market
13	Vinh Mechanical JSC (ii)	Nghe An	55.01	59.93	Manufacturing metal structures

(i) Material and Complete Equipment Export-Import Corporation is a subsidiary of the Corporation, with the Corporation holding a direct voting interest of 51.00%. Additionally, the Corporation holds an indirect voting interest of 0.99% through Song Cong Diesel Limited Company, a wholly owned subsidiary with 100% voting rights. As a result, the Corporation's total effective voting interest in Material and Complete Equipment Export-Import Corporation is 51.99%.

(ii) Vinh Mechanical JSC is a subsidiary of the Corporation, as the Corporation holds a direct voting right of 49.00%. Furthermore, it holds an indirect voting right of 10.93% through Machinery Spareparts No.1 JSC, a subsidiary in which the Corporation holds 55.00% voting rights. Consequently, the Corporation's total effective voting interest in Vinh Mechanical JSC is 59.93%.

Details of the Corporation's associates as of 31 December 2024 are as follows:

No	Associates	Place of incorporation and operation	Proportion of ownership interest (%)	Proportion of voting rights (%)	Main business
1.	Nakyco JSC	Ho Chi Minh City	49.00	49.00	Manufacturing and trading of machinery, equipment, spare parts
2.	An Giang Mechanical JSC	An Giang	47.41	47.41	Manufacturing other metal products not classified elsewhere
3.	Veam Tay Ho Investment JSC	Hanoi	29.01	29.01	Construction of residential buildings and offices, providing public services for urban areas, residential complexes, and offices

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam**CONSOLIDATED
FINANCIAL STATEMENTS**For the year ended
31 December 2024**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)***(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***1. COMPANY OVERVIEW (CONT'D)****1.3 BUSINESS STRUCTURES (CONT'D)**

No	Associates	Place of incorporation and operation	Proportion of ownership interest (%)	Proportion of voting rights (%)	Main business
4.	Honda Vietnam Co. Ltd	Vinh Phuc	30.00	30.00	Manufacturing, assembling, importing motorcycles and automobiles for sales and export.
5.	Toyota Motor Vietnam Co., Ltd	Vinh Phuc	20.00	20.00	Assembling and manufacturing automobiles and auto parts, providing warranty and repair services in Vietnam
6.	Ford Viet Nam Limited (iii)	Hai Duong	25.00	25.00	Assembling and manufacturing vehicles and auto components; importing and exporting automobiles
7.	Matexim Hai Phong JSC (iv)	Hai Phong	20.38	21.23	Passenger transportation, wholesale of metals and metal ores
8.	Golden City - CKV Joint Stock Company (v)	Nghe An	14.30	26.00	Real estate, including land use rights owned, used, or leased

(iii) Ford Vietnam Limited is an associate of the Corporation, as the Corporation holds an indirect voting interest of 25.00% through Song Cong Diesel One Member Limited Liability Company (a wholly owned subsidiary with 100% voting rights). Consequently, the Corporation's total voting rights in Ford Vietnam Limited is 25.00%;

(iv) Matexim Hai Phong JSC is an associate of the Corporation, as the Corporation holds a direct voting right of 19.46% and an indirect voting right of 1.77% through the Material and Complete Equipment Export-Import Corporation, a subsidiary in which the Corporation holds 51.99% of the voting rights. As a result, the Corporation's total effective voting interest in Matexim Hai Phong Joint Stock Company is 21.23%;

(v) Golden City - CKV Joint Stock Company is an associate of the Corporation, as the Corporation holds an indirect voting interest of 26.00% through Vinh Mechanical JSC, a subsidiary in which the Corporation holds 59.33% of the voting rights. Consequently, the Corporation's total effective voting interest in Golden City - CKV Joint Stock Company is 26.00%.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

1. COMPANY OVERVIEW (CONT'D)

1.3 BUSINESS STRUCTURES (CONT'D)

August 2015, Vinh Mechanical Joint Stock Company and Golden City Joint Stock Company contributed capital for investment cooperation and the construction of a project on a 40,789.5 m² land plot located at No. 7, Mai Hac De Street, Vinh City, Nghe An Province. At the time of the investment cooperation, Vinh Mechanical Joint Stock Company was the entity managing and utilising the land, pursuant to Land Use Right Certificate No. AL 189519 issued by the People's Committee of Nghe An Province on 12 September 2008.

Subsequently, Vinh Mechanical Joint Stock Company and Golden City Joint Stock Company entered into Joint Venture Agreement No. 27/2015/HĐNT-HT/GDC-CKV dated 12 August 2015 for the establishment of the joint venture company, Golden City - CKV Joint Stock Company. Under this agreement, Vinh Mechanical Joint Stock Company contributed capital in cash amounting to VND 5,200,000,000, equivalent to 26.00% of the company's charter capital.

To finance this investment, Vinh Mechanical Joint Stock Company borrowed an equivalent amount from Golden City Joint Stock Company under Loan Agreement No. 10/2016/HĐVT.GOLDEN. According to the terms of this agreement, all dividends and benefits arising from Vinh Mechanical Joint Stock Company's investment in Golden City - CKV Joint Stock Company shall belong to Golden City Joint Stock Company. Upon expiry of the loan term, Vinh Mechanical Joint Stock Company shall transfer all of its shares in Golden City - CKV Joint Stock Company to Golden City Joint Stock Company at par value of VND 10,000 per share as repayment of the loan.

2. FINANCIAL YEAR AND ACCOUNTING CURRENCY

The Corporation's financial year starts on 01 January and ends on 31 December of the calendar year. This consolidated financial statement is prepared for the year ended on 31 December 2024.

The reporting currency used in the preparation and presentation of this consolidated financial statement is the Vietnamese dong (VND).

3. ACCOUNTING STANDARDS AND SYSTEMS

The Corporation's consolidated financial statements are prepared in accordance with the Accounting Regime for Enterprises issued under Circular No. 200/2014/TT-BTC dated 22 December 2014, by the Ministry of Finance, providing guidance on the corporate accounting regime. The consolidated financial statements also comply with Circular No. 53/2016/TT-BTC dated 21 March 2016, amending and supplementing certain provisions of Circular No. 200/2014/TT-BTC, and Circular No. 202/2014/TT-BTC dated 22 December 2014, providing guidance on the preparation of consolidated financial statements.

The Board of General Directors of Vietnam Engine And Agricultural Machinery Corporation ensures full compliance with the requirements of Vietnamese Accounting Standards and the Vietnamese Corporate Accounting System in preparing the consolidated financial statements for the year ended 31 December 2024.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

4. SIGNIFICANT ACCOUNTING POLICIES

The following are the key accounting policies applied by the Corporation in the preparation of the consolidated financial statements for the year ended 31 December 2024.

4.1 BASIS OF CONSOLIDATED FINANCIAL STATEMENT PREPARATION

These consolidated financial statements have been prepared by consolidating the separate financial statements of the Corporation and its subsidiaries for the year ended 31 December 2024. Intra-group transactions and balances have been eliminated in the preparation of the consolidated financial statements.

The separate financial statements of the parent company and its subsidiaries used for consolidation are prepared for the same accounting period and in accordance with consistent accounting policies.

The list of subsidiaries and associates included in the consolidation is presented in Note 1 to these consolidated financial statements.

VEAM Korea Corporation, a subsidiary of the Corporation, uses the South Korean Won (KRW) as its accounting currency. For the purpose of consolidating financial statements in accordance with Vietnamese regulations, VEAM Korea Corporation has translated its financial statements for the year ended 31 December 2024, prepared in South Korean Won (KRW), into Vietnamese Dong (VND) using the following principles:

- Assets and liabilities are translated into Vietnamese Dong (VND) at the closing exchange rate at the end of the period (i.e., the remittance exchange rate of Vietnam Joint Stock Commercial Bank for Industry and Trade as at 31 December 2024);
- Exchange rate of Vietnam Joint Stock Commercial Bank for Industry and Trade as at 31 December 2024);
- Equity (owner's contributed capital, share premium) is translated into Vietnamese Dong at the actual transaction exchange rate on the date of capital contribution;
- Exchange differences are translated into Vietnamese Dong at the actual transaction exchange rate on the revaluation date;
- Retained earnings arising after the investment date are translated into Vietnamese Dong based on the components of the income statement;
- Items in the income statement and the cash flow statement are translated into Vietnamese Dong using the average exchange rate for the year ended 31 December 2024.

Exchange rate differences arising from the translation of VEAM Korea Corporation's financial statements from South Korean Won (KRW) into Vietnamese Dong (VND) are recorded under the item "Foreign Exchange Differences" – Code 417 in the equity section of the consolidated balance sheet.

Non-controlling interests represent the portion of profit or loss and net assets of subsidiaries that are not attributable to the Corporation. These are presented separately in the consolidated income statement and are distinguished from the parent company's equity in the equity section of the consolidated balance sheet.

Changes in the ownership interest of a subsidiary that do not result in a loss of control are accounted for directly in retained earnings.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.1 BASIS OF CONSOLIDATED FINANCIAL STATEMENT PREPARATION (CONT'D)

If the Corporation partially divests its interest in a subsidiary, resulting in the loss of control, and the former subsidiary becomes a joint venture or an associate, the investment is subsequently accounted for using the equity method. The gain or loss arising from the divestment is recognised in the consolidated income statement.

If the Corporation partially divests its interest in a subsidiary, resulting in the loss of control, and the former subsidiary becomes a non-controlling equity investment, the investment is accounted for using the cost method. The gain or loss arising from the divestment is recognised in the consolidated income statement.

The accompanying consolidated financial statements do not reflect the financial position, results of operations, or cash flows in accordance with generally accepted accounting principles and practices in jurisdictions outside Vietnam.

4.2 ACCOUNTING ESTIMATES

The preparation of the consolidated financial statements in accordance with Vietnamese Accounting Standards requires the Board of General Directors of Vietnam Engine And Agricultural Machinery Corporation to make estimates and assumptions that affect the reported amounts of liabilities, assets, and the disclosure of contingent liabilities and assets as of the reporting date, as well as the reported amounts of revenue and expenses throughout the financial year. Actual business results may differ from these estimates and assumptions.

4.3 CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, bank deposits, cash in transit, short-term investments, or investments with an original maturity of no more than three months that have high liquidity. Highly liquid investments are those that can be readily converted into specific amounts of cash with minimal risk of changes in value.

4.4 RECEIVABLES

Receivables are presented at their book value, net of provisions for doubtful debts.

The classification of receivables is based on the following principles:

- Trade receivables represent commercial receivables arising from sales transactions between the Corporation and independent buyers.
- Other accounts receivables reflect non-commercial receivables that are not related sales transactions.

Provision for doubtful debts is made for receivables that are overdue as stated in the economic contract, contractual commitment, or debt commitment, as well as for receivables that are not yet due but are deemed unrecoverable. Specifically, the provision for overdue receivables is based on the original repayment terms in the purchase and sale contract, regardless of any debt extensions agreed upon by the parties. Provisions are also made for receivables that are not yet due but where the debtors have declared bankruptcy, are in the process of dissolution, are missing, or have fled and is reversed upon recovery of the receivable.

Increases and decreases in the provision for doubtful debts that are required to be made as at the reporting date are recognised in general and administrative expenses.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.5 INVENTORIES

The Corporation applies the perpetual inventory method. Inventories are measured at the lower of cost and net realizable value. The cost of inventories includes the purchase price, direct material costs, direct labor, and manufacturing overheads or other related costs, if any, incurred to bring the inventories to their present location and condition. Net realizable value is determined as the estimated selling price less the costs of completion and any marketing, selling, and distribution expenses.

Provision for devaluation of inventories is made in accordance with prevailing regulations. Accordingly, the Corporation is permitted to make provisions for estimated losses arising from impairment in value (such as obsolescence, damage, etc.), or in cases where the original cost of inventories exceeds their net realisable value as at the end of the accounting period.

on for devaluation of inventories is made in accordance with prevailing regulations. Accordingly, the Corporation is permitted to make provisions for estimated losses arising from impairment in value (such as obsolescence, damage, etc.), or in cases where the original cost of inventories exceeds their net realisable value as at the end of the accounting period.

Any increase or reversal in the provision for inventory devaluation at the reporting date is recognised in the cost of goods sold.

4.6 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are measured at cost less depreciation and presented on the balance sheet under historical cost, accumulated depreciation, and net book value.

The historical cost of tangible fixed assets includes the purchase price (excluding trade discounts or rebates), taxes and costs directly attributable to the acquisition of the fixed assets to bring it to its intended working condition.

The historical cost of tangible fixed assets constructed by contractors includes the value of the completed and handed-over works, directly related costs, and registration fees (if any).

Subsequent expenditures on tangible fixed assets are capitalized when it is certain that they will bring future economic benefits. Expenses that do not meet this criterion are recorded as operating expenses in the financial year.

The historical cost of tangible fixed assets for construction investment is the settled value of the completed project when put into use. If a tangible fixed asset has been put into use but has not yet been settled, the historical cost is recorded based on a provisional value, which is adjusted after the final settlement of the completed project. If there is a difference between the estimated cost and the final settlement value, the Corporation will adjust the historical cost of the fixed asset according to the approved final settlement without retrospectively adjusting the depreciation expense recorded from the time the asset was put into use until the final settlement approval date.

Tangible fixed assets of the Corporation were revalued at the time of equitization and are currently awaiting approval from the relevant authorities in accordance with regulations.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.6 TANGIBLE FIXED ASSETS AND DEPRECIATION (CONT'D)

Tangible fixed assets are depreciated using the straight-line method over their estimated useful life. The estimated useful life for different types of tangible fixed assets are as follows:

Fixed assets	Estimated Useful Life (Years)
Buildings and structures	05 - 25
Machinery and equipment	03 - 15
Vehicles and transportation means	05 - 10
Office equipment	03 - 10
Other fixed assets	04 - 08

4.7 INTANGIBLE FIXED ASSETS AND AMORTIZATION

Intangible fixed assets are recorded at historical cost less accumulated amortization and are presented in the balance sheet under cost, accumulated amortization, and net book value.

The historical cost of intangible fixed assets includes all expenses incurred by the Corporation to acquire the asset up to the point of being ready for use. Any subsequent expenses related to intangible fixed assets are recognized as operating expenses in the period unless they are specifically associated with a particular intangible fixed asset and increase its economic benefits.

Land use rights

Intangible fixed assets represent the value of land use rights and are presented at cost less accumulated amortization. Land use rights with a defined term are amortized using the straight-line method over the lease term. Indefinite-term land use rights are not amortized. Details of the land use rights are as follows:

Address	Useful lives
Land use right at Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi	50 years
Land use right at 37 Nguyen Thai Binh, District 1, Ho Chi Minh City	In the process of obtaining the land use right certificate
Land use right at VEAM Hotel, Cua Lo	Indefinite land use right
Land use rights of Material And Complete Equipment Export-Import Corporation	Indefinite land use right
Land use rights of Machinery Spareparts No.1 JSC	Indefinite land use right
Land use rights at Tien Son Industrial Park, Bac Ninh of Tran Hung Dao Mechanical Co., Ltd	47 years
Land use rights at Block 1, Binh Da Ward, Bien Hoa City, Dong Nai Province of Southern Vietnam Engine And Agricultural Machinery Co.,Ltd	13.5 years
Land use rights of Research Institute Of Technology For Machinery	Indefinite land use right
Land use rights of Song Cong Diesel Limited Company	Indefinite land use right

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.7 INTANGIBLE FIXED ASSETS AND AMORTIZATION (CONT'D)

Patents, royalties, and computer software

Patents, royalties, and computer software are initially recognized at purchase cost and amortized using the straight-line method over their estimated useful lives.

Other intangible fixed assets

Other intangible fixed assets include computer software the Corporation's website copyrights, which are presented at cost less accumulated amortization. Other intangible fixed assets are amortised using the straight-line method over their useful lives.

4.8 FINANCIAL INVESTMENTS

Held-to-maturity investments

Held-to-maturity investments include investments that the Corporation intends and is able to hold until maturity. Held-to-maturity investments consist of term bank deposits.

Held-to-maturity investments are initially recognized at cost, including purchase price and directly attributable transaction costs. After initial recognition, these investments are recorded at their recoverable amount. Interest income from held-to-maturity investments after acquisition is recognized in the income statement on an accrual basis.

Investments in associates and jointly controlled entities:

Investments in associates, and jointly controlled entities are companies in which the Corporation has significant influence but does not control. Significant influence is demonstrated by the right to participate in decisions about the financial and operating policies of the investee, without exercising control or joint control over these policies.

The financial performance, assets, and liabilities of associates are consolidated in the financial statements using the equity method. Investments in associates are presented in the consolidated balance sheet at historical cost, adjusted for changes in the Corporation's share of the net assets of the associate after the acquisition date. Losses of an associate exceeding the Corporation's investment in that associate (including any long-term interests that form part of the Corporation's net investment in the associate) are not recognized.

In cases where a subsidiary of the Corporation engages in transactions with an associate of the Corporation, any unrealised gains or losses attributable to the Corporation's interest in the associate are eliminated from the consolidated financial statements.

Investments in other entities refer to investments in the equity instruments of other entities where the Corporation does not have control, joint control, or significant influence over the investee.

Provision for long-term investments is determined based on the investee's accumulated losses from 24 January 2017 (the date on which the Corporation was officially converted into a joint stock company) to the reporting date. The provision is calculated by multiplying the investee's losses during this period by the Corporation's ownership percentage in the investee.

The Corporation's investments in associates, jointly controlled entities, and in other entities were revalued at the time of equitisation and are pending approval by the competent authorities in accordance with regulations.

Loan receivables are measured at cost less provision for doubtful debts.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.9 PREPAID EXPENSES

Prepaid expenses include actual costs incurred in the current expenses period but related to multiple accounting periods. These expenses include prepaid land and office rental, brand value, and other prepaid expenses.

The brand value: Recognized in the valuation report of the Corporation for Machinery and Agricultural Equipment at the time of equitisation and is awaiting approval from the competent authorities in accordance with regulations. It is allocated to operating expenses over ten years from the date the Corporation was officially converted into a joint-stock company.

Land, infrastructure, and office rental: This represents prepaid rental expenses for land, infrastructure, and office space. These prepayments are amortized in the Consolidated Income Statement using the straight-line method over the lease term.

Scientific research costs: are recognized as prepayments and amortized in the Income Statement using the straight-line method, starting from the date the research project costs are accepted and finalized.

Other prepayments: These include the value of tools and equipment awaiting allocation, fixed asset repair costs, building maintenance costs, and other minor expenses that are expected to provide future economic benefits to the Corporation. These expenses are capitalized as prepaid items and are amortized in the income statement using the straight-line method in accordance with prevailing regulations.

4.10 LIABILITIES

Liabilities are amounts payable to suppliers and other parties. Liabilities include trade payables and other payables. Liabilities not recognised at an amount lower than the obligation to be settled.

The classification of liabilities is based on the following principles:

- Trade payables include amounts payable arising from commercial transactions related to the to suppliers include trade payables arising from transactions involving the purchase of goods, services, assets, where the seller is an independent entity from the buyer, including payables between the parent company and its subsidiaries, joint ventures, and associates;
- Other payables reflect non-commercial payables that are not related to the purchase or sale of goods and services.

Payables are monitored in detail by counterparty and payment term.

4.11 ACCRUED EXPENSES

Accrued expenses include amounts payable for goods and services received from suppliers or provided to customers during the reporting year but not yet paid, as well as other accrued liabilities recognised in production and business expenses. This ensures that when actual expenses are incurred, they do not cause significant fluctuations in operating costs, in line with the matching principle between revenue and expenses.

The accruals for production and business expenses within the year are calculated rigorously and must be supported by reasonable and reliable evidence of the expenses that need to be accrued in the period, to ensure that the expenses recorded in this account align with the actual expenses incurred.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.12 BORROWING COSTS

Borrowing costs include loan interest, and other costs directly related to the Corporation's borrowings.

Borrowing costs that are directly attributable to the acquisition, construction, or production of a qualifying asset are capitalised as part of the cost of that asset until it is ready for its intended use or sale. Any temporary income earned from the investment of such borrowed funds is deducted from the capitalised cost of the asset.

In cases where a specific loan is used exclusively for the purpose of investing in or producing a qualifying asset, the borrowing costs eligible for capitalisation are determined as the actual borrowing costs incurred from that loan, less any income earned from the temporary investment of those funds.

All other interest expenses are recognized in the consolidated income statement as incurred.

4.13 OWNER'S EQUITY

Contributed capital of the Corporation is recognised at the actual amount contributed by the shareholders.

The share capital contributed by shareholders is recorded at the actual issuance price of the shares and is presented under two separate components: share capital and share premium. Share capital is recorded at the par value of the shares, while share premium reflects the difference between the par value and the issuance price of the shares (including cases involving the reissuance of treasury shares).

Retained earnings represent the Corporation's accumulated profits after deducting adjustments arising from the retrospective application of accounting policy changes and the correction of material prior period errors. Retained earnings may be distributed to investors in proportion to their capital contributions, subject to approval by the General Meeting of Shareholders.

Dividends payable to shareholders are recognised as a liability in the Corporation's balance sheet after being approved by the General Meeting of Shareholders, upon the issuance of a dividend distribution resolution by the Board of Management, and the announcement of the dividend entitlement date by the Vietnam Securities Depository.

4.14 REVENUE AND EXPENSE RECOGNITION

Revenue is recognised when the Corporation is likely to obtain identifiable and measurable economic benefits. Net revenue is determined at the fair value of the consideration received or receivable, after deducting trade discounts, sales allowances, and returns. Revenue is recognized when the following conditions are met:

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.14 REVENUE AND EXPENSE RECOGNITION (CONT'D)

Revenue from sales of goods

Sales revenue is recognized when all of the following conditions are satisfied:

- *The Corporation has transferred substantially all the risks and rewards of ownership of the goods or products to the buyer;*
- *The Corporation no longer retains control over or managerial involvement with the goods as would be the case with ownership;*
- *Revenue can be measured reliably;*
- *It is probable that the economic benefits associated with the transaction will flow to the Corporation;*
- *The costs associated with the sale transaction can be measured reliably.*

Revenue from rendering of services

Service revenue is recognized when all of the following conditions are met:

- *Revenue can be measured reliably;*
- *There is a probability that economic benefits will flow to the Corporation;*
- *The stage of completion of the service at the reporting date can be reliably determined;*
- *The costs incurred for the transaction and the costs to complete the service transaction can be measured reliably.*

Financial income

Revenue from interest, dividends, distributed profits, and other financial income is recognized when both of the following two (2) conditions are satisfied:

- *It is probable that economic benefits will be obtained from the transaction;*
- *Revenue can be reliably measured.*

Operating expenses and cost of goods sold

Operating expenses that are incurred and related to generating revenue within the year are accumulated based on actual amounts and accurately estimated for the appropriate accounting period.

The cost of goods sold is recognised in accordance with the revenue recorded, ensuring compliance with the prudence principle.

Financial expenses

Financial expenses recognized in the consolidated income statement are the total financial expenses incurred during the year, not offset against financial income. These costs include provisions for impairment of financial investments, borrowing costs, foreign exchange differences, and other financial expenses.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.15 FOREIGN CURRENCY

Transactions in foreign currencies are translated at the actual exchange rate on the transaction date. Exchange differences arising from these transactions are recognised in the income statement.

Exchange differences resulting from the year-end revaluation of balances, after offsetting gains and losses, are recognised under finance income or finance expenses in the income statement for the year.

Details include:

- The actual exchange rate used to recognise and revalue assets is the foreign currency buying rate of the commercial bank as at the financial statement preparation date. For foreign currency deposits, the exchange rate used for revaluation is the buying rate of the bank where the Company maintains its foreign currency account.
- The actual exchange rate used to revalue monetary items denominated in foreign currencies and classified as liabilities is the selling rate of the commercial bank as at the financial statement preparation date.

4.16 TAXATION

The Corporation applies VAT declaration and calculation in accordance with the prevailing tax regulations, with a VAT rate of 8% and 10% for goods and services.

Current corporate income tax expense is calculated based on taxable income for the year. Taxable income differs from net profit presented in the income statement, as it excludes income or expenses that are taxable or deductible in different periods and excludes items that are non-taxable or non-deductible.

Corporate income tax is calculated at the effective tax rate of 20% on taxable income as of the financial year ended.

The Corporation's income tax determination is based on prevailing tax regulations.

Other taxes are applied in accordance with the current tax laws of Vietnam.

4.17 RELATED PARTIES

Parties are considered related if one party has the ability to control or exert significant influence over the other in making financial and operating policy decisions. Entities are also considered related parties if they are under common control or share common significant influence.

In considering each related party relationship, the substance of the relationship is emphasized rather than just the legal form of the relationship. Accordingly, all transactions and balances with related parties arising during the year are disclosed by the Corporation in the following notes.

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

5. CASH AND CASH EQUIVALENTS

	31/12/2024	01/01/2024
	VND	VND
- Cash on hand	4,121,049,029	3,888,028,288
- Cash at bank	257,955,469,609	211,764,255,040
- Cash equivalents	149,686,820,963	142,750,000,000
	411,763,339,601	358,402,283,328
Cash and cash equivalents from related parties	6,293,280	72,691,684
<i>(Details in note 37)</i>		

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

6. TRADE RECEIVABLES

	31/12/2024		01/01/2024	
	Balance	Provision	Balance	Provision
	VND	VND	VND	VND
Short-term trade accounts receivable	924,710,726,837	(381,120,388,359)	866,369,605,590	(379,934,285,912)
- Matexim Hai Phong JSC	93,233,179,437	(93,233,179,437)	93,283,179,437	(93,283,179,437)
- Minh Quang Investment JSC (*)	19,049,744,651	(19,049,744,651)	19,484,761,321	(19,484,761,321)
- Minh Quang Steel JSC (*)	79,320,729,210	(79,320,729,210)	81,132,083,646	(81,132,083,464)
- Future Trade and Investment JSC (*)	76,792,879,435	(76,792,879,435)	78,546,508,329	(78,546,508,329)
- Honda Vietnam Co. Ltd	120,304,906,340	-	91,730,883,517	-
- Toyota Motor Vietnam Co., Ltd	19,120,284,240	-	6,555,011,817	-
- Others	516,889,003,524	(112,723,855,626)	495,637,177,523	(107,487,753,361)
Trade accounts receivable from related parties	237,069,532,573	-	195,980,237,327	-

(Details in note 37)

(*) According to Appellate Criminal Judgment No. 167/2023/HSPT dated 17 March 2023 issued by the High People's Court in Hanoi, the individuals involved are required to compensate VEAM Transport and Trading Joint Stock Company (abbreviated as "VETRANCO") a total amount of VND 182,902,675,710. At the same time, VETRANCO is obligated to reimburse VEAM an amount of VND 137,851,530,220. The compensation amount received by VETRANCO will be offset against its outstanding receivables.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

7. FINANCIAL INVESTMENTS

	31/12/2024		01/01/2024	
	Cost VND	Carrying amount VND	Cost VND	Carrying amount VND
Short-term held-to-maturity investments	13,098,359,931,765	13,098,359,931,765	12,887,685,046,833	12,887,685,046,833
- <i>Term deposits</i>	<i>13,098,359,931,765</i>	<i>13,098,359,931,765</i>	<i>12,887,685,046,833</i>	<i>12,887,685,046,833</i>
+ Vietnam Bank for Agriculture and Rural Development	1,548,181,567,566	1,548,181,567,566	1,089,181,567,566	1,089,181,567,566
+ Vietnam Joint Stock Commercial Bank for Industry and Trade	2,056,103,000,000	2,056,103,000,000	1,930,900,000,000	1,930,900,000,000
+ Joint Stock Commercial Bank for Investment and Development of Vietnam	6,704,545,090,226	6,704,545,090,226	5,471,045,090,226	5,471,045,090,226
+ Southeast Asia Commercial Joint Stock Bank	85,600,000,000	85,600,000,000	1,386,400,000,000	1,386,400,000,000
+ Term deposits with other banks	2,703,930,273,973	2,703,930,273,973	3,010,158,389,041	3,010,158,389,041
Long-term held-to-maturity investments	-	-	2,000,000,000	2,000,000,000
+ Bonds of Vietnam Joint Stock Commercial Bank for Industry and Trade	-	-	2,000,000,000	2,000,000,000
	13,098,359,931,765	13,098,359,931,765	12,889,685,046,833	12,889,685,046,833
Term deposits from related parties	2,380,000,000,000	2,380,000,000,000	2,622,500,000,000	2,622,500,000,000

(Details in note 37)

	31/12/2024		01/01/2024	
	Cost VND	Net value under the equity method VND	Cost VND	Net value under the equity method VND
Investments in associates, jointly controlled entities	1,090,396,118,044	6,637,703,566,709	1,090,396,118,044	5,653,036,402,664
- Nakycos JSC (ii)	10,550,698,651	-	10,550,698,651	-
- An Giang Mechanical JSC (ii)	23,823,075,776	54,603,156,670	23,823,075,776	58,752,645,321
- Veam Tay Ho Investment JSC (i) (ii)	9,467,051,066	9,480,620,727	9,467,051,066	9,547,002,397
- Honda Vietnam Co. Ltd (ii)	359,311,428,087	5,302,286,801,542	359,311,428,087	4,280,412,041,464
- Toyota Motor Vietnam Co., Ltd (ii)	287,776,054,812	526,148,666,336	287,776,054,812	545,685,022,159
- Ford Viet Nam Limited (ii)	374,904,000,000	722,157,717,548	374,904,000,000	735,590,036,983
- Matexim Hai Phong JSC (ii)	19,363,809,652	17,826,603,886	19,363,809,652	17,849,654,340
- Golden City - CKV Joint stock Company (iii)	5,200,000,000	5,200,000,000	5,200,000,000	5,200,000,000

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

7. FINANCIAL INVESTMENTS (CONT'D)

	31/12/2024		01/01/2024	
	Cost VND	Provision VND	Cost VND	Provision VND
Investments in other entities (iii)	66,313,796,758	(1,150,000,000)	66,313,796,758	(1,850,000,000)
- Hanoi Fivestar Co., Ltd	45,112,913,628	-	45,112,913,628	-
- Kumba JSC	11,001,060,828	-	11,001,060,828	-
- Mekong Auto Corporation, Ltd	-	-	-	-
- Viet Nam Steel Corporation	5,050,000,000	(1,150,000,000)	5,050,000,000	(1,850,000,000)
- Matexim Phat Linh Investment JSC	5,000,000,000	-	5,000,000,000	-
- Thac Da Tourism JSC	149,822,302	-	149,822,302	-

(i) The Corporation contributed capital to VEAM Tay Ho Investment Joint Stock Company through the land use rights for Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, under Business Registration Certificate No. 0103022083. However, the Corporation has reacquired five office floors and is in the process of transferring the land use rights to VEAM Tay Ho Investment Joint Stock Company.

(ii) Investments in associates are accounted for using the equity method in the Corporation's consolidated financial statements, based on the financial statements of the associates for the year ended 31 December 2024.

(iii) As at the date of these consolidated financial statements, the Corporation has not yet obtained the financial statements of Kumba Joint Stock Company, Mekong Auto Corporation, and Thac Da Tourism Joint Stock Company for the year ended 31 December 2024.

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

8. OTHER RECEIVABLES

	31/12/2024		01/01/2024	
	Balance VND	Provision VND	Balance VND	Provision VND
Short-term	3,342,143,271,731	(220,859,099,853)	4,037,146,459,165	(221,580,187,209)
- Advances	1,921,968,364	-	2,587,530,301	-
- Receivable from shared profits, dividends	2,541,795,959,496	(2,069,159,500)	2,924,290,581,824	(2,069,159,500)
+ <i>Honda Vietnam Co. Ltd</i>	2,539,726,799,996	-	2,922,221,422,324	-
+ <i>Others</i>	2,069,159,500	(2,069,159,500)	2,069,159,500	(2,069,159,500)
- Insurance items	749,016,565	-	676,512,337	-
- Accrued interest receivable from term deposits	510,206,266,966	-	828,484,123,349	-
- Loan receivables	84,654,324,210	(84,654,324,210)	85,404,324,210	(85,404,324,210)
+ <i>Matexim Hai Phong JSC</i>	83,150,000,000	(83,150,000,000)	83,900,000,000	(83,900,000,000)
+ <i>Others</i>	1,504,324,210	(1,504,324,210)	1,504,324,210	(1,504,324,210)
- Loan interest receivables	35,623,175,617	(34,168,022,730)	34,228,866,256	(34,114,920,086)
+ <i>Matexim Hai Phong JSC</i>	34,234,914,328	(32,887,947,904)	32,887,947,904	(32,887,947,904)
+ <i>Others</i>	1,388,261,289	(1,280,074,826)	1,340,918,352	(1,226,972,182)
- Receivable from capitalization (i)	10,164,296,365	-	10,164,296,365	-
- Receivables from contract breach interest (ii)	92,877,289,554	(92,877,289,554)	92,877,289,554	(92,877,289,554)
- Deposits, mortgages	5,442,566,928	-	508,264,207	-
- Other receivables (iii)	58,708,407,666	(7,090,303,859)	57,924,670,762	(7,114,493,859)
Long-term	11,397,282,463	-	11,778,615,369	-
- Other receivables	11,351,582,463	-	11,732,915,369	-
- Deposits, mortgages	45,700,000	-	45,700,000	-
	3,353,540,554,194	(220,859,099,853)	4,048,925,074,534	(221,580,187,209)
Other receivables from related parties	2,663,150,839,645		3,045,018,524,344	
<i>(Details in note 37)</i>				

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

8. OTHER RECEIVABLES (CONT'D)

- (i) Receivables from the equitisation process reflect costs incurred in connection with the Corporation's equitisation. This amount may be subject to adjustment upon receipt of final approval from the competent authorities.
- (ii) Receivables related to contractual penalty interest at VEAM Transport and Trading Joint Stock Company ("VETRANCO").
- (iii) Among other receivables, the amount of contractor tax paid, totalling VND 957,390,582, is no longer required to be settled by VEAM, pursuant to Appellate Criminal Judgment No. 167/2023/HSPT dated 17 March 2023 issued by the High People's Court in Hanoi.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)
(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)
9. DOUBTFUL DEBTS

	31/12/2024		01/01/2024	
	Balance	Recoverable amount	Balance	Recoverable amount
	VND	VND	VND	VND
Trade receivable	433,801,760,325	52,681,371,966	434,766,022,270	54,831,736,176
+ Matexim Hai Phong JSC and its branches	93,233,179,437	-	93,283,179,437	-
+ Minh Quang Steel JSC	79,320,729,210	-	81,132,083,646	-
+ Future Trade and Investment JSC	76,792,879,435	-	78,546,508,329	-
+ Others	184,454,972,243	52,681,371,966	181,804,250,858	54,831,736,176
Short-term advances to suppliers	178,068,586,523	135,025,849,230	178,068,586,523	135,025,849,230
+ Mekong Auto Branch	169,609,728,269	135,025,849,230	169,609,728,269	135,025,849,230
+ Shandong Tangjun Ouling Automobile Manufacture Co., Ltd	1,700,000,000	-	1,700,000,000	-
+ Matexim Hai Phong JSC and its branches	6,500,000,000	-	6,500,000,000	-
+ Others	258,858,254	-	258,858,254	-
Other receivables	222,314,252,740	1,455,152,887	221,694,133,379	113,946,170
	834,184,599,588	189,162,374,083	834,528,742,172	189,971,531,576

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

10. INVENTORIES

	31/12/2024		01/01/2024	
	Cost	Provision	Cost	Provision
	VND	VND	VND	VND
- Goods in transit	87,699,392	-	189,415,632	-
- Raw materials	253,624,136,119	(36,976,900,223)	260,217,762,514	(32,320,672,319)
- Tools and supplies	66,442,602,942	(4,321,266,850)	66,459,695,739	(4,262,528,409)
- Work in progress (*)	228,136,244,126	(2,700,734,734)	220,314,936,693	-
- Finished goods	990,285,243,891	(431,812,473,525)	1,013,410,358,306	(433,998,952,461)
- Goods	189,698,248,247	(39,786,244,382)	191,740,816,212	(42,095,692,760)
- Goods on consignment	54,943,290,688	(16,726,063,636)	66,157,740,965	(21,884,685,335)
	1,783,217,465,405	(532,323,683,350)	1,818,490,726,061	(534,562,531,284)

As at 31 December 2024, the value of slow-moving and obsolete inventories for which the Corporation has not yet made a provision for impairment amounted to VND 82,294,646,160 (the balance of slow-moving and obsolete inventories as at 1 January 2024 was VND 106,818,758,390).

(*): This includes production and operating costs related to the Polystyrene Iron Plant, which has been inactive for many years, incurred at the Bac Kan Branch of Material and Complete Equipment Export-Import Corporation, a subsidiary of the Corporation, amounting to VND 8,802,002,030

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

11. ADVANCES TO SUPPLIERS

	31/12/2024		01/01/2024	
	Balance	Provision	Balance	Provision
	VND	VND	VND	VND
Short-term advances to suppliers	199,911,879,299	(43,042,737,293)	196,303,538,152	(43,042,737,293)
- Mekong Auto Branch (i)	169,609,728,269	(34,583,879,039)	169,609,728,269	(34,583,879,039)
- Shandong Tangjun Ouling Automobile Manufacture Co., Ltd. (ii)	1,700,000,000	(1,700,000,000)	1,700,000,000	(1,700,000,000)
- Matexim Hai Phong JSC	6,500,000,000	(6,500,000,000)	6,500,000,000	(6,500,000,000)
- Others	22,102,151,030	(258,858,254)	18,493,809,883	(258,858,254)
Advances to suppliers to related parties	176,179,728,269		176,313,428,486	
<i>(Details in note 37)</i>				

(i) This includes an advance payment to the Mekong Auto Branch under Contract No. 16/2014/VEAM-Mekong Auto dated 22 October 2014, amounting to VND 134,589,036,240 and an advance payment for sample vehicles amounting to VND 436,812,990. According to the contract, the Corporation shall prepay the full value of imported components to the Mekong Auto Branch based on import documentation, so that the branch can assemble and deliver 1,500 light-duty trucks branded Changan Model SC1022DB4N4 to the Corporation. The Corporation has fully paid for the imported components to the Mekong Auto Co., Ltd. Branch and has received 239 fully assembled vehicles; the remaining balance corresponds to the components imported by the Mekong Auto Co., Ltd. Branch but not yet delivered to the Corporation.

(ii) According to Appellate Criminal Judgment No. 167/2023/HSPT dated 17 March 2023 issued by the High People's Court in Hanoi, the involved individuals are required to compensate VEAM VND 9,000,000,000. In 2023, VEAM received VND 7,300,000,000 transferred by the Hanoi Civil Judgment Enforcement Department, representing compensation made by the involved individuals. The advance payment to Shandong Tangjun Ouling Automobile Manufacture Co., Ltd. has been reduced by the compensated amount.



**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

12. SHORTAGE OF ASSETS WAITING FOR RESOLUTION

	31/12/2024	01/01/2024
	VND	VND
- Inventories (*)	9,493,166,986	10,026,566,108
- Fixed assets (*)	597,281,949	597,281,949
	10,090,448,935	10,623,848,057

(*) The value of inventory and fixed asset shortages identified during the inventory count process were based on:

- The inventory count report dated 23 January 2017 (the date of transfer from a one-member limited liability company to a joint stock company), the inventory count report as at 31 December 2020, and Inventory Report No. 575/BC-KD&PTTT dated 9 September 2024, issued by the Parent Company's Head Office; and
- The inventory count reports dated 31 December 2019 and 31 December 2020; Inventory Report No. 38/BC-VM dated 7 February 2020; Inventory Count Report No. 150A/BC-HĐKK dated 2 March 2021; Inventory Count Report No. 01/BC-HĐKK dated 8 January 2022, issued by the Inventory Committee; Meeting Minutes No. 01/BB-VM dated 10 January 2022 regarding the 2021 inventory; Inventory Count Report No. 01/BC-HĐKK dated 8 January 2023, issued by the Inventory Committee; Meeting Minutes No. 01/BB-VM dated 10 January 2023 regarding the 2022 inventory of VEAM Motor Factory; Inventory Report for 2023 No. 07A/BC-HĐKK dated 23 January 2024 and Meeting Minutes No. 02A/BB-VM dated 23 January 2024 regarding the 2023 inventory of VEAM Motor Factory.

13. PREPAID EXPENSES

	31/12/2024	01/01/2024
	VND	VND
Short-term prepaid expenses	22,246,209,212	23,981,897,292
- Allocated tools and supplies	16,084,014,668	12,983,698,064
- Depreciation, interest, other expenses (i)	-	4,802,835,002
- Others	6,162,194,544	6,195,364,226
Long-term prepaid expenses	599,731,002,480	563,518,636,840
- Brand value (ii)	6,430,714,263	9,520,548,903
- Prepayment for Phu Nghia Industrial Park infrastructure	29,929,784,385	30,792,274,175
- Allocated tools and supplies	39,976,028,700	27,113,542,404
- Land and office rental	22,782,124,580	24,133,099,349
- Parking infrastructure	3,742,810,545	3,863,554,545
- Depreciation, interest, other expenses (i)	473,066,380,911	439,142,409,873
- Others	23,803,159,096	28,953,207,591

(i) These are interest expenses, depreciation, and land rental costs related to the Polystyrene Iron Plant, which has been inactive since 2015, and the Bac Kan Branch of the Corporation's subsidiary, Material And Complete Equipment Export-Import Corporation. Specifically: the long-term prepaid expenses of the Polystyrene Iron Plant amount to VND 414,538,479,517 (as of 01 January 2024, it was VND 384,054,308,128) and the Bac Kan Branch of Matexim amounts to VND 58,527,901,394 (as of 01 January 2024, VND 55,088,101,745).

(ii) Represents the brand value of the Corporation, which was included in the enterprise value during the equitization process based on the enterprise valuation results for equitization purposes and is allocated over a 10-year period.

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

14. CONSTRUCTION IN PROGRESS

	31/12/2024	01/01/2024
	VND	VND
+ Investment Project for manufacturing medium-sized four-wheel tractors (i)	53,507,597,654	53,507,597,654
+ Investment Project for relocation and reconstruction of Tran Hung Dao Mechanical	11,871,206,422	11,849,910,126
+ Project for relocation and reconstruction of the small tractor manufacturing plant (ii)	10,288,550,496	10,288,550,496
+ Other construction in progress	8,597,276,156	24,735,083,137
	84,264,630,728	100,381,141,413

(i): The construction-in-progress costs of the Medium-Class Four-Wheel Tractor Manufacturing Project include the technology transfer royalty fee under Contract No. 02/VEAM-ISEKI/2016, dated 5 July 2016, with ISEKI & CO., LTD, amounting to VND 56,529,995,370 for the project located in Bim Son. The Corporation obtained a technology transfer registration certificate from the Ministry of Science and Technology under Document No. 24/GCN-BKHCN dated 2 August 2016. According to Resolution No. 58/NQ-HĐQT dated 26 June 2020, the Board of Management authorised the Corporation's General Director to carry out further market research for the MK4B four-wheel tractors, with the support of professional market consultants. The results of this research will assist in investment and development decisions, including prototype development of MK4B transmissions based on ISEKI's licensed designs, aiming to leverage both the Corporation's existing mechanical production capacity and external resources to minimise total production investment costs.

According to Appellate Criminal Judgment No. 167/2023/HSPT dated 17 March 2023 issued by the High People's Court in Hanoi, the involved individuals are required to compensate VEAM with VND 48,943,720,130, and VEAM has been refunded VND 7,586,276,240 relating to contractor tax payments. The compensation process by the involved individuals is ongoing. The construction-in-progress costs of the "Medium-Class Four-Wheel Tractor Manufacturing Investment" project will be reduced by the amount of compensation received from the involved individuals.

(ii) The project was approved for implementation under Resolution No. 23/NQ-VEAM/HĐTV dated 31 July 2014, issued by the Board of Members of Vietnam Engine and Agricultural Machinery Corporation.

According to Decision No. 141/QĐ-VEAM/HĐTV dated 2 November 2016, the key details of the project are as follows:

- Project name: Relocation and Construction of a Small Tractor Manufacturing Plant
- Design capacity: 28,000 two-wheel tractors per year
- Total investment capital: VND 432,146,684,000
- Implementation period: From Q4/2016 to Q1/2018

Subsequently, under Decision No. 51/QĐ-HĐQT dated 12 October 2020, approving the revised implementation schedule for the "Relocation and Construction of a Small Tractor Manufacturing Plant" project, the timeline was extended from "Q4/2016 to Q1/2018" to "Q4/2016 to Q1/2023." The first amendment to the Investment Registration Certificate was issued on 4 December 2020, officially extending the investment period.

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

15. TANGIBLE FIXED ASSETS

	Building sand structures	Machinery & equipment	Motor vehicles transmission	Office equipment	Other	Total
	VND	VND	VND	VND	VND	VND
COST						
01/01/2024	1,734,561,722,843	3,435,514,816,369	213,562,541,655	21,490,055,032	15,493,326,795	5,420,622,462,694
- Purchase during the year	4,532,443,845	53,243,750,864	2,797,081,633	3,804,570,295	-	64,377,846,637
- Transfer from construction in progress	6,235,299,911	-	-	-	-	6,235,299,911
- Disposals	-	(30,100,000)	(829,663,747)	-	-	(859,763,747)
- Other increase	-	-	1,105,331	820,643	-	1,925,974
- Reclassify	(738,188,717)	(21,141,235,800)	25,185,064,120	8,333,345,966	(11,638,985,569)	-
31/12/2024	1,744,591,277,882	3,467,587,231,433	240,716,128,992	33,628,791,936	3,854,341,226	5,490,377,771,469
ACCUMULATED DEPRECIATION						
01/01/2024	1,076,633,759,049	2,587,364,826,256	207,765,550,393	17,965,609,749	11,459,146,564	3,901,188,892,011
- Depreciation for the year	62,435,023,595	167,951,972,989	11,407,041,236	1,663,450,492	9,274,548	243,466,762,860
- Disposals	-	(23,668,458)	(829,663,747)	-	-	(853,332,205)
- Other increase	-	-	1,105,301	820,433	-	1,925,734
- Reclassify	84,902,322	658,948,727	84,060,358	6,854,206,809	(7,682,118,216)	-
31/12/2024	1,139,153,684,966	2,755,952,079,514	218,428,093,541	26,484,087,483	3,786,302,896	4,143,804,248,400
NET BOOK VALUE						
01/01/2024	657,927,963,794	848,149,990,113	5,796,991,262	3,524,445,283	4,034,180,231	1,519,433,570,683
31/12/2024	605,437,592,916	711,635,151,919	22,288,035,451	7,144,704,453	68,038,330	1,346,573,523,069

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

15. TANGIBLE FIXED ASSETS (CONT'D)

The historical cost of fully depreciated tangible fixed assets still in use as of 31 December 2024, was VND 1,984,594,653,441 (as of 01 January 2024: VND 1,945,400,307,006).

At the Parent Company's Office: The historical cost of temporarily unused damaged tangible fixed assets is VND 52,576,717,173 (net book value: VND 8,163,276,291), and the historical cost of damaged tangible fixed assets that are still in use is VND 1,513,059,537 (net book value: VND 0).

The Corporation's subsidiaries primarily use tangible fixed assets formed from loan capital, as well as other fixed assets, as collateral for borrowings, as disclosed in Note 24 to the consolidated financial statements.

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

16. INTANGIBLE FIXED ASSETS

	Patents	Land use rights, industrial park infrastructure fees	Software	Copyright	Other	Total
	VND	VND	VND	VND	VND	VND
COST						
01/01/2024	1,795,000,000	88,405,060,703	15,337,282,185	13,855,846,325	84,500,000	119,477,689,213
- Purchase during the year	-	-	6,665,623,072	-	-	6,665,623,072
31/12/2024	1,795,000,000	88,405,060,703	22,002,905,257	13,855,846,325	84,500,000	126,143,312,285
ACCUMULATED AMORTISATION						
01/01/2024	1,795,000,000	19,886,254,998	12,276,327,148	13,541,687,579	79,863,204	47,579,132,929
- Amortisation	-	1,116,839,244	916,261,818	109,667,650	-	2,142,768,712
- Reclassify	-	1	(4,636,801)	4	4,636,796	-
31/12/2024	1,795,000,000	21,003,094,243	13,187,952,165	13,651,355,233	84,500,000	49,721,901,641
NET BOOK VALUE						
01/01/2024	-	68,518,805,705	3,060,955,037	314,158,746	4,636,796	71,898,556,284
31/12/2024	-	67,401,966,460	8,814,953,092	204,491,092	-	76,421,410,644

Intangible fixed assets include the land use rights for the plot located at 37 Nguyen Thai Binh Street, District 1, Ho Chi Minh City, with a historical cost of VND 10,262,436,326, which is currently in the process of obtaining the land use right certificate.

The historical cost of fully depreciated fixed assets that are still in use as of 31 December 2024, is VND 25,938,890,942 (as of 01 January 2024 is VND 21,469,208,667).

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)*(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***17. TRADE PAYABLES**

	31/12/2024		01/01/2024	
	Balance	Amount that can be settled	Balance	Amount that can be settled
	VND	VND	VND	VND
Short-term trade payables	340,373,144,675	340,373,144,675	334,459,165,753	334,459,165,753
- CITICOM Commercial Joint Stock Company	20,793,688,300	20,793,688,300	19,823,187,890	19,823,187,890
- Honda Trading Viet Nam Company Limited	30,759,511,976	30,759,511,976	31,613,832,998	31,613,832,998
- Cuong Dai Company Limited	3,659,155,508	3,659,155,508	4,876,863,231	4,876,863,231
- Produce And Trading Material - Equipment Company Limited	14,303,288,285	14,303,288,285	12,256,620,895	12,256,620,895
- Others	270,857,500,606	270,857,500,606	265,888,660,739	265,888,660,739
Trade payables to related parties	86,875,500	86,875,500	220,575,717	220,575,717
<i>(Details in note 37)</i>				

VIETNAM ENGINE AND AGRICULTURAL MACHINERY CORPORATION

Lot D, D1 Area, Phu Thuong Ward, Tay Ho District, Hanoi, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)*(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***18. TAXES AND OTHER PAYABLES TO THE STATE BUDGET**

	01/01/2024	Amount payable in the year	Amount paid/ Deducted in the year	31/12/2024
	VND	VND	VND	VND
Taxes and other payables to the State budget	161,952,926,399	326,074,877,650	412,205,848,889	75,821,955,160
- Value-added-tax payable	5,874,880,503	50,129,259,976	50,016,646,352	5,987,494,127
- Import, export tax	-	4,111,363,687	4,111,363,687	-
- Value added tax payable related imported goods	-	5,350,571,221	5,350,571,221	-
- Corporate income tax	134,303,915,339	197,325,867,261	277,500,974,995	54,128,807,605
- Personal income tax	4,871,294,652	41,391,610,342	38,895,144,534	7,367,760,460
- Natural resource tax	483,750,680	5,315,106,282	5,206,045,832	592,811,130
- Land tax, land rental	1,849,267,578	14,619,556,743	16,110,572,393	358,251,928
- Other taxes	528,577	248,948,855	245,792,287	3,685,145
- Fees, charges and other payables	14,569,289,070	7,582,593,283	14,768,737,588	7,383,144,765
Taxes and other receivables from the State budget	2,950,416,353	11,177,591,103	9,595,870,868	1,368,696,118
- Value added tax payable related imported goods	-	3,847,824,741	4,171,066,307	323,241,566
- Corporate income tax	198,320,511	-	58,486,050	256,806,561
- Personal income tax	222,522,409	770,699,173	969,321,369	421,144,605
- Land tax, land rental	2,529,573,433	6,559,067,189	4,396,997,142	367,503,386
- Fees, charges and other payables	-	-	20,000	20,000

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

19. SHORT-TERM ACCRUED EXPENSES

	31/12/2024	01/01/2024
	VND	VND
- Commission expenses, maintenance costs, shipping costs	11,615,874,194	10,708,344,586
- Other accruals	76,198,281,394	77,811,363,059
	87,814,155,588	88,519,707,645

20. OTHER PAYABLES

	31/12/2024	01/01/2024
	VND	VND
Short-term	170,513,758,155	163,336,201,709
- Surplus of assets awaiting resolution (i)	20,367,826,371	21,045,361,717
- Trade union fee	9,437,233,653	9,996,130,512
- Social insurance	145,062,725	48,869,769
- Dividends or profits payables	5,515,158,464	4,547,858,398
- Short-term mortgages, deposits received	11,609,038,139	9,868,165,514
- Centre of International Relation & Investment JSC (ii)	88,988,000,000	88,988,000,000
- Other payables	34,451,438,803	28,841,815,799
Long-term	1,679,207,300	2,204,147,300
- Long-term mortgages, deposits received	1,679,207,300	2,204,147,300

- (i) The surplus assets were identified based on the inventory count minutes as at 31 December 2019 and 31 December 2020, Inventory Report No. 38/BC-VM dated 7 February 2020, Inventory Count Report No. 150A/BC-HĐKK dated 2 March 2021, and Inventory Count Report No. 01/BC-HĐKK dated 8 January 2022 issued by the Inventory Committee; Meeting Minutes No. 01/BB-VM dated 10 January 2022 regarding the 2021 inventory; Inventory Result Report No. 01/BC-HĐKK dated 9 January 2023 issued by the Inventory Committee; and Meeting Minutes No. 01/BB-VM dated 10 January 2023 regarding the 2022 inventory of Veam Motor Factory. However, the value of surplus assets, consisting of materials and goods that were physically overstocked but for which unit prices could not be determined, is not included in the surplus assets pending resolution.
- (ii) Represents the payable amount to Centre of International Relations and Investment Joint Stock Company in connection with an investment cooperation arrangement for the relocation of Tractor and Agricultural Machinery Company Limited — a subsidiary of VEAM — to a new site, and the development of an office, residential, and commercial complex at Lot No. 4, Chu Van An, Ha Dong District, Hanoi. The arrangement is governed by Principle Contract No. 03/2010/HĐNT dated 23 February 2010 and its appendices..

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

21. ADVANCED FROM CUSTOMERS

	31/12/2024	01/01/2024
	VND	VND
Short-term	18,556,396,566	18,203,602,883
- Huantao Automobile Co., Ltd.	1,464,331,174	1,464,331,174
- Others	17,092,065,392	16,739,271,709
Long-term	395,155,522	412,933,300
	18,951,552,088	18,616,536,183

22. UNEARNED REVENUES

	31/12/2024	01/01/2024
	VND	VND
Short-term	5,590,244,794	4,347,575,282
- Unearned revenue from subleasing land use rights, premises, and assets	5,590,244,794	4,347,575,282
Long-term	7,101,536,907	10,811,070,459
- Unearned revenue from subleasing land use rights, premises, and assets	7,101,536,907	10,811,070,459
	12,691,781,701	15,158,645,741

23. PROVISIONS

	31/12/2024	01/01/2024
	VND	VND
Short-term	2,741,235,680	13,387,838,113
- Costs for periodic repair of fixed assets	-	12,363,341,591
- Provision for warranty of products and goods	1,505,988,480	1,024,496,522
- Others	1,235,247,200	-
Long-term	774,682,474	161,090,216
- Provision for other payables	774,682,474	161,090,216
	3,515,918,154	13,548,928,329

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

24. LOANS AND FINANCE LEASE OBLIGATIONS

	31/12/2024		In year		01/01/2024	
	Balance	Amount that can be settled	Increase	Decrease	Balance	Amount that can be settled
	VND	VND	VND	VND	VND	VND
Short-term	127,155,668,919	56,243,580,451	52,083,237,724	67,742,705,786	142,815,136,981	142,815,136,981
<i>Short-term</i>	<i>127,155,668,919</i>	<i>56,243,580,451</i>	<i>52,083,237,724</i>	<i>67,742,705,786</i>	<i>142,815,136,981</i>	<i>142,815,136,981</i>
- Vietnam Development Bank - North Cao Bang - Thai Nguyen Branch	63,907,186,242	-	-	5,710,000,000	69,617,186,242	69,617,186,242
- Joint stock Commercial Bank for Investment and Development of Viet Nam - Thang Long Branch	7,004,902,226	-	-	6,300,012,074	13,304,914,300	13,304,914,300
- Military Commercial Joint Stock Bank - Tay Ho Branch	27,640,000,000	27,640,000,000	-	600,000,000	28,240,000,000	28,240,000,000
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Song Cong Branch	-	-	21,337,599,405	21,337,599,405	-	-
- Shinhan Bank Vietnam Ltd. - Thai Nguyen Branch	-	-	9,611,990,135	9,611,990,135	-	-
- Other loans (*)	28,603,580,451	28,603,580,451	21,133,648,184	24,183,104,172	31,653,036,439	31,653,036,439
Loans from related parties	1,840,000,000	1,840,000,000	-	-	2,050,000,000	2,050,000,000
<i>(Details in note 37)</i>						

(**): Includes a loan from Golden City Joint Stock Company amounting to VND 5.2 billion, as disclosed in Note 1 to the consolidated financial statements.

Short-term loans at subsidiaries are used to supplement working capital for business operations or to finance the purchase of goods under credit limit agreements. Long-term loans at subsidiaries are utilised for the acquisition of fixed assets or the settlement of costs related to construction in progress.

The Corporation's subsidiaries primarily use fixed assets formed from loan capital, as well as certain other fixed assets, as collateral for the aforementioned loans.

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

25. OWNER'S EQUITY

25.1 DETAILS OF OWNERS' EQUITY

	31/12/2024		01/01/2024	
	Paid-in capital VND	Percentage %	Paid-in capital VND	Percentage %
- Ministry of Industry and Trade	11,755,829,660,000	88.47%	11,755,829,660,000	88.47%
- Others	1,532,170,340,000	11.53%	1,532,170,340,000	11.53%
	13,288,000,000,000	100%	13,288,000,000,000	100%

25.2 TRANSACTIONS WITH OWNERS' EQUITY

	Year 2024 VND	Year 2023 VND
Owner's invested equity		
+ Opening equity	13,288,000,000,000	13,288,000,000,000
+ Increase in capital during the fiscal year	-	-
+ Decrease in capital during the fiscal year	-	-
+ Closing capital	13,288,000,000,000	13,288,000,000,000
Dividends and distributed profits	6,690,747,184,000	5,563,552,720,000

25.3 SHARES

	31/12/2024 Share	01/01/2024 Share
- Number of shares registered for issuance	1,328,800,000	1,328,800,000
- Number of shares sold public market	1,328,800,000	1,328,800,000
+ <i>Common shares</i>	<i>1,328,800,000</i>	<i>1,328,800,000</i>
- Number of shares outstanding	1,328,800,000	1,328,800,000
+ <i>Common shares</i>	<i>1,328,800,000</i>	<i>1,328,800,000</i>

* The par value of outstanding shares (VND 10,000 per share)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

25. OWNER'S EQUITY (CONT'D)

25.4 STATEMENT OF CHANGES IN EQUITY

Items	Share capital VND	Other owners' capital VND	Asset revaluation reserve VND	Foreign exchange differences reserve VND	Investment and development fund VND	Retained earnings VND	Non-controlling interests VND	Total VND
01/01/2023	13,288,000,000,000	27,089,186,656	(71,424,341,027)	4,128,514,159	28,125,501,907	11,706,602,187,263	236,189,002,583	25,218,710,051,541
- Profit for the year	-	-	-	-	-	6,201,113,869,869	64,093,825,626	6,265,207,695,495
- Appropriation to reserves at the Parent Company	-	-	-	-	-	(50,709,895,333)	-	(50,709,895,333)
- Appropriation to reserves at Subsidiaries	-	-	-	-	-	(75,017,428,721)	(33,123,763,980)	(108,141,192,701)
- Dividend payment at the Parent Company	-	-	-	-	-	(5,563,552,720,000)	-	(5,563,552,720,000)
- Dividend payment at Subsidiaries	-	-	-	-	-	-	(35,910,936,000)	(35,910,936,000)
- Exchange rate differences on translation of Subsidiaries' financial statements	-	-	-	134,116,090	-	-	16,576,146	150,692,236
- Other increases/decreases	-	-	-	-	-	(165,261,498)	(152,610,205)	(317,871,703)
31/12/2023	13,288,000,000,000	27,089,186,656	(71,424,341,027)	4,262,630,249	28,125,501,907	12,218,270,751,581	231,112,094,170	25,725,435,823,535
01/01/2024	13,288,000,000,000	27,089,186,656	(71,424,341,027)	4,262,630,249	28,125,501,907	12,218,270,751,581	231,112,094,170	25,725,435,823,535
- Profit for the year	-	-	-	-	-	7,361,192,564,715	70,529,938,012	7,431,722,502,727
- Appropriation to reserves at the Parent Company (*)	-	-	-	-	-	(70,077,756,326)	-	(70,077,756,326)
- Appropriation to reserves at Subsidiaries	-	-	-	-	-	(69,516,651,008)	(33,167,992,823)	(102,684,643,831)
- Dividend payment at the Parent Company (*)	-	-	-	-	-	(6,690,747,184,000)	-	(6,690,747,184,000)
- Dividend payment at Subsidiaries	-	-	-	-	-	-	(48,047,955,800)	(48,047,955,800)
- Exchange rate differences on translation of Subsidiaries' financial statements	-	-	-	97,683,855	-	-	12,073,286	109,757,141
31/12/2024	13,288,000,000,000	27,089,186,656	(71,424,341,027)	4,360,314,104	28,125,501,907	12,749,121,724,962	220,438,156,845	26,245,710,543,446

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam**CONSOLIDATED
FINANCIAL STATEMENTS**For the year ended
31 December 2024**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)***(These notes are an integral part of and should be read in conjunction with the accompanying financial statements)***25.4 STATEMENT OF CHANGES IN EQUITY (CONT'D)**

(*) Distribution of 2023 profit according to Resolution No. 155/NQ-BOD dated 05/11/2024 of the Board of Management and Proposal No. 953/TTr-TCNS-TCKT dated 18/12/2024.

Details are as follows:

- Dividend distribution for 2023: VND 6,690,747,184,000
- Allocation to the bonus and welfare fund: VND 68,611,822,040
- Allocation to the management bonus fund: VND 1,465,934,286

26. REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	Year 2024 VND	Year 2023 VND
- Sales of merchandise, finished products	3,899,711,421,411	3,576,394,085,696
- Sales of services	191,731,554,306	196,194,950,668
- Others	23,997,247,614	38,776,174,357
	<u>4,115,440,223,331</u>	<u>3,811,365,210,721</u>
Revenue with related parties <i>(Details in note 37)</i>	1,124,204,649,561	1,078,485,880,551

27. COST OF GOODS SOLD AND SERVICE RENDERED

	Year 2024 VND	Year 2023 VND
- Cost of merchandise goods sold, finished products	3,285,863,451,215	3,024,064,444,676
- Cost of services	149,739,644,962	155,766,341,567
- Others	10,518,200,641	10,619,146,441
- Expenses that exceed the norms	33,899,365,196	33,233,885,120
- Provision for/ Reversal of devaluation of inventories	(2,238,847,934)	134,787,399,875
	<u>3,477,781,814,080</u>	<u>3,358,471,217,679</u>

28. FINANCIAL INCOME

	Year 2024 VND	Year 2023 VND
- Interest income from deposits	839,051,921,782	1,194,330,901,276
- Interest income from loans	1,394,309,361	101,752,620
- Dividends and profit sharing	75,464,324	200,865,474
- Foreign exchange difference gain	16,898,288,965	10,472,189,257
- Other financial income	207,803,944	40,725,869
	<u>857,627,788,376</u>	<u>1,205,146,434,496</u>

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

29. FINANCIAL EXPENSES

	Year 2024 VND	Year 2023 VND
- Interest expense	1,518,531,801	50,279,687,168
- Provision for/ Reversal of devaluation of trading securities and investment losses	(700,000,000)	1,850,000,000
- Foreign exchange difference loss	6,221,621,512	2,947,703,457
- Other financial expense	121,500,569	98,431,252
	<u>7,161,653,882</u>	<u>55,175,821,877</u>

30. SELLING EXPENSES, GENERAL AND ADMINISTRATIVE EXPENSES

	Year 2024 VND	Year 2023 VND
Selling expenses	88,525,929,554	86,359,122,851
- Labour expenses	33,097,406,649	31,242,800,649
- Material, packing cost	5,837,158,380	4,308,362,958
- Tools, requisites	327,056,629	300,768,562
- Depreciation and amortisation	2,555,871,801	2,471,713,010
- Outsourced services	12,742,751,241	13,548,575,768
- Reversal of/ provision for warranty	1,279,252,577	1,730,857,427
- Other expenses	32,686,432,277	32,756,044,477
General and administrative expenses	486,653,689,604	610,664,483,208
- Office staff expenses	292,673,241,131	295,961,411,009
- Depreciation and amortisation	31,480,250,600	33,313,091,109
- Outsourced services	42,305,424,329	42,248,200,229
- Office equipment expenses	5,831,985,214	7,030,694,870
- Taxes, fees and charges	19,157,491,514	11,785,486,840
- Other expenses	91,532,219,965	96,857,468,304
- Tools costs	6,357,799,919	5,552,065,532
- Provision for/Reversal of doubtful debts	(2,684,723,068)	117,916,065,315

31. OTHER INCOME

	Year 2024 VND	Year 2023 VND
- Proceeds from liquidation of fixed assets, scrap, and recovered materials	200,227,272	464,514,659
- Compensation received, damages recovered, contract penalties	3,626,741,396	3,937,305,173
- Others items	4,639,625,932	5,181,314,812
	<u>8,466,594,600</u>	<u>9,583,134,644</u>

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

32. OTHER EXPENSES

	Year 2024	Year 2023
	VND	VND
- Tax penalties and administrative fines, ...	2,436,200,059	13,375,359,820
- Depreciation of fixed assets not used for business operations	4,665,135,586	11,382,118,074
- Other expenses	5,641,466,665	8,625,647,833
	<u>12,742,802,310</u>	<u>33,383,125,727</u>

33. CURRENT CORPORATE INCOME TAX EXPENSE

	Year 2024	Year 2023
	VND	VND
- Current corporate income tax expense at the Parent company	138,251,266,783	196,958,643,162
- Current corporate income tax expense at the Subsidiaries	59,074,600,478	55,051,240,618
	<u>197,325,867,261</u>	<u>252,009,883,780</u>

34. BASIC EARNINGS PER SHARE

	Year 2024	Year 2023
	VND	VND
Profit/loss after corporate income tax	7,361,192,564,715	6,201,113,869,869
Adjustment of bonus and welfare fund (i)	-	(139,594,407,334)
Profit or loss attributable to common shareholders	7,361,192,564,715	6,061,519,462,535
Average common shares outstanding during the year	1,328,800,000	1,328,800,000
Basic earnings per share (VND/CP)	<u>5,540</u>	<u>4,562</u>

(i) Including:

The basic earnings per share for 2023 have been adjusted due to the allocation to the bonus and welfare fund and the management bonus fund at the Parent Company, with a total amount of VND 70,077,756,326 (approved by Resolution No. 155/NQ-BOD dated 05/11/2024), and the allocation to funds at the subsidiaries amounting to VND 69,516,651,008.

Accordingly, the restated basic earnings per share for the year 2023 is VND 4,562 per share (previously reported as VND 4,667 per share).

35. OFF-BALANCE SHEET ITEMS

	31/12/2024	01/01/2024
<i>Foreign currencies</i>		
- USD	1,585,368.50	1,158,786.00
- EUR	1,762.46	4,355.73
- JPY	191.00	707,191.00
- CAD	368.60	368.60

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

36. SEGMENT REPORTING

The Corporation's principal business activity is the trading of power machinery and agricultural machinery. During the year, the Corporation did not engage in any other significant business activities. Accordingly, the financial information presented in the Balance Sheet as at 31 December 2024, and the revenue and expenses presented in the Income Statement for the year then ended, relate solely to the trading of power machinery and agricultural machinery. Revenue and cost of goods sold by business activity are disclosed in Notes 26 and 27.

The Corporation has no business operations outside the territory of Vietnam and, therefore, does not prepare segment reports based on geographical areas outside Vietnam.

37. INFORMATION ABOUT RELATED PARTIES

Remuneration of Board of Management, Board of General Directors, and other key Management Personnel:

The compensation and salary of the Board of Management, the Board of General Directors, and other managers received during the year are as follows:

	Relationship	Year 2024 VND	Year 2023 VND
The Board of Management, the Board of General Directors			
- Mr. Ngo Khai Hoan	Chairman from 20 June 2024	9,387,394,623	10,495,950,282
- Mr. Nguyen Khac Hai	Chairman until 20 June 2024	1,157,076,169	-
- Mr. Nguyen Hoang Giang	Member, General Director from 20 June 2024	896,455,087	2,038,651,701
- Mr. Phan Pham Ha	Member, General Director from 20 June 2024	1,157,076,169	-
- Ms. Nguyen Thi Nga	Member of Board of Management until 20 June 2024	765,536,346	2,038,651,701
- Mr. Nguyen Tien Vy	Member	118,219,159	285,411,226
- Mr. Phan Kim Khoa	Member	280,209,822	285,411,226
- Ms. Nguyen Thi Hoa	Member of Board of Management from 20 June 2024	280,209,822	285,411,226
- Ms. Tran Thi Nguyet	Member of Board of Management from 20 June 2024	809,953,330	-
- Mr. Ho Manh Tuan	Deputy General Director	161,990,663	-
- Mr. Le Minh Quy	Deputy General Director	-	945,480,947
- Mr. Van Dinh Quan	Deputy General Director	1,496,356,369	1,456,412,555
- Mr. Pham Anh Tuan	Deputy General Director	-	1,209,212,267
- Mr. Vu Phong Hai	Person in charge of charge from 10 June 2024	1,315,178,507	858,337,379
- Ms. Nguyen Thi Mai Huong	Chief Accountant until 10 June 2024	543,134,929	-
Board of Supervisors		405,998,251	1,092,970,054
- Ms. Nguyen Thi Phuong Lan	Head of the Board of Supervisors	2,281,708,433	2,324,062,914
- Ms. Nguyen Thi Dien	Member	1,200,899,176	1,223,191,018
- Ms. Le Thi Thanh Binh	Member	900,674,381	917,393,251
		180,134,876	183,478,645
		11,669,103,056	12,820,013,196

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

37. INFORMATION ABOUT RELATED PARTIES (CONT'D)

Related party transactions:

	Relationship	Year 2024 VND	Year 2023 VND
Revenue with related parties		1,124,204,649,561	1,078,485,880,551
- An Giang Mechanical JSC	Associated company	767,707,000	338,597,695
- Honda Vietnam Co. Ltd	Associated company	1,063,572,877,572	1,031,895,453,677
- Toyota Motor Vietnam Co., Ltd	Associated company	59,701,500,989	45,879,209,179
- Ford Viet Nam Limited	Associated company	162,564,000	372,620,000
Purchase from related parties		208,656,213,538	175,122,696,031
- Veam Tay Ho Investment JSC	Associated company	2,415,432,928	2,331,909,216
- Honda Vietnam Co. Ltd	Associated company	206,240,780,610	172,790,786,815
Shared profits, dividends		5,745,021,650,855	6,814,318,875,613
- Honda Vietnam Co. Ltd	Associated company	5,079,453,599,993	5,844,442,844,648
- Toyota Motor Vietnam Co., Ltd	Associated company	261,471,922,012	660,177,008,064
- Ford Viet Nam Limited	Associated company	395,764,316,850	303,659,197,901
- An Giang Mechanical JSC	Associated company	7,790,360,000	5,453,252,000
- Veam Tay Ho Investment JSC	Associated company	541,452,000	586,573,000
Loan interest income		1,394,309,361	101,752,620
- Nakyc JSC	Associated company	47,342,937	75,492,346
- An Giang Mechanical JSC	Associated company	-	26,260,274
- An Giang Mechanical JSC	Associated company	1,346,966,424	-

Balances with related parties:

	Relationship	31/12/2024 VND	01/01/2024 VND
Receivables		237,069,532,573	195,980,237,327
- Nakyc JSC	Associated company	2,238,940,556	2,238,940,556
- Honda Vietnam Co. Ltd	Associated company	120,304,906,340	91,730,883,517
- Toyota Motor Vietnam Co., Ltd	Associated company	19,120,284,240	6,555,011,817
- Matexim Hai Phong JSC and its branches	Associated company	93,233,179,437	93,283,179,437
- Mekong Auto Corporation, Ltd and its branches	Other investments	2,172,222,000	2,172,222,000
Advances to suppliers		176,179,728,269	176,313,428,486
- Matexim Hai Phong JSC - Quang Ninh branch	Associated company	6,500,000,000	6,500,000,000
- Mekong Auto Corporation, Ltd and its branches	Other investments	169,609,728,269	169,609,728,269
- Honda Vietnam Co. Ltd	Associated company	-	133,700,217
- Nakyc JSC	Associated company	70,000,000	70,000,000

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

37. INFORMATION ABOUT RELATED PARTIES (CONT'D)

	Relationship	31/12/2024 VND	01/01/2024 VND
Other receivables		2,663,150,839,645	3,045,018,524,344
Loan receivables		84,654,324,210	85,404,324,210
- Matexim Hai Phong JSC	Associated company	83,150,000,000	83,900,000,000
- Nakycos JSC	Associated company	1,504,324,210	1,504,324,210
Receivable from shared profits, dividends		2,541,795,959,496	2,924,290,581,824
- Honda Vietnam Co. Ltd		2,539,726,799,996	2,922,221,422,324
- Matexim Hai Phong JSC	Associated company	1,868,256,000	1,868,256,000
- Nakycos JSC	Associated company	200,903,500	200,903,500
Loan interest receivables		35,623,175,617	34,228,866,256
- Matexim Hai Phong JSC	Associated company	34,234,914,328	32,887,947,904
- Nakycos JSC	Associated company	1,388,261,289	1,340,918,352
Other receivables		1,077,380,322	1,094,752,054
- Matexim Hai Phong JSC and its branches	Associated company	977,380,322	977,380,322
- Honda Vietnam Co. Ltd	Associated company	-	17,371,732
- Nakycos JSC	Associated company	100,000,000	100,000,000
Trade payables		86,875,500	220,575,717
- Nakycos JSC	Associated company	86,875,500	86,875,500
- Honda Vietnam Co. Ltd	Associated company	-	133,700,217
Short-term loans		1,840,000,000	2,050,000,000
- Mekong Auto Corporation, Ltd	Other investments	1,840,000,000	2,050,000,000
Cash at bank		6,293,280	72,691,684
- Southeast Asia Commercial Joint Stock Bank (*)	Same member of the Board of Management	6,293,280	72,691,684
Term deposits		2,380,000,000,000	2,622,500,000,000
- Southeast Asia Commercial Joint Stock Bank (*)	Same member of the Board of Management	2,380,000,000,000	2,622,500,000,000

(*) As at 31/12/2024, Southeast Asia Commercial Joint Stock Bank (SeABank) is no longer a related party, as Mrs. Nguyen Thi Nga - Vice Chairwoman of SeABank's Board of Directors - resigned from her position as a member of the Corporation's Board of Directors as from 20/6/2024.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

38. CONTINGENT LIABILITIES

SVEAM is currently recognizing temporary land lease expenses in accordance with guidance from Official Document No. 6366/STNMT-QH dated 16 August 2021, issued by the Dong Nai Department of Natural Resources and Environment. This guidance relates to the review of land lease rates for SVEAM's premises in Binh Da Ward, Bien Hoa City. The Company has submitted petitions to the relevant authorities and continues to coordinate with the Dong Nai Department of Taxation. On 24 August 2021, the People's Committee of Dong Nai Province issued Official Letter No. 10242, assigning the Provincial Tax Department - together with the Department of Finance, the Department of Natural Resources and Environment, and other relevant agencies - to review applicable regulations and re-determine the land lease unit price. Subsequently, on 25 April 2022, the General Department of Taxation issued Official Letter No. 1263/TCT-CS, instructing the Dong Nai Department of Taxation to review and verify the Company's land lease agreements, and to coordinate with local land management agencies to determine the correct land lease rate for the period 2011–2015. The purpose is to establish the Company's accurate land lease payment obligations in accordance with regulations. On 31 January 2024, the Company submitted Official Letter No. 014/CV-SVEAM-HC to the State Audit Office of Vietnam, the State Audit Office – Region XIII, the People's Committee of Dong Nai Province, the Dong Nai Department of Taxation, and the Department of Natural Resources and Environment, requesting continued application of the land lease unit price under Decision No. 1357/TC/QĐ/TCT dated 30 December 1995 issued by the Ministry of Finance. On 14 November 2024, a meeting was held involving the State Audit Office – Region XIII, the Dong Nai Department of Natural Resources and Environment, the Dong Nai Department of Taxation, and SVEAM, to discuss the Company's proposal. The meeting minutes concluded: "The Company has not agreed with the land lease unit price stated in Contract No. 28/HĐTĐ; the Company may request the Department of Natural Resources and Environment to review it." On 10 December 2024, SVEAM issued Official Letter No. 161/CV-SVEAM/HC to the People's Committee of Dong Nai Province, the Department of Natural Resources and Environment, and the Dong Nai Department of Taxation, reiterating its request to continue applying the land lease unit price as per Decision No. 1357/TC/QĐ/TCT dated 30 December 1995. As of the date of this report, the Company has not received any official responses from the State Audit Office of Vietnam, the State Audit Office – Region XIII, the People's Committee of Dong Nai Province, the Dong Nai Department of Taxation, or the Department of Natural Resources and Environment. Accordingly, the outcome of this matter remains undetermined. The accompanying financial statements for the year ended 31 December 2024 have not been adjusted for any potential impact arising from this issue.

39. INFORMATION ON EQUITIZATION FINALISATION

The consolidated financial statements for the financial year ended 31/12/2024 do not yet include any adjustments (if any) relating to the finalisation of the Corporation's equitisation, as the competent State authorities have not yet approved the equitisation finalisation as at the date the Corporation was officially converted into a joint stock company. At the same time, the Corporation's leasehold land plots are being reviewed for the renewal of land lease contracts with the competent State authorities following the Corporation's conversion from a single-member limited liability company into a joint stock company.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

40. COMMITMENTS

Under Joint Venture Cooperation Contract No. 149/HĐLD/THĐ-TBG dated 10 November 2009 and its Appendix No. 01/PL-HĐLD dated 15 October 2010, signed between Tran Hung Dao Mechanical Co., Ltd (a subsidiary) and Pacific Financial Investment Group Joint Stock Company ("TBG"), TBG committed to compensate the subsidiary for goodwill and above-ground assets (buildings and structures) with an amount of VND 40 billion. This amount was intended to be contributed by TBG, on behalf of the subsidiary, as the subsidiary's capital contribution to Thai Binh Duong Investment Joint Venture Company Limited (the "Joint Venture").

However, as of the date of this report, the subsidiary has not received any supporting documentation from TBG confirming that the payment was made. Accordingly, the subsidiary has not recognized this capital contribution to the Joint Venture in its financial statements.

41. OTHER INFORMATION

VEAM Motor Factory is using a leased land parcel located in Bac Son Ward, Bim Son Town, Thanh Hoa Province, under Contract No. 212/HĐ/TĐ dated 18 December 2006 between the Corporation and the People's Committee of Thanh Hoa Province, for the purpose of supporting business activities from 2004 to 2054. The total area of the leased land is 288,804.9 m².

According to this contract, VEAM Motor Factory is required to pay annual land rental fees until the contract expiration date, in accordance with prevailing State regulations.

According to Appellate Criminal Judgment No. 855/2023/HS-PT dated 15 November 2023 of the Hanoi High People's Court and First-instance Criminal Judgment No. 234/2023/HS-ST dated 12 June 2023 of the Hanoi People's Court, the individuals involved in the illegal sale of discounted automobiles and the unlawful purchase of tyres, inner tubes, and fenders are required to compensate VEAM Motor Factory amounts of VND 55,673,446,360 and VND 16,828,878,687, respectively. These individuals are also required to return VND 2,417,298,653 and VND 1,468,609,133 to the Factory. Furthermore, from the date the judgment creditor submits an execution request until full payment of all amounts, the judgment debtors are subject to interest on the outstanding amounts, based on the base interest rate announced by the State Bank of Vietnam at the time of payment. On 23 January 2024, the Director of VEAM Motor Factory submitted an execution request to the Hanoi Civil Judgment Enforcement Department regarding the aforementioned judgments.

According to Appellate Criminal Judgment No. 167/2023/HS-PT dated 17 March 2023 of the Hanoi High People's Court and First-instance Criminal Judgment No. 159/2022/HS-ST dated 24 May 2022 of the Hanoi People's Court (details are presented in Notes No. 8, 9, and 16), VEAM will continue to cooperate with the Hanoi Civil Judgment Enforcement Department to expedite the full recovery of the amounts stated in the judgments.

**VIETNAM ENGINE AND AGRICULTURAL
MACHINERY CORPORATION**

Lot D, D1 Area, Phu Thuong Ward,
Tay Ho District, Hanoi, Vietnam

**CONSOLIDATED
FINANCIAL STATEMENTS**

For the year ended
31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

42. COMPARATIVE FIGURES

The comparative figures are those from the Corporation's audited consolidated financial statements for the year ended 31 December 2023.

Hanoi, 24 March 2025



Bui Tuan Anh
Preparer



Vu Phong Hai
Person in charge of accounting



Nguyen Hoang Giang
General Director

