

VIET NAM STEEL CORPORATION-JSC
THAI NGUYEN IRON AND STEEL JOINT STOCK COMPANY



CONSOLIDATED FINANCIAL STATEMENTS
4th QUARTER OF 2024

To:

Thai Nguyen, January 2025

CONSOLIDATED BALANCE SHEET

As at December 31, 2024

Code	ASSETS	Notes	<u>31/12/2024</u> VND	<u>01/01/2024</u> VND
100	A. CURRENT ASSETS		2.719.857.774.761	2.216.100.184.958
110	I. Cash and cash equivalents	3	186.167.637.909	116.953.685.999
111	1. Cash		177.539.847.909	116.953.685.999
112	2. Cash equivalents		8.627.790.000	
130	II. Short-term receivables		662.624.578.155	628.816.211.209
131	1. Short-term trade receivables	5	911.859.637.666	885.119.344.510
132	2. Short-term prepayments to suppliers	6	4.608.833.686	1.365.851.512
136	3. Other short-term receivables	7	96.720.526.847	90.335.445.419
137	4. Provision for doubtful short-term receivables (*)		(350.754.151.135)	(348.117.425.257)
139	5. Shortage of assets awaiting resolution		189.731.091	112.995.025
140	III. Inventories	9	1.805.394.638.494	1.417.440.284.109
141	1. Inventories		1.809.073.580.539	1.422.081.183.727
149	2. Provision for devaluation of inventories (*)		(3.678.942.045)	(4.640.899.618)
150	IV. Other current assets		65.670.920.203	52.890.003.641
151	1. Short-term prepaid expenses	13	43.895.251.951	40.214.124.620
152	2. Deductible VAT		260.756.561	185.590.850
153	3. Taxes and other receivables from State budget	17	21.514.911.691	12.490.288.171
200	B. NON-CURRENT ASSETS		7.668.678.732.643	8.035.956.377.422
210	I. Long-term receivables		63.800.488.952	60.762.560.474
212	1. Long-term prepayments to suppliers	6	21.046.613.341	21.046.613.341
216	2. Other long-term receivables	7	42.753.875.611	39.715.947.133
220	II. Fixed assets		1.044.581.328.474	1.158.100.822.868
221	1. Tangible fixed assets	12	1.009.838.503.233	1.120.489.499.981
222	- <i>Cost</i>		4.667.059.172.866	4.662.169.980.622
223	- <i>Accumulated depreciation (*)</i>		(3.657.220.669.633)	(3.541.680.480.641)
227	2. Intangible fixed assets	11	34.742.825.241	37.611.322.887
228	- <i>Cost</i>		163.488.607.855	163.488.607.855
229	- <i>Accumulated depreciation (*)</i>		(128.745.782.614)	(125.877.284.968)
240	III. Long-term work in progress		6.369.865.368.287	6.629.710.273.959
242	1. Construction in progress	10	6.369.865.368.287	6.629.710.273.959
250	IV. Long-term financial investments	4	19.330.760.758	19.330.760.758
253	1. Investments in other entities		27.615.814.571	27.615.814.571
254	2. Provision for long-term financial investments (*)		(8.285.053.813)	(8.285.053.813)
260	V. Other non-current assets		171.100.786.172	168.051.959.363
261	1. Long-term prepaid expenses		171.100.786.172	168.051.959.363
270	TOTAL ASSETS		10.388.536.507.404	10.252.056.562.380

CONSOLIDATED BALANCE SHEET

As at December 31, 2024

(Next page)

Code	RESOURCES	Notes	31/12/2024 VND	01/01/2024 VND
300	C. LIABILITIES		8.806.108.280.761	8.544.539.466.557
310	I. Current liabilities		6.176.239.465.230	6.017.654.110.294
311	1. Short-term trade payables	14	1.074.460.180.640	611.116.884.875
312	2. Short-term advances from customers	15	20.580.249.496	8.979.672.989
313	3. Taxes and obligations to the State budget	17	25.057.819.595	20.706.161.582
314	4. Payables to employees		69.368.446.665	85.077.573.795
315	5. Short-term accrued expenses	16	1.757.997.706.227	2.136.478.364.873
318	6. Short-term unearned revenue		4.727.273	
319	7. Other short-term payables	19	337.633.805.335	345.356.256.453
320	8. Short-term borrowings and finance lease obligations	20	2.865.683.497.396	2.773.527.859.187
321	9. Short-term provisions	18	2.114.874.722	12.791.241.298
322	10. Bonus and welfare funds		23.338.157.881	23.620.095.242
330	II. Non-current liabilities		2.629.868.815.531	2.526.885.356.263
331	1. Long-term trade payables	14	287.282.707.744	281.191.800.002
333	2. Long-term accrued expenses	16	611.484.901.721	475.420.799.576
337	3. Other long-term payables	19	345.000.000	447.000.000
338	4. Long-term borrowings and finance lease obligations	20	1.684.284.955.551	1.701.077.526.912
342	5. Long-term provisions	18	46.471.250.515	68.748.229.773
343	5. The development of science and technology fund			
400	D. OWNERS' EQUITY		1.582.428.226.643	1.707.517.095.823
410	I. Owners' Equity	21	1.582.428.226.643	1.707.517.095.823
411	1. Owner's equity contribution		1.840.000.000.000	1.840.000.000.000
411a	Common stock with voting rights		1.840.000.000.000	1.840.000.000.000
415	2. Treasury shares (*)		(41.070.000)	(41.070.000)
417	3. Foreign exchange differences		(397.837.384.978)	(277.431.341.922)
418	4. Investment and development fund		29.908.837.239	29.908.837.239
421	5. Undistributed after-tax profit		89.578.894.596	94.971.448.653
421o	Undistributed after-tax profit accumulated through the end of the previous year		94.971.448.653	271.592.743.720
421b	Undistributed after-tax of current period		(5.392.554.057)	(176.621.295.067)
429	7. Non-controlling interest		20.818.949.786	20.109.221.853
440	TOTAL RESOURCES		10.388.536.507.404	10.252.056.562.380


(Signed)

Tran Nguyet Anh
Prepared by

Thai Nguyen, January 15, 2025


(Signed)

Hoang Danh Son
Chief Accountant




(Signed)
Nguyen Minh Hanh
Director

CONSOLIDATED STATEMENT OF INCOME

For the period from January 1, 2024, to December 31, 2024

Code	Items	Notes	2024 VND	2023 VND
01	1. Revenue from sales of goods and services	23	10.601.238.012.356	9.531.404.995.021
02	2. Revenue deductions	24		759.321.350
10	3. Net revenue from sales of goods and services		10.601.238.012.356	9.530.645.673.671
11	4. Cost of goods sold	25	10.253.602.482.315	9.358.104.032.030
20	5. Gross profit/(loss) from sales of goods and services		347.635.530.041	172.541.641.641
21	6. Financial income	26	19.109.838.017	30.986.099.753
22	7. Financial expenses	27	140.847.885.145	173.357.696.660
23	- In which: Interest expense		139.609.953.134	168.951.320.224
24	8. Share of profit or loss in joint ventures and associates			
25	9. Selling expenses	28	51.006.611.792	53.721.618.465
26	10. Corporate management expenses	29	230.132.927.005	169.031.688.516
30	11. Net profit/(loss) from business operations		(55.242.055.884)	(192.583.262.247)
31	12. Other income	30	63.989.460.613	39.669.200.934
32	13. Other expenses	31	4.601.931.987	20.167.123.753
40	14. Other profit/(loss)		59.387.528.626	19.502.077.181
50	15. Accounting profit/(loss) before tax		4.145.472.742	(173.081.185.066)
51	16. Current corporate income tax expense	32	8.828.298.866	3.353.729.482
60	18. Net profit/(loss) after corporate income tax		(4.682.826.124)	(176.434.914.548)
61	19. Net profit/(loss) after tax of the parent company		(5.392.554.057)	(176.621.295.067)
62	20. Net profit/(loss) after tax attributable to non-controlling interests		709.727.933	186.380.519
70	21. Basic earnings per share (*)	33	(29)	(960)



(Signed)

Tran Nguyen Anh

Prepared by

Thai Nguyen, January...15, 2025



(Signed)

Hoang Danh Son

Chief Accountant




(Signed and Sealed)

Nguyen Minh Hanh

Director

Unit: Thai Nguyen Iron And Steel Joint Stock Company

Form: Q-02d

Address: Cam Gia Ward, Thai Nguyen City

CONSOLIDATED FINANCIAL STATEMENTS

4th Quarter - Year 2024

DN - Quarterly Income Statement

ITEMS	CODE	NOTES	QUARTER IV 2024	QUARTER IV 2023	ACCUMULATED FROM BEGINNING OF YEAR TO END OF Q4 2024	ACCUMULATED FROM BEGINNING OF YEAR TO END OF Q4 2023
1. Revenue from sales and service provision	01	VI.1	2.957.401.483.824	2.741.535.388.054	10.601.238.012.356	9.531.404.995.021
2. Revenue deductions	02	VI.2				759.321.350
3. Net revenue from sales and service provision (10 = 01 - 02)	10	VI.30	2.957.401.483.824	2.741.535.388.054	10.601.238.012.356	9.530.645.673.671
4. Cost of goods sold	11	VI.4	2.820.076.482.834	2.617.916.088.494	10.253.602.482.315	9.358.104.032.030
5. Gross profit/(loss) from sales and service provision (20 = 10-11)	20		137.325.000.990	123.619.299.560	347.635.530.041	172.541.641.641
6. Financial income	21	VI.5	3.453.571.870	6.938.051.450	19.109.838.017	30.986.099.753
7. Financial expenses	22	VI.6	32.417.200.256	42.737.434.114	140.847.885.145	173.357.696.660
- Of which: Interest expense	23		32.133.364.640	39.963.915.526	139.609.953.134	168.951.320.224
8. Share of profit or loss in joint ventures and associates						
8. Selling expenses	24	VI.9b	17.001.346.584	21.604.059.729	51.006.611.792	53.721.618.465
9. Corporate management expenses	25	VI.9a	63.215.385.607	48.048.621.794	230.132.927.005	169.031.688.516
10. Net profit/(loss) from business operations {30 = 20 + (21 - 22) - (24 + 25)}	30		28.144.640.413	18.167.235.373	-55.242.055.884	-192.583.262.247
11. Other income	31	VI.7	55.047.451.987	8.051.069.886	63.989.460.613	39.669.200.934
12. Other expenses	32	VI.8	3.280.997.437	6.307.104.304	4.601.931.987	20.167.123.753

ITEMS	CODE	NOTES	QUARTER IV 2024	QUARTER IV 2023	ACCUMULATED FROM BEGINNING OF YEAR TO END OF Q4 2024	ACCUMULATED FROM BEGINNING OF YEAR TO END OF Q4 2023
13. Other profit/(loss) (40 = 31 - 32)	40		51.766.454.550	1.743.965.582	59.387.528.626	19.502.077.181
14. Total accounting profit/(loss) before tax (50 = 30 + 40)	50		79.911.094.963	19.911.200.955	4.145.472.742	-173.081.185.066
15. Current corporate income tax expense	51		5.655.434.696	1.688.847.923	8.828.298.866	3.353.729.482
16. Deferred corporate income tax expense	52					
17. Net profit/(loss) after corporate income tax (60 = 50 - 51 - 52)	60		74.255.660.267	18.222.353.032	-4.682.826.124	-176.434.914.548
18. Net profit/(loss) after tax of the parent company			74.342.502.005	17.728.229.895	-5.392.554.057	-176.621.295.067
19. Net profit/(loss) after tax attributable to non-controlling interests			-86.841.738	494.123.137	709.727.933	186.380.519
20. Basic earnings per share	70		404	96	-29	-960

PREPARED BY
(Signed)



Le Thi Quyen

FINANCE AND ACCOUNTING DEPARTMENT
(Signed)



Hoang Danh Son

January ...¹⁵..., 2025

GENERAL DIRECTOR
(Signed and sealed)




Nguyen Minh Hanh

CONSOLIDATED CASH FLOW STATEMENT*12 months of 2024**(Indirect method)*

CODE	ITEMS	NOTES	<u>12 months of 2024</u>	<u>12 months of 2023</u>
			VND	VND
I.	CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. <i>Profit/(loss) before tax</i>		4.145.472.742	(173.081.185.066)
	2. <i>Adjustments for items</i>			
02	- Depreciation and amortization of fixed assets and investment properties		120.478.888.557	111.733.294.390
03	- Provisions		(31.924.972.621)	(2.668.910.565)
04	Foreign exchange gains, losses from revaluation of monetary items denominated in foreign currencies			143.648.752
05	- Gains, losses from investing activities		(2.608.560.860)	(791.727.563)
06	- Interest expense		139.609.953.134	168.951.320.224
07	- Other adjustments			(32.337.005)
08	3. <i>Operating profit/(loss) before changes in working capital</i>		229.700.780.952	104.254.103.167
09	- Increase, decrease in receivables		(390.414.784.264)	(141.995.056.479)
10	- Increase, decrease in inventories		(386.992.396.812)	344.164.806.084
11	Increase, decrease in payables (excluding interest payable and corporate income tax payable)		794.666.972.923	61.701.626.367
12	- Increase, decrease in prepaid expenses		(6.729.954.140)	14.033.344.697
13	- Interest paid		(160.730.395.326)	(166.798.625.823)
14	- Corporate income tax paid		(3.353.729.482)	(2.801.107.026)
15	- Other receipts from operating activities		201.346.035	16.390.000
20	<i>Net cash from operating activities</i>		76.347.839.886	212.575.480.987
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	1. Purchases of fixed assets and other long-term assets		(10.596.345.296)	(28.704.410.989)
22	2. Proceeds from disposals of fixed assets and other long-term assets		1.626.815.400	
23	3. Interest received, dividends and profits distributed		981.745.460	877.746.568
30	<i>Net cash from investing activities</i>		(7.987.784.436)	(27.826.664.421)
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	1. Proceeds from borrowings		5.046.595.597.754	5.186.560.410.251
34	2. Repayment of borrowings		(5.045.739.873.173)	(5.358.822.459.437)
35	3. Dividends and profits paid to owners			(52.640.000)

CONSOLIDATED CASH FLOW STATEMENT*12 months of 2024**(Indirect method)*

CODE	ITEMS	NOTES	12 months of 2024	12 months of 2023
			VND	VND
40	Net cash from financing activities		855.724.581	(172.314.689.186)
50	Net increase in cash during the period		69.215.780.031	12.434.127.380
60	Cash and cash equivalents at the beginning of the period		116.953.685.999	104.519.632.041
61	Effect of exchange rate changes		(1.828.121)	(73.422)
70	Cash and cash equivalents at the end of the period		186.167.637.909 -	116.953.685.999

PREPARED BY

(Signed)

Le Thi Quyen

CHIEF ACCOUNTANT

(Signed)

Hoang Danh Son

Thai Nguyen, January 15, 2025

GENERAL DIRECTOR

(Signed and Sealed)

Nguyen Minh Hanh

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1 . ENTERPRISE OPERATING CHARACTERISTICS

Form of Equity Ownership

Thai Nguyen Iron and Steel Joint Stock Company was privatized from a State-owned Enterprise - Thai Nguyen Iron and Steel Company under Vietnam Steel Corporation according to Decision No. 996/QD-VNS dated November 30, 2007 of the Board of Directors of Vietnam Steel Corporation, operating in the industrial manufacturing sector. The Company operates under Enterprise Registration Certificate No. 4600100155, first registered on June 24, 2009, with the 11th amendment on November 15, 2021, issued by Thai Nguyen Province Department of Planning and Investment.

Head office of the Company: Cam Gia Ward, Thai Nguyen City, Thai Nguyen Province.

The Company's registered charter capital is VND 1.840.000.000.000, actual contributed charter capital as of December 31, 2024 is VND 1.840.000.000.000; equivalent to 184.000.000 shares with par value of VND 10.000 per share.

Total number of employees as of December 31, 2024: 3.199 people (as of January 1, 2024: 3.345 people).

Business Field

Industrial production

Business Activities

The company's primary business activities include:

- Manufacturing of iron, steel, and Cast iron
- Manufacturing of metal products; Coke and coking products, metallurgical products, ferro-alloys, refractory materials, construction materials, electrode paste, electrodes, acetylene, oxygen and industrial gases; Food processing.

Group Structure

The company has subsidiaries whose financial statements are consolidated as of December 31, 2024, including:

Company name	Address	Ownership Percentage	Voting Rights Percentage	Main Business Activities
Thai Nguyen Rolling Steel Factory	Thai Nguyen	93,68%	93,68%	Steel rolling
Thai Trung Mineral Exploration and Processing Joint Stock Company	Tuyen Quang	51,00%	51,00%	Exploration, mining, Mineral processing; Mining, processing

2 . ACCOUNTING REGIME AND POLICIES APPLIED BY THE COMPANY

2.1 . Accounting Period and Currency used in Accounting

The Company's fiscal year follows the calendar year, starting from January 1 and ending December 31 annually.

The currency used in accounting records is Vietnamese Dong (VND).

2.2 . Applied Accounting Standards and Regime

Applied Accounting Regime

The Company applies the Enterprise Accounting Regime under Circular No. 200/2014/TT-BTC dated December 22, 2014 of the Ministry of Finance and Circular No. 53/2016/TT-BTC dated March 21, 2016 amending certain articles of Circular No. 200/2014/TT-BTC and of Circular No. 202/2014/TT-BTC guiding the method for preparing and presenting consolidated financial statements.

Statement of Compliance with Accounting Standards and Accounting Regulations

The Company has applied Vietnamese Accounting Standards and guidance documents issued by the State. The Financial Statements are prepared and presented in accordance with all requirements of each standard, circular guiding the implementation of Standards and current Enterprise Accounting Regime.

2.3 . Basis for Preparing Consolidated Financial Statements

The consolidated financial statements of the Company are prepared based on the consolidation of the Company's Separate financial statements and the financial statements of its subsidiaries controlled by the Company, for the accounting period from January 1, 2024, to December 31, 2024. Control is achieved when the Company has the ability to control the financial policies and operations of the investee companies in order to derive benefits from their activities.

The financial statements of the subsidiaries apply accounting policies that are consistent with those of the Company. If necessary, the financial statements of the subsidiaries are adjusted to ensure consistency in the accounting policies applied by the Company and its subsidiaries.

Significant balances, income, and expenses, including any unrealized gains or losses arising from intra-group transactions, are eliminated during the consolidation of the financial statements.

The interest of non-controlling shareholders is the portion of profit or loss, and of the net assets of the subsidiary not held by the Company.

2.4 . Accounting Estimates

The preparation consolidated financial statements in compliance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting Regime, and related legal regulations requires the Board of General Directors to make estimates and assumptions affecting reported amounts of assets, liabilities, and contingent assets and liabilities at the reporting date, as well as revenue and expense figures during the accounting period.

Significant estimates and assumptions in consolidated financial statements include:

- Provision for doubtful debts
- Provision for inventory devaluation
- Estimated useful life of fixed assets
- Estimated amortization period of prepaid expenses
- Classification and provision for financial investments
- Estimated percentage of revenue completion
- Estimated corporate income tax

These estimates and assumptions are regularly evaluated based on historical experience and other factors, including expectations of future events that may have material impact on the Company's consolidated financial statements and are assessed as reasonable by the Board of General Directors.

2.5 . Financial Instruments

Initial Recognition

Financial Assets

The Company's financial assets include cash, accounts receivable from customers, and other receivables. At initial recognition, financial assets are measured at purchase/issuance cost plus directly attributable transaction costs.

Financial Liabilities

The Company's financial liabilities include loans, accounts payable to suppliers and other payables, accrued expenses. At initial recognition, financial liabilities are measured at issuance cost plus directly related transaction costs.

Subsequent Measurement

Financial assets and liabilities have not been measured at fair value at the reporting date as Circular 210/2009/TT-BTC and current regulations require presentation of financial statements and disclosures for financial instruments but provide no equivalent guidance for fair value measurement of financial assets and liabilities.

2.6 . Foreign Currency Transactions

Foreign currency transactions during the accounting period are converted to Vietnamese Dong at actual exchange rates at transaction dates.

The actual exchange rates used for revaluing monetary items denominated in foreign currencies at the 2024 consolidated financial statement date are determined as follows:

- For assets: using buying rate of the commercial bank where the Company regularly transacts
- For foreign currency deposits: using buying rate of the bank where the Company maintains the foreign currency account
- For liabilities: using selling rate of the commercial bank where the Company regularly transacts

All foreign exchange differences arising during the period and from revaluation of foreign currency monetary items at period-end are recorded in the income statement.

According to Official Letter No. 15172/BTC-TCDN dated October 26, 2015, from the Ministry of Finance, starting from 2015, the exchange rate differences arising during the year and the exchange rate revaluation differences at the end of the year related to the Phase 2 iron and steel plant renovation and expansion project shall be separately reflected on the Balance Sheet. These exchange rate differences will be allocated to revenue or financial expenses when the project is completed, with the allocation period not exceeding 5 years.

2.7 . Cash

Cash includes cash on hand and demand deposits at banks.

2.8 . Financial Investments

Investments in associates acquired during the period are recognized by the buyer on the acquisition date, with the investment cost and accounting procedures carried out in accordance with the provisions of the Accounting Standards "Financial Information on Joint Venture Investments" and "Accounting for Investments in Associates."

In the consolidated financial statements, investments in associates are accounted for using the equity method. Under the equity method, the investment is initially recognized on the consolidated balance sheet at cost, and subsequently adjusted for changes in the Company's share of the net assets of the associate after acquisition. Any goodwill arising from the investment in the associate is reflected in the carrying amount of the investment. The Company does not allocate this goodwill but annually assesses whether there has been any impairment of the goodwill.

For the investment in the associate company, Gia Sang Steel Rolling Joint Stock Company, this company has been inactive since January 1, 2013, and the accumulated losses on the balance sheet have exceeded the owner's investment capital. On July 15, 2022, the People's Court of Thai Nguyen Province issued Bankruptcy Decision No. 01/2022/QD-TBPS regarding Gia Sang Steel Rolling Joint Stock Company. On April 10, 2023, the High People's Court in Hanoi issued Decision No. 44/2023/QD-PT regarding the reconsideration request of the bankruptcy declaration. The Court accepted the request to reconsider the bankruptcy decision No. 01/2022/QD-TBPS dated July 15, 2022, from the People's Court of Thai Nguyen Province and annulled the bankruptcy declaration. The case was transferred back to the People's Court of Thai Nguyen Province for further resolution in accordance with legal procedures. The carrying value of the investment, using the equity method, at both the beginning and end of the period for this investment is 0 VND.

Investments in equity instruments of other entities include investments in equity instruments where the Company has no control, joint control, or significant influence over the investee. Initial carrying amount of these investments is determined at cost. After initial recognition, these investments are measured at cost less provision for impairment.

Provisions for impairment of investments are made at the reporting date as follows: For long-term investments (not classified as trading securities) where the investor has no significant influence over the investee, if the investment is in listed shares or the fair value of the investment can be reliably determined, the provision is based on the market value of the shares. If the fair value of the investment cannot be determined at the reporting date, the provision is based on the financial statements of the investee at the time the provision is made.

2.9 . Receivables

Receivables are tracked in detail by due date, debtor, currency type, and other factors according to the Company's management needs. Receivables are classified as current and non-current in the 2024 consolidated financial statements based on the remaining term of the receivables at the reporting date.

Provision for doubtful debts is made for: overdue receivables stated in economic contracts, loan agreements, debt commitments, or receivables not yet due but likely to become unrecoverable. The provision for overdue receivables is based on the original payment term in the initial sale contract, regardless of any debt extension between parties, and for receivables not yet due but where the debtor has entered bankruptcy proceedings or is dissolving, missing, fleeing, or expected losses may occur.

2.10 . Inventories

Inventories are initially recognized at cost including: purchase cost, processing cost, and other direct costs incurred to bring inventories to their present location and condition. After initial recognition, at the time of preparing financial statements, if the net realizable value of inventories is lower than cost, inventories are recorded at net realizable value.

Net realizable value is estimated based on selling price of inventories less estimated costs to complete and estimated costs necessary to make the sale.

Inventory value is determined using the weighted average method.

Inventories are accounted for using the perpetual inventory method.

Method of determining work-in-progress value at period end: Work-in-progress manufacturing costs represent the value of semi-finished products at period end. The cost of semi-finished products is accumulated and calculated at each production stage.

Provision for inventory devaluation is made at period end for the difference between cost and net realizable value where cost is higher.

2.11 . Fixed Assets

Tangible and intangible fixed assets are initially recognized at cost. During use, fixed assets are recorded at historical cost, accumulated depreciation, and remaining value.

Value After Initial Recognition

If subsequent expenditures increase future economic benefits expected from fixed asset usage beyond the originally assessed standard performance, these costs are capitalized as additional historical cost of the fixed asset.

Other costs incurred after fixed assets are put into operation, such as repair, maintenance, and overhaul costs, are recorded in the separate income statement in the period they are incurred.

Depreciation of fixed assets is calculated using the straight-line method with estimated useful lives as follows:

- Buildings and structures	10 - 50 years
- Machinery and equipment	03 - 15 years
- Transportation and transmission vehicles	06 - 30 years
- Management equipment and tools	03 - 05 years
- Other tangible fixed assets	03 years
- Management software	03 years
- Land use rights with a definite term	30 - 50 years
- Other intangible fixed assets	10 - 20 years

The Company's land use rights include rights for plots in Hanoi, Da Nang, Quang Ninh, Nghe An, and Thai Nguyen. All these land plots are used for the Company's business operations.

For machinery and equipment directly related to product manufacturing, Thai Trung Steel Rolling Joint Stock Company has applied the depreciation method based on the quantity or volume of products since January 1, 2015, in accordance with Official Letter No. 19139/BTC-TCDN dated December 23, 2015, from the Ministry of Finance regarding the depreciation method of Thai Trung Steel Rolling Joint Stock Company.

2.12 . Construction in Progress

Construction in progress includes fixed assets being purchased and constructed but not yet completed at the reporting date and is recorded at cost. This includes costs for construction, equipment installation, and other direct costs.

2.13 . Operating Leases

Operating leases are leases where the lessor retains substantially all risks and rewards of asset ownership. Operating lease payments are recorded in the income statement using the straight-line method over the lease term.

2.14 . Prepaid Expenses

Costs incurred related to business performance over multiple accounting periods are recorded as prepaid expenses and allocated to business results in subsequent periods.

The calculation and allocation of long-term prepaid expenses are based on the nature and extent of each type of expense to choose appropriate allocation methods and criteria.

The Company's prepaid expenses include:

- Tools and equipment include assets held for business operations with individual cost below VND 30 million, thus not qualifying as fixed assets under current regulations. Tool and equipment costs are allocated using the straight-line method over 03 to 36 months.
- Overburden removal costs are allocated based on actual mining output at mines.
- Geological data usage fees are allocated based on mining duration at mines.
- Land rental is allocated according to rental payment periods.
- Mining rights fees are allocated over the mine's exploitation period.
- Advertising billboard costs are allocated over 03 to 12 months.
- Steel rolling equipment and spare parts costs are allocated based on technical-economic consumption norms.
- Other prepaid expenses are recognized at cost and allocated using the straight-line method over useful life from 03 to 36 months.

2.15 . Payables

Payables are tracked by due date, creditor, currency type, and other factors according to the Company's management needs. Payables are classified as current and non-current in the 2024 consolidated financial statements based on their remaining terms at the reporting date.

2.16 . Loans

Loans are tracked by lender, loan agreement, and payment term. For foreign currency loans, detailed tracking is maintained in original currency.

2.17 . Borrowing Costs

Borrowing costs are recognized as production and business costs when incurred, except for borrowing costs directly related to the construction or production of assets in progress which are capitalized when meeting conditions specified in Vietnamese Accounting Standard No. 16 "Borrowing Costs". Additionally, for specific loans serving fixed asset construction or investment property, interest is capitalized even for construction periods under 12 months.

Since 2007, the Company has been implementing the "Renovation and Production Expansion of Thai Nguyen Iron and Steel Company - Phase 2" Project. Interest costs from project investment loan agreements incurred since 2007 have been capitalized into project investment value and tracked separately from interest costs of regular business operations.

2.18 . Accrued Expenses

Amounts payable for goods and services received from suppliers or provided to customers during the reporting period but not yet paid, and other payables such as loan interest payable, are recognized as production and business costs of the reporting period.

Recognition of accrued expenses as production and business costs follows the matching principle between revenue and costs incurred. Accrued expenses will be settled against actual costs incurred, with any difference between accrued and actual amounts being reversed.

2.19 . Provisions payable

Provisions payable are recognized only when meeting the following conditions:

- The Company has a present obligation (legal or constructive) resulting from a past event
- There is likely to be an outflow of economic benefits to settle the obligation
- A reliable estimate can be made of the obligation amount

The recognized value of a provision is the best estimate of the amount needed to settle the present obligation at the reporting date.

Only expenses related to the provision originally established are offset against that provision.

Provisions payable are recognized in production and business costs of the accounting period. The difference between unused provisions established in the previous period exceeding provisions established in the current period is reversed to reduce production and business costs.

2.20 . Unearned Revenue

Unearned revenue includes advance receipts from customers for asset leases covering one or more financial years.

Unearned revenue is transferred to Sales Revenue according to amounts determined appropriate for each accounting period.

2.21 . Owner's Equity

Owner's investment capital is recognized at actual contributed amount.

Treasury shares are shares repurchased by the Company before the effective date of the 2019 Securities Law (January 01, 2021) but not yet cancelled and will be reissued within the period specified by securities laws. Treasury shares purchased after January 01, 2021 will be cancelled and adjusted to reduce owner's equity.

Foreign exchange differences related to the Steel Production Renovation and Expansion Project Phase 2 are separately accumulated on the Balance Sheet based on Official Letter No. 15172/BTC-TCDN dated October 26, 2015 from the Ministry of Finance.

Undistributed earnings reflect business results (profit or loss) after corporate income tax and the distribution of profits or handling of losses.

Dividends payable to shareholders are recognized as payables on the Company's Balance Sheet after the dividend declaration by the Board of Directors and announcement of the record date by the Vietnam Securities Depository and Clearing Corporation.

2.22 . Revenue

Revenue is recognized when the Company is likely to receive economic benefits that can be reliably measured. Revenue is determined at fair value of amounts received or receivable after deducting trade discounts, price reductions, and returned goods. The following specific recognition criteria must also be met:

Revenue from Sales of Goods

- Significant risks and rewards of ownership have been transferred to the buyer
- The Company retains neither continuing managerial involvement nor effective control over the goods

Revenue from Services

- The stage of completion can be determined reliably at the balance sheet date.

Financial Income

Revenue arising from interest, dividends, profit sharing and other financial activities is recognized when satisfying simultaneously two (2) conditions:

- Economic benefits are likely to flow from the transaction
- Revenue can be measured reliably

Dividends and shared profits are recognized when the Company has the right to receive dividends or profits from capital contribution.

2.23 . Revenue Deductions

Revenue deductions from sales and service provision during the period include: Returns

Returns occurring in the same period as product, goods, or service consumption are adjusted to reduce revenue of that period. For products, goods, or services consumed in previous periods, returns occurring in subsequent periods are treated as follows: if occurring before the issuance of consolidated financial statements, revenue is reduced in the reporting period (previous period); if occurring after financial statement issuance, revenue is reduced in the period of occurrence (subsequent period).

2.24 . Cost of Goods Sold and Services Provided

Cost of goods sold and services provided represents total costs of finished products, goods, materials sold and services provided to customers during the period, recognized in accordance with the revenue principle and prudence principle. Cases of material and goods losses exceeding normal standards, costs exceeding normal levels, inventory losses after deducting team and individual responsibilities are fully and promptly recorded in cost of goods sold.

2.25 . Financial Expenses

Expenses recorded as financial expenses include:

- Loan interest costs
- Losses from foreign currency sales, foreign exchange losses

These items are recorded at total amounts incurred during the period, not offset against financial income.

2.26 . Corporate Income Tax

a) Current Income Tax Expense

Current income tax expense is determined based on taxable income in the period and the current income tax rate.

b) Current Income Tax Rate

The Company applies a corporate income tax rate of 20% for taxable business activities for the accounting period from January 01, 2024 to December 31, 2024.

2.27. Earnings Per Share

Basic earnings per share are calculated by dividing the profit or loss after tax attributable to the ordinary shareholders of the Company (after adjustments for allocations to the Reward and Welfare Fund and the Executive Bonus Fund) by the weighted average number of ordinary shares outstanding during the period.

2.28 . Related Parties

Parties are considered related if one party has the ability to control or exercise significant influence over the other party in making financial and operating decisions. The Company's related parties include:

- Enterprises directly or indirectly controlling, being controlled by, or under common control with the Company, including parent companies, subsidiaries, and associates
- Individuals directly or indirectly holding voting rights in the Company and having significant influence over the Company, key management personnel, and close family members of these individuals
- Enterprises owned directly or indirectly by individuals mentioned above who hold significant voting rights or have significant influence over these enterprises

In considering related party relationships for financial statement preparation and presentation, the Company focuses on the substance of relationships rather than their legal form.

2.29 . Segment Information

As the Company only operates in steel product manufacturing and trading within Vietnam's territory, it does not prepare segment reports by business line or geographical area.

3 . CASH

	<u>December 31, 2024</u>	<u>January 01, 2024</u>
	VND	VND
Cash on hand	1.728.023.216	1.583.323.663
Demand deposits	175.811.824.693	115.370.362.336
Cash equivalents	8.627.790.000	
	<u>186.167.637.909</u>	<u>116.953.685.999</u>

4 . FINANCIAL INVESTMENTS

a) Investment in Associates

The Company has only one associate, Gia Sang Steel Rolling Joint Stock Company. This company is headquartered in Thai Nguyen province and operates in the fields of trading and manufacturing steel billets, and rolling and drawing steel. The Company's ownership interest and voting power in the associate is 39.66%.

Gia Sang Steel Rolling Joint Stock Company has suspended operations since January 1, 2013. Its accumulated losses in the Balance Sheet have exceeded the owners' equity investment. The carrying amount of the investment under the equity method as of the beginning and end of the period is VND 0.

b) Investment in other entities

	December 31, 2024		January 1, 2024	
	Original cost VND	Provision VND	Original cost VND	Provision VND
- Refractory Joint Stock Group Company	3.423.387.421	-	3.423.387.421	-
- Thai Nguyen Iron and Steel Transport Joint Stock Company	1.527.714.510	-	1.527.714.510	-
- Thai Nguyen Iron and Steel Alloy Joint Stock Company	844.433.611	-	844.433.611	-
- Natsteelvina Co.,Ltd	9.729.031.615	(785.053.813)	9.729.031.615	(785.053.813)
- Phu Tho Ferro - Alloy Joint Stock Company	7.500.000.000	(7.500.000.000)	7.500.000.000	(7.500.000.000)
- Gang Thiep Engineering Joint Stock Company	4.591.247.414	-	4.591.247.414	-
	27.615.814.571	(8.285.053.813)	27.615.814.571	(8.285.053.813)

The Company has not determined the fair value of these financial investments as Vietnamese Accounting Standards and Vietnamese Enterprise Accounting System provide no specific guidance on fair value determination.

(i): Since April 2017, the charter capital of the Gang Thiep Engineering Joint Stock Company increased, but the Company did not register to contribute additional capital. Consequently, the Company's ownership percentage in this entity decreased from 20.97% to 13.98%. In accordance with Article 63 of Circular 202/2014/TT-BTC dated December 22, 2014, issued by the Ministry of Finance, this investment is recognized at fair value on the date it was reclassified as a regular investment. As of June 30, 2024, the value of this investment is recognized as follows:

- The original cost recorded in the Company's separate financial statements: VND 8.588.324.446;
- The original cost determined based on the fair value at the reclassification date, recorded in the Company's interim consolidated financial statements: VND 4.591.247.414.

Equity investment in another entity

Company Name	Place of Establishment and Operation	Ownership Percentage	Voting Rights Percentage	Main Business Activities
- Refractory Joint Stock Group Company	Thai Nguyen	4,34%	4,34%	Manufacturing refractory products
- Thai Nguyen Iron and Steel Transport Joint Stock Company	Thai Nguyen	6,47%	6,47%	Freight transportation, metal trading, auto parts trading, iron ore mining
- Thai Nguyen Iron and Steel Alloy Joint Stock Company	Thai Nguyen	0,80%	0,80%	Mining of metal ores, iron ore, wholesale of iron alloys, metals, metal ores
- Nasteelvina Co., Ltd	Thai Nguyen	6,80%	6,80%	Manufacturing and trading of iron and steel products
- Phu Tho Ferro - Alloy Joint Stock Company	Phu Tho	16,30%	16,30%	Manufacturing construction materials, manufacturing and trading iron alloys, various types of iron and steel
- Gang Thiep Engineering Joint Stock Company	Thai Nguyen	1,91%	1,91%	Trading and manufacturing iron, steel, non-ferrous metals, metal products

5 . SHORT-TERM TRADE RECEIVABLES

	December 31, 2024		January 1, 2024	
	Amount	Provision	Amount	Provision
	VND	VND	VND	VND
a) Short-Term				
<i>Related parties</i>	11.449.502.024	(5.240.071.5522)	80.325.612.121	(5.240.071.552)
Thai Hung Trading Joint-Stock Company	5.569.026.240		74.445.136.337	
Gia Sang Steel Rolling Joint Stock Company	5.880.475.784	(5.240.071.552)	5.880.475.784	(5.240.071.552)
<i>Other parties</i>	900.410.135.642	(288.964.890.143)	804.793.732.389	(289.034.890.143)
Trung Dung Trading And Tourist Company Limited (i)	251.899.841.715	(147.566.440.981)	251.899.841.715	(147.566.440.981)
Ha Nam Trading And Construction Company Limited (i)	127.372.235.803	(87.343.026.871)	127.372.235.803	(87.343.026.871)
Luong Tho Company Limited (i)	50.872.614.401	(26.688.093.327)	50.872.614.401	(26.688.093.327)
Hong Trang Company Limited (ii)	24.675.235.824	-	24.675.235.824	-
B.C.H Joint Stock Company	223.487.547.063	-	186.655.672.807	-
Thai Nguyen Minerals And Trading Joint Stock Company	-	-	83.232.145.680	-
Other parties	222.102.660.836	(27.367.328.964)	80.085.986.159	(27.437.328.964)
	911.859.637.666	(294.204.961.695)	885.119.344.510	(294.274.961.695)

(i) For receivables from Trung Dung Trading And Tourist Company Limited, Ha Nam Trading And Construction Company Limited, and Luong Tho Company Limited, the Company has made 100% provision for principal receivables. The late payment interest of VND 168.547.130.740 from these entities was recorded as increase in receivables and other payables according to State Audit Office recommendations, so no provision is required. (See Note 19)

(ii) Receivable from Hong Trang Co., Ltd of VND 24.675.235.824 represents late payment interest recorded as increase in receivables and other payables according to State Audit Office recommendations, so no provision is required. (Additional information in Note 19).

6 . ADVANCES TO SUPPLIERS

	December 31, 2024		January 1, 2024	
	Amount	Provision	Amount	Provision
	VND	VND	VND	VND
a) Short-Term				
<i>Other parties</i>	4.608.833.686	-	1.365.851.512	-
DHATU INTERNATIONAL PTE LTD	2.296.097.573	-		-
Phu Thanh Law Office	150.000.000	-	348.625.200	-
Other advances to suppliers	2.162.736.113		1.017.226.312	
	4.608.833.686	-	1.365.851.512	-
b) Long-term				
<i>Other parties</i>	21.046.613.341	-	21.046.613.341	-
Lilama Hanoi Joint Stock Company	12.998.581.845	-	12.998.581.845	-
Lilama 10 Joint Stock Company	6.956.837.496	-	6.956.837.496	-
Other advances to suppliers	1.091.194.000	-	1.091.194.000	-
	21.046.613.341	-	21.046.613.341	-

Additional information for long-term advances to suppliers:

Advances to suppliers are managed by the Project Management Board and include advances related to Phase II Production Expansion Project and other advances.

On February 20, 2019, the Government Inspectorate announced "Inspection Conclusions on Phase II Production Expansion Project". Advances related to the project may change after implementation of Government Inspectorate recommendations.

(Additional Project information in Note 36).

RECEIVABLES FROM LENDING

7 . OTHER RECEIVABLES

	December 31, 2024		January 1, 2024	
	Amount	Provision	Amount	Provision
	VND	VND	VND	VND
a) Short-Term				
<i>a1) Details by nature</i>				
- Advance payments	1.410.385.781		826.600.671	
- Deposits and guarantees	17.788.033.956		1.003.942.057	
- Employee insurance receivables	966.083.797		703.325.632	
- Temporary personal income tax			283.370.898	
- Penalties, receivables for substandard imported steel scrap	56.772.807.696	(55.748.647.869)	57.245.158.376	(52.975.118.944)
- Inventory shortages from Quang Ninh branch individuals	874.722.423	(743.622.244)	998.444.797	(867.344.618)
- Meal allowances, hazard pay	12.094.000		48.674.843	
- Court fees	235.656.518		164.200.000	
- Receivable from Dong Hy District People's Committee for Trai Cau iron mine resettlement land use fees	8.583.028.500		8.583.028.500	
- Labor agreements and social-cultural funds	732.601.900	-	5.133.180.708	
- Late payment interest on goods purchases	8.404.200.120	-	14.297.546.578	
- Other receivables	940.912.156		1.047.972.359	
	96.720.526.847	(56.492.270.113)	90.335.445.419	(53.842.463.562)
<i>a2) Details by entity:</i>				
- JINSU RESOURCES LTD	23.514.884.834	(23.514.884.834)	23.514.884.834	(23.514.884.834)
- ASIA GLOBAL COMMODITIES PTE LTD	14.632.997.101	(14.632.997.101)	14.632.997.101	(14.632.997.101)
- Dong Hy District People's Committee	8.583.028.500	-	8.583.028.500	
- Thai Hung Trading Joint Stock Company	7.801.983.153	-	7.030.937.433	
- B.C.H Joint Stock Company	5.655.310.376	-	7.266.609.145	
- Other entities	36.532.322.883	(18.344.388.178)	29.306.988.406	(15.694.581.627)
	96.720.526.847	(56.492.270.113)	90.335.445.419	(53.842.463.562)

7 . OTHER RECEIVABLES

	December 31, 2024		January 1, 2024	
	Amount	Provision	Amount	Provision
	VND	VND	VND	VND
b) Long-Term				
<i>b1) Detailed by nature</i>				
- Deposits and guarantees	42.753.875.611	-	39.715.947.133	-
	42.753.875.611	-	39.715.947.133	-
<i>b2) Detailed by entity</i>				
- Thai Nguyen Provincial Environmental Protection Fund	42.027.448.305	-	39.331.143.679	-
- Other entities	726.427.306	-	384.803.454	-
	42.753.875.611	-	39.715.947.133	-
c) Of which: Other Receivables from Related Parties				
- Thai Hung Trading Joint Stock Company	4.165.021.091	-	7.030.937.433	-
	4.165.021.091	-	7.030.937.433	-

8 . BAD DEBTS

	December 31, 2024		January 1, 2024	
	Original cost VND	Recoverable Value VND	Original cost VND	Recoverable Value VND
Total value of overdue receivables or not yet overdue but difficult to recover.				
- Luong Tho Company Limited (i)	50.872.614.401	24.184.521.074	50.872.614.401	24.184.521.074
- Ha Nam Trading And Construction Company Limited	127.372.235.803	40.029.208.932	127.372.235.803	40.029.208.932
- Trung Dung Trading And Tourist Company Limited (i)	251.899.841.715	104.333.400.734	251.899.841.715	104.333.400.734
- Hong Trang Company Limited (i)	24.675.235.824	24.675.235.824	24.675.235.824	24.675.235.824
- Jinsu Resources Ltd	23.514.884.834	-	23.514.884.834	-
- Asia Global	14.632.997.101	-	14.632.997.101	-
- Other receivables	60.105.272.685	9.096.564.664	56.311.575.216	7.939.593.073
Total	553.073.082.363	202.318.931.228	549.279.384.894	201.161.959.637
<i>In which:</i>				
Information about penalties and receivables for late payment interest arising from overdue debts but not recognized as revenue (ii)	201.030.859.458		201.030.859.458	

(i) The recoverable amount as of December 31, 2024 corresponds to the late payment interest in item (ii).

(ii) The total amount of VND 201.030.859.458 represents late payment interest from overdue receivables as per contracts. The Company recorded an increase in accounts receivable and other payables on the Balance Sheet according to the State Audit Office's adjustment in 2013. (See Note 19).

9 . INVENTORIES

	December 31, 2024		January 1, 2024	
	Original cost VND	Provision VND	Original cost VND	Provision VND
Goods in transit	5.677.952.918	-	41.072.986.500	-
Raw materials, supplies	1.361.798.825.399	-	997.239.280.708	-
Tools and instruments	5.485.641.123	-	5.129.108.092	-
Work in progress	20.608.411.592	-	8.117.606.037	-
Finished goods	414.662.417.385	(3.678.942.045)	370.002.705.733	(4.640.899.618)
Merchandise	840.332.122	-	519.496.657	-
	1.809.073.580.539	(3.678.942.045)	1.422.081.183.727	(4.640.899.618)

10 . CONSTRUCTION IN PROGRESS

	December 31, 2024	January 1, 2024
	VND	VND
Construction in progress	6.369.865.368.287	6.629.593.106.011
- Phase II Steel Plant Renovation Project	6.359.941.808.903	6.626.718.099.101
- Other construction works	9.923.559.384	2.875.006.910
Purchase of fixed assets	-	117.167.948
	<u>6.369.865.368.287</u>	<u>6.629.710.273.959</u>

Details of Phase II Steel Plant Renovation Project:

Thai Nguyen Iron and Steel Company is implementing the "Phase II Renovation and Expansion Project" with initial total investment cost of VND 3.843,67 billion and adjusted total investment of VND 8.104,91 billion (according to contract No. 01#EPC/TISCO-MCC signed with main contractor China Metallurgical Group Corporation (MCC) on July 12, 2007).

Currently, the project has extended beyond its initial timeline. The Company's management and Vietnam Steel Corporation continue to negotiate with contractors and coordinate with relevant state agencies to resolve project difficulties.

On February 20, 2019, the Government Inspectorate announced "Inspection Conclusions on Phase II Production Expansion Project - Thai Nguyen Iron and Steel Company". The Government Inspectorate's recommendations are still in implementation.

On November 11, 2021, Hanoi High People's Court issued Judgment No. 531/2021/HS-PT regarding Phase II Steel Project. According to the judgment, the actual damage was determined as interest paid by TISCO to banks from project delay (from May 31, 2011) until case prosecution, totaling VND 830.253.115.150; defendants must compensate TISCO this amount.

The Company received compensation of VND 79.131.547.785 from Hanoi Civil Judgment Enforcement Department, collected from defendants. The Company reduced capitalized interest costs of the Project accordingly.

As of December 31, 2024, total outstanding investment value is VND 6.359,942 billion, including capitalized interest of VND 3.144,77 billion. Current period costs mainly comprise capitalized interest.

(Additional Project information in Note 36)

11 . INTANGIBLE FIXED ASSETS

	<u>Land use rights</u>	<u>Computer software</u>	<u>Other intangible fixes assets</u>	<u>Total</u>
	VND	VND	VND	VND
Cost				
Opening balance	44.090.882.400	8.766.589.627	110.631.135.828	163.488.607.855
Closing balance	<u>44.090.882.400</u>	<u>8.766.589.627</u>	<u>110.631.135.828</u>	<u>163.488.607.855</u>
Accumulated amortization				
Opening balance	9.107.759.747	6.138.389.393	110.631.135.828	125.877.284.968
- Depreciation	1.034.820.055	1.833.677.591	-	2.868.497.646
Closing balance	<u>10.142.579.802</u>	<u>7.972.066.984</u>	<u>110.631.135.828</u>	<u>128.745.782.614</u>
Net book value				
At the beginning of the period	34.983.122.653	2.628.200.234	-	37.611.322.887
At the end of the period	<u>33.948.302.598</u>	<u>794.522.643</u>	<u>-</u>	<u>34.742.825.241</u>

THAI NGUYEN IRON AND STEEL JOINT STOCK COMPANY

Cam Gia Ward, Thai Nguyen City, Thai Nguyen Province

Consolidated Financial Statements

For the period from January 1, 2024 to December 31, 2024

12 . TANGIBLE FIXED ASSETS

						VND
	Buildings and structures	Machinery and equipment	Vehicles and transmission equipment	Office equipment	Other fixed assets	Total
	VND	VND	VND	VND	VND	VND
Cost						
Opening balance	1.144.741.982.771	2.689.381.782.582	654.060.391.303	20.755.490.622	153.230.333.344	4.662.169.980.622
- Purchases during period	205.490.253	5.540.584.131	42.350.000			5.788.424.384
- Construction completion	-	-	381.769.145	1.073.798.715		1.455.567.860
- Disposals	-	-	(2.354.800.000)			(2.354.800.000)
Closing balance	1.144.947.473.024	2.694.922.366.713	652.129.710.448	21.829.289.337	153.230.333.344	4.667.059.172.866
Accumulated depreciation						
Opening balance	858.184.689.950	2.057.387.280.483	466.761.919.562	12.345.604.244	147.000.986.402	3.541.680.480.641
- Depreciation	24.374.012.529	72.033.310.979	19.307.188.359	1.594.242.367	586.234.758	117.894.988.992
+ <i>Depreciation of assets used in production</i>	24.089.415.168	72.033.310.979	19.307.188.359	1.594.242.367	586.234.758	117.610.391.631
+ <i>Depreciation of assets formed from Welfare fund</i>	284.597.361					284.597.361
- Disposals	-	-	(2.354.800.000)			(2.354.800.000)
Closing balance	882.558.702.479	2.129.420.591.462	483.714.307.921	13.939.846.611	147.587.221.160	3.657.220.669.633
Net book value						
At the beginning of the period	286.557.292.821	631.994.502.099	187.298.471.741	8.409.886.378	6.229.346.942	1.120.489.499.981
At the end of the period	262.388.770.545	565.501.775.251	168.415.402.527	7.889.442.726	5.643.112.184	1.009.838.503.233

In which:

- Carrying value at the end of the period of tangible fixed assets pledged as collateral for loans: 898.285.755.233 VND.
- Original cost of fully depreciated tangible fixed assets still in use at the end of the period: 2.245.205.020.384 VND.

13 . PREPAID EXPENSES

	December 31, 2024	January 1, 2024
	VND	VND
a) Short-term		
Tools and supplies in use	2.167.721.721	1.749.390.783
Soil and rock removal costs	9.739.522.032	9.739.522.032
Allocated materials and equipment value	7.712.335.051	6.692.064.664
Insurance costs	1.598.970.395	1.592.142.608
Production preparation tunnel costs	16.729.870.842	16.280.402.278
Advertising billboard costs	4.669.114.843	3.159.512.731
Warehouse rental costs	70.000.000	105.000.000
Other short-term prepaid expenses	1.207.717.067	896.089.524
	43.895.251.951	40.214.124.620
b) Long-term		
Tools and supplies in use	6.083.119.879	9.260.488.092
Steel rolling spare parts	116.210.584.495	106.483.566.199
Fixed asset major repairs pending allocation	602.917.701	541.007.999
Compensation for site clearance at Tien Bo, Trai Cau mines	813.839.230	876.529.120
Geological data usage fee	39.923.539.253	44.024.194.685
Mining rights fee	3.760.506.273	3.581.878.271
Other long-term prepaid expenses	3.706.279.341	3.284.294.997
	171.100.786.172	168.051.959.363

14 . TRADE PAYABLES

	December 31, 2024		January 1, 2024	
	Amount	Payable capacity	Amount	Payable capacity
	VND	VND	VND	VND
a) Short-term				
Other parties	1.074.460.180.640	1.074.460.180.640	611.116.884.875	611.116.884.875
B.C.H Joint Stock Company	5.990.577.660	5.990.577.660	67.894.190.077	67.894.190.077
Trung Thanh Thai Nguyen Limited Liability Company	127.436.960.280	127.436.960.280	76.536.907.223	76.536.907.223
Hiep Huong Trade Joint Stock Company	3.248.712.300	3.248.712.300	57.282.549.480	57.282.549.480
Dai Viet Co., Ltd	64.281.884.936	64.281.884.936	36.295.127.275	36.295.127.275
Thai Nguyen Metallurgical and Steel Company	35.552.512.900	35.552.512.900	144.136.300	144.136.300
Toan Thang Steel Joint Stock Company	136.660.664.800	136.660.664.800	31.022.271.000	31.022.271.000
Binh An Investment and Trading Development Co., Ltd	80.337.847.700	80.337.847.700	11.479.659.950	11.479.659.950
Other payables	620.951.020.064	620.951.020.064	330.462.043.570	330.462.043.570
	1.074.460.180.640	1.074.460.180.640	611.116.884.875	611.116.884.875

b) Long-term

	<u>June 30, 2024</u>	<u>January 01, 2024</u>
	VND	VND
<i>Other parties</i>		
Metallurgical Corporation of China Limited (MCC)	135.076.785.516	129.151.949.690
LILAMA 45.3 Joint Stock Company	34.458.870.572	34.458.870.572
Quang Minh General Trading and Investment Joint Stock Company	23.877.604.252	23.877.604.252
Viet Nam Industrial Construction Corporation	20.237.364.786	20.237.364.786
MAKSTEEL Industrial Equipment Joint Stock Company	17.811.372.974	17.811.372.974
Other payables	55.820.709.644	55.654.637.728
	<u>287.282.707.744</u>	<u>281.191.800.002</u>

Additional information for long-term trade payables:

Long-term trade payables are monitored by the Project Management Board and include payables related to the Phase II Production Expansion Project - Thai Nguyen Iron and Steel Company.

On February 20, 2019, the Government Inspectorate announced "Inspection Conclusions on Phase II Production Expansion Project - Thai Nguyen Iron and Steel Company". Payables related to the project may change after the implementation of the Government Inspectorate's recommendations.

(Additional Project information in Note 36).

15 . ADVANCES FROM CUSTOMERS

	<u>31/12/2024</u>	<u>01/01/2024</u>
	VND	VND
<i>Related parties:</i>		
Hanoi Steel Company	41.094.509	8.195.157
<i>Other parties</i>	20.539.154.987	8.971.477.832
Quynh Minh Corporation Trading and Construction	3.189.118.821	387.720.897
Duc Giang Trade Company Limited	9.130.105	483.609.145
Hiep Huong Trade Joint Stock Company		2.536.193.666
T-D Investment Consulting Joint Stock Company	8.950.030	3.437.324.769
Duc Minh Trading Co., Ltd	14.685.000.000	
Other Advances from Customers	2.646.956.031	2.126.629.355
	<u>20.580.249.496</u>	<u>8.979.672.989</u>

16 ACCRUED EXPENSES

	<u>December 31, 2024</u>	<u>January 1, 2024</u>
	VND	VND
a) Short-term accrued expenses		
- Interest expense	1.701.663.611	2.307.715.394
- Interest expense the Project "Renovation and Expansion of Production of Thai Nguyen Iron and Steel Company - Phase 2 (i)	1.745.409.022.817	2.107.869.422.203
- Accrued electricity and water expenses	7.326.871.244	11.914.146.887
- Accrued compensation and support expenses (ii)	-	4.828.587.193
- Regular maintenance and major repair expenses	-	-
- Accrued distributor bonuses	2.126.000.000	2.846.000.000
- Accrued furnace dust treatment expenses	69.326.095	5.984.907.500
- Other accrued expenses	1.364.822.460	727.585.696
	<u>1.757.997.706.227</u>	<u>2.136.478.364.873</u>
b) Long-term accrued expenses		
- Interest expense the Project "Renovation and Expansion of Production of Thai Nguyen Iron and Steel Company - Phase 2 (i)	611.484.901.721	475.420.799.576
	<u>611.484.901.721</u>	<u>475.420.799.576</u>

17 . TAXES AND AMOUNTS PAYABLE TO STATE BUDGET

	Opening receivables	Opening payables	Amount payable in period	Amount paid in period	Closing receivables	Closing payables
	VND	VND	VND	VND	VND	VND
Value Added Tax	-	12.348.791.790	77.257.287.427	80.268.035.838	-	9.338.043.379
Special Consumption Tax	-	-	1.990.507.880	1.990.507.880	-	-
Export-Import Tax	-	3.353.729.482	8.828.298.866	3.353.729.482	-	8.828.298.866
Corporate Income Tax	63.222.893	5.100.000	2.301.306.168	2.306.802.839	65.816.564	2.197.000
Personal Income Tax	-	3.486.574.710	38.233.464.887	37.145.171.985	-	4.574.867.612
Natural Resources Tax	12.427.065.278	-	67.999.871.912	55.763.473.170	190.666.536	-
Land and Property Tax	-	76.046.550	659.723.550	658.017.000	-	77.753.100
Environmental Protection Tax	-	-	20.000.000	20.000.000	-	-
Other Taxes	-	1.435.919.050	25.161.426.200	45.619.114.203	21.258.428.591	2.236.659.638
	12.490.288.171	20.706.161.582	222.451.886.890	227.124.852.397	21.514.911.691	25.057.819.595

The Company's tax finalization is subject to inspection by tax authorities. Due to varying interpretations of tax laws and regulations that may apply to different types of transactions, the tax amounts presented in the 2024 separate financial statements may be subject to change based on tax authority decisions.

18 . PROVISIONS

	December 31, 2024	January 1, 2024
	VND	VND
a) Short-term		
- Major repair provision	-	8.402.400.600
- Transportation support provision	-	957.550.000
- Sludge and furnace dust treatment expenses	2.114.874.722	3.431.290.698
	2.114.874.722	12.791.241.298
b) Long-term		
- Environmental restoration costs	36.471.250.515	34.159.749.343
- Mining rights fee	-	14.588.480.430
- Major repair provision	10.000.000.000	20.000.000.000
	46.471.250.515	68.748.229.773

19 . OTHER PAYABLES	December 31, 2024	January 1, 2024
	VND	VND
a) Short-term		
- Union fees	1.457.176.230	1.432.250.788
- Mandatory insurance		250.849.297
- Short-term deposits and guarantees	27.606.134.019	29.557.834.400
- Dividends and profits payable	107.640.000	107.640.000
- Collective labor agreement fund	2.984.712.220	6.784.163.445
- Social charity and cultural fund	256.238.184	844.245.603
- Inventory shortage liability fund	131.100.179	538.808.194
- Payable to Thai Nguyen Provincial People's Committee for Ban Co Lake and Cua Lang Lake value (i)	10.188.115.550	10.188.115.550
- Meal allowances and benefits	861.608.598	1.211.533.547
- Resettlement area receipts	800.000.000	800.000.000
- Late Payment Interest Receivable, Recognized Increase in Receivables, Payables (ii)	201.314.695.074	201.030.859.458
+ <i>Offsetting recognized late payment interest receivable (ii)</i>	5.785.518.051	5.501.682.435
+ <i>Offsetting late payment interest receivable per State Audit conclusion (ii)</i>	195.529.177.023	195.529.177.023
- Compensation and support for subsidence from deep-layer ore mining (iii)	25.646.191.449	25.638.555.964
- Tender, quotation	450.000.000	450.000.000
- Trade discounts payable to agents	57.874.197.490	56.982.649.960
- Uncle Ho memorial house construction fund	6.216.200.242	2.494.850.000
- Interest Payable		3.101.402.538
- Other payables	1.739.796.100	3.942.497.709
	337.633.805.335	345.356.256.453
b) Long-term		
- Long-term deposits and guarantees	345.000.000	447.000.000
	345.000.000	447.000.000

(i): Represent the investment value of Cua Lang Lake and Ban Co Lake transferred from Thai Nguyen Provincial People's Committee for management and exploitation serving Tien Bo Iron Mine operations.

(ii): Late payment interest from overdue receivables under contracts recorded as increase in accounts receivable and other payables on the Balance Sheet according to State Audit Office's 2013 adjustment. (See Note 08).

(iii): Represent costs related to compensation and support for households affected by subsidence from deep-layer ore mining according to approved compensation plans and with payment decisions.

20 . LOANS

a) Production and Business Operation Loans

	January 1, 2024		Changes during period		December 31, 2024	
	Value VND	Payment capacity VND	Increase VND	Decrease VND	Value VND	Payment capacity VND
a) Short-term loans:						
- Short-term bank loans	1.585.851.727.819	1.585.851.727.819	5.046.595.597.754	4.953.589.005.245	1.678.858.320.328	1.678.858.320.328
- Short-term bank loans	1.585.851.727.819	1.585.851.727.819	5.046.595.597.754	4.953.589.005.245	1.678.858.320.328	1.678.858.320.328
- Long-term loan due for repayment	79.500.000.000	79.500.000.000	82.223.287.057	79.500.000.000	82.223.287.057	82.223.287.057
- Long-term bank loan due for repayment	79.500.000.000	79.500.000.000	82.223.287.057	79.500.000.000	82.223.287.057	82.223.287.057
	1.665.351.727.819	1.665.351.727.819	5.128.818.884.811	5.033.089.005.245	1.761.081.607.385	1.761.081.607.385
b) Long-term loans:						
- Long-term bank loans	161.723.287.057	161.723.287.057	-	79.500.000.000	82.223.287.057	82.223.287.057
	161.723.287.057	161.723.287.057	-	79.500.000.000	82.223.287.057	82.223.287.057
- Loans due within 12 months	(79.500.000.000)	(79.500.000.000)	(82.223.287.057)	(79.500.000.000)	(82.223.287.057)	(82.223.287.057)
- Loans due after 12 months	82.223.287.057	82.223.287.057			-	-

21 . OWNER'S EQUITY

a) Statement of Changes in Owner's Equity:

	Owner's invested capital	Treasury shares	Foreign exchange differences	Investment and development fund	Undistributed earnings	Non-controlling interests	Total
	VND	VND	VND	VND	VND	VND	VND
Opening balance previous year	1.840.000.000.000	(41.070.000)	(207.186.546.087)	29.908.837.239	271.592.743.720	19.922.841.334	1.954.196.806.206
Loss in previous year	-	-	-	-	(176.621.295.067)	186.380.519	(176.434.914.548)
Foreign exchange revaluation (i)	-	-	(70.244.795.835)	-	-	-	(70.244.795.835)
Closing balance previous year	1.840.000.000.000	(41.070.000)	(277.431.341.922)	29.908.857.239	94.971.448.653	20.109.221.853	1.707.517.095.823
Opening balance this year	1.840.000.000.000	(41.070.000)	(277.431.341.922)	29.908.837.239	94.971.448.653	20.109.221.853	1.707.517.095.823
Profit in current year	-	-	-	-	(5.392.554.057)	709.727.933	(4.682.826.124)
Foreign exchange revaluation (i)	-	-	(120.406.043.056)	-	-	-	(120.406.043.056)
Capital reduction in current year	-	-	-	-	-	-	-
Reissuance of treasury shares	-	-	-	-	-	-	-
Other reduce	-	-	-	-	-	-	-
Closing balance this year	1.840.000.000.000	(41.070.000)	(397.837.384.978)	29.908.837.239	89.578.894.596	20.818.949.786	1.582.428.226.643

(i) The foreign exchange differences related to the Phase 2 steel mill expansion and renovation project are separately recognized and accumulated on the balance sheet in accordance with Ministry of Finance Circular No. 15/72/BTC-TCDN dated October 26, 2015.

b) Details of owner's investment capital

	Year-end	Percentage	Beginning	Percentage
	VND	%	VND	%
Vietnam Steel Corporation	1.196.000.000.000	65,00	1.196.000.000.000	65,00
Thai Hung Trading Joint-Stock Company	368.000.000.000	20,00	368.000.000.000	20,00
Other shareholders	275.889.000.000	14,99	275.889.000.000	14,99
Treasury shares	111.000.000	0,01	111.000.000	0,01
Total	1.840.000.000.000	100,00	1.840.000.000.000	100,00

c) Transactions with owners and dividend and profit distributions

	2024	2023
	VND	VND
Owner's invested capital	1.840.000.000.000	1.840.000.000.000
- Opening balance	1.840.000.000.000	1.840.000.000.000
- Closing balance	1.840.000.000.000	1.840.000.000.000
- Opening balance of dividends and profit payable	107.640.000	160.280.000
- Dividends and profit paid in shares		(1.920.000)
+ Dividends and profit distributed from previous period's profit		(1.920.000)
- Closing balance of dividends and profit payable	107.640.000	158.360.000

d) Shares

	December 31, 2024	January 1, 2024
Number of shares registered	184.000.000	184.000.000
Number of shares issued and fully paid	184.000.000	184.000.000
- Common shares	184.000.000	184.000.000
The number of shares repurchased (treasury shares):	11.100	11.100
- Common shares	11.100	11.100
Number of outstanding shares	183.988.900	183.988.900
- Common shares	183.988.900	183.988.900
Par value of outstanding shares (VND)	10.000	10.000

e) Company's funds

	December 31, 2024	January 1, 2024
	VND	VND
Investment and Development Fund	29.908.837.239	29.908.837.239
	29.908.837.239	29.908.837.239

22. OFF-BALANCE SHEET ITEMS AND OPERATING LEASE COMMITMENTS

a) Leased assets

Thai Nguyen Iron And Steel Joint Stock Company has signed land lease contracts with the State for business production purposes. According to these contracts, the Company must pay annual land rent until the contract expiration date according to current State regulations. Information about the leased land lots is as follows:

No.	Location of land plot	Area (m2)	Lease term (years)
I	Company Headquarters		
1	Land plot No. 04, cadastral map No. 05, Phu Xa ward, Thai Nguyen city	7.861,7	Until 2047
2	Cadastral map No. 128, Phu Xa ward, Thai Nguyen city	3.210,0	Until 2047
3	Phase 2 production expansion area (Cam Gia ward, Thai Nguyen city)	31.723,2	Until 2036
4	Green tree planting area (Cam Gia ward, Thai Nguyen city)	423.191,8	Until 2047
5	Area within fence (Cam Gia ward, Thai Nguyen city)	1.297.342,9	Until 2047

Information about leased land lots (continued):

No.	Location of land plot	Area (m ²)	Lease term (years)
II	Tien Bo Mine		
1	Mine pit area	2.224.785,8	30-year lease
2	Explosives storage area	29.848,8	30-year lease
3	Cau River water pipeline area, transportation route	18.672,0	30-year lease
4	Access road to Mine Office area	2.140,4	30-year lease
III	Trai Cau Mine		
1	Land leased at Trai Cau town		
-	Land leased until 2047	696.913,1	Until 2047
-	Land leased until 2036	279.217,1	Until 2036
-	Land leased until 2025	13.223,5	Until 2025
2	Land leased at Nam Hoa commune		
-	Land leased at mountain D (Nam Hoa commune)	18.559,3	Until 2047
-	Land leased at mountain D (Nam Hoa commune)	21.241,2	Until 2050
3	Land leased at Tan Loi commune	217.726,0	Until 2047
4	Land leased at Cay Thi commune mountain		
-	Land leased at mountain D	88.015,0	Until 2050
-	Land leased at mountain D	3.085,7	Under extension
-	Land leased at deep ore mountain level	9.529,3	Until 2025
IV	Phan Me Mine		
1	Cadastral map No. 10 and 166 Giang Tien town, Phu Luong district (Office area and mine exploitation area)	305.860,0	Until 2047
2	Cadastral map No. 33 and 169 Ha Thuong commune, Dai Tu district (Weighing station area and mine exploitation area)	139.980,0	Until 2047
3	Cadastral map No. 45, 46, 47, 57, 58 and 59 Phuc Linh commune, Dai Tu district (Mine exploitation area)	436.257,0	Until 2047
4	Cadastral map No. 57, 65, 66, 67, 68, 73, 74 and 75 Phuc Linh commune, Dai Tu district (Waste dump area)	751.660,0	Until 2028
5	Cadastral map No. 57, 68 and 69 Phuc Linh commune, Dai Tu district (Expansion of blasting boundary, boundary 3)	165.319,0	Until 2028
6	Extracted cadastral map of Giang Tien town (waste dump area of Phan Me coal mine)	187.200,0	Under extension
V	Tuyen Quang Iron and Steel Rolling Mill		
1	Service area and security gate (An Hoa 2 village, An Tuong commune, Tuyen Quang city)	1.139,0	Until 2043
2	Office area and production area (An Hoa 2 village, An Tuong commune, Tuyen Quang city)	45.829,0	Until 2043
VI	Quartzite Phu Tho Mine		
1	Headquarters land (Ha Son Street, Thanh Son Town, Thanh Son, Phu Tho)	2.034,0	Under extension
2	Mine exploitation land (Thuc Luyen, Thanh Son, Phu Tho)	222.000,0	Under extension
3	Storage yard land (Thuc Luyen, Thanh Son, Phu Tho)	22.400,0	Under extension
VII	Railway Transport Enterprise		
1	Area from Station 48 to Ngam Cay Thi	5.000,0	Until 2047
VIII	Quang Ninh Branch		
1	Gieng Day ward, Ha Long city	6.654,3	Under extension

Information about leased land lots (continued):

Thai Trung Steel Rolling Joint Stock Company has signed a land lease agreement with the Department of Natural Resources and Environment of Thai Nguyen Province for land in Cam Gia Ward, Thai Nguyen City, to use for production and business purposes. The lease term is 49 years, from 2008 to 2057. The leased land area is 53.133,9 m². According to this contract, the Company must pay annual land lease fees in accordance with the current regulations of the State.

c) Assets held in trust

	December 31, 2024	January 1, 2024
- Rolled steel (tons)	20.247,860	7.361,502
- Steel billets (tons)	34.420,396	-
- Coking coal (tons)	18.029,345	-
- Cooled blast furnace slag (tons)	306.257,410	-
- Steelmaking pig iron (tons)	-	1.207,160
- Dust filter bags (pieces)	-	300,000
- Ferrosilicon (tons)	101,655	-
- Hot patching material (tons)	57,854	-

d) Foreign currencies

	December 31, 2024	January 1, 2024
- US Dollar (USD)	2.637,52	2.097,78

e) Bad debts written off

	December 31, 2024	January 1, 2024
	VND	VND
	4.033.133.561	4.033.133.561

23 . TOTAL REVENUE FROM SALES OF GOODS AND SERVICES

	Year 2024	Year 2023
	VND	VND
Revenue from goods sold	11.221.829.233	324.099.776
Revenue from finished products	10.567.482.028.440	9.517.161.822.830
Revenue from services	22.534.154.683	13.919.072.415
	10.601.238.012.356	9.531.404.995.021
Including: Revenue from related parties (See detailed information in Note 39)	3.593.980.562.040	3.089.237.038.540

24 . SALES DEDUCTIONS

	Year 2024	Year 2023
	VND	VND
Sales returns	-	759.321.350
	-	759.321.350

25 . COST OF GOODS SOLD AND SERVICES PROVIDED

	Year 2024	Year 2023
	VND	VND
Cost of goods sold	15.234.887.732	267.568.581
Cost of finished products sold	10.217.737.110.191	9.331.171.550.577
Cost of services provided	21.592.441.965	28.086.919.173
Provision/reversal of provision for inventory devaluation	(961.957.573)	(1.422.006.301)
	10.253.602.482.315	9.358.104.032.030

In which: Purchases from related parties

26 . FINANCIAL

	Year 2024	Year 2023
	VND	VND
Interest income from deposits, loans	835.035.868	813.016.568
Payment discounts, interest from deferred payments	17.701.383.034	29.152.744.118
Dividends and profits received	146.720.000	64.730.000
Foreign exchange gains arising during the period	281.275.414	955.609.067
Foreign exchange gains from year-end revaluation	145.423.701	
Other Financial income		
	19.109.838.017	30.986.099.753
In which: Financial income from related parties	10.913.796.567	13.926.638.115

(See detailed information in Note 39)

27 . FINANCIAL EXPENSES

	Year 2024	Year 2023
	VND	VND
Loan interest	139.609.953.134	168.951.320.224
Payment discount, Late payment interest	66.041.210	2.798.746.414
Deposit and collateral interest	588.186.301	
Foreign exchange losses arising during the period	404.774.521	603.420.608
Foreign exchange losses from year-end revaluation	178.929.979	143.648.752
Provision for decline in trading securities and Investment loss	-	785.053.813
Other Financial Expenses	-	75.506.849
	140.847.885.145	173.357.696.660

28 . SELLING EXPENSES

	Year 2024	Year 2023
	VND	VND
Materials and supplies expenses	1.566.775.811	2.003.007.737
Labor costs	7.144.162.453	6.863.791.458
Fixed asset depreciation	1.177.839.571	1.180.599.304
External services	26.038.275.804	21.535.311.965
Other monetary expenses	15.079.558.153	22.138.908.001
	51.006.611.792	53.721.618.465

29 . GENERAL AND ADMINISTRATIVE EXPENSES

	Year 2024	Year 2023
	VND	VND
Materials and supplies expenses	8.256.532.097	9.199.763.364
Labor costs	83.453.338.076	82.570.004.569
Fixed asset depreciation	7.339.051.687	7.606.307.396
Taxes, fees, and charges	67.771.059.813	36.099.467.638
Provision reversal	2.636.725.878	(27.397.579.985)
External services	11.279.547.038	11.445.819.270
Other monetary expenses	49.396.672.416	49.507.906.264
	230.132.927.005	169.031.688.516

In which: Corporate management expenses purchased from related parties
(See detailed information in Note 39)

30 . OTHER INCOME

	Year 2024	Year 2023
	VND	VND
Income from disposal and sale of fixed assets	1.626.815.400	
Mining rights fee for Quartzite Mine		3.690.860.126
Reactive power	84.300.809	187.231.637
Land rent is reduced by 30% in accordance with regulations.	241.366.464	12.167.470.306
Penalties and compensation	160.000.000	69.675.804
Stockyard lining coal, recovered ore	4.166.896.093	12.483.567.300
Electricity charges		5.956.291.887
Income from scrap steel recovery	1.456.477.500	
Previous year's taxes and fees	30.656.693.322	
Recovered products + materials	20.600.209.490	694.044.072
Costs of processing imported scrap steel		1.454.421.518
Other income	168.114.342	2.965.638.284
Compensation and support expenses for Trai Cau	4.828.587.193	
	63.989.460.613	39.669.200.934

31 . OTHER EXPENSES

	Year 2024	Year 2023
	VND	VND
Loss on disposal of fixed assets	-	86.019.005
Penalties	502.208.006	180.250.337
Previous year's taxes and fees	528.255.531	
Late payment interest	-	
Non-deductible depreciation	371.043.594	395.318.276
Furnace dust handling costs	-	14.633.349.500
Wage expenses for coal + slag	2.051.652.339	
Supplementary payment of taxes and fees	-	618.428.611
Expenses during production suspension	-	3.091.927.420
Taxes and fees	1.116.525.745	
Other expenses	32.246.772	1.161.830.604
	4.601.931.987	20.167.123.753

32 . CURRENT CORPORATE INCOME TAX

	Year 2024	Year 2023
	VND	VND
Current corporate income tax expenses at subsidiaries	8.828.298.866	3.353.729.482
Current corporate income tax	8.828.298.866	3.353.729.482
Corporate income tax payable at the beginning of the period	3.353.729.482	2.801.107.026
Corporate income tax paid during the period	(3.353.729.482)	(2.801.107.026)
Corporate income tax payable at the end of the period	8.828.298.866	3.353.729.482

33. BASIC EARNINGS PER SHARE

The calculation of basic earnings per share distributable to common shareholders of the Company is based on the following figures:

	Year 2024	Year 2023
	VND	VND
Profit after tax	(5.392.554.057)	(176.621.295.067)
Profit attributable to common shares	(5.392.554.057)	(176.621.295.067)
Weighted average number of ordinary shares outstanding during the period	183.988.900	183.988.900
Basic earnings per share	(29)	(960)

The company has not made any provision for the Bonus and Welfare Fund or the Executive Board's Bonus Fund based on the after-tax profit at the time of preparing the consolidated financial statements.

As of December 31, 2024, the company does not have any potential dilutive shares.

34 . PRODUCTION AND BUSINESS COSTS BY ELEMENTS

	Year 2024	Year 2023
	VND	VND
Raw materials and supplies	9.163.589.509.033	8.614.503.555.089
Labor costs	416.529.001.405	407.038.707.730
Fixed asset depreciation	120.478.889.277	111.080.805.742
External services	275.116.082.498	330.924.241.513
Other monetary expenses	173.693.357.486	186.778.246.803
Total	10.149.406.839.699	9.650.325.556.877

35 . FINANCIAL INSTRUMENTS

Financial Risk Management

The Company's financial risks include: market risk, credit risk, and liquidity risk.

The Company has built a control system to ensure a reasonable balance between the cost of risks incurred and the cost of risk management. The Board of General Directors is responsible for monitoring the risk management process to ensure a reasonable balance between risk and risk control.

Market Risk

The Company may face market risks such as: foreign exchange rate fluctuations, interest rates

Foreign Exchange Risk:

The Company is exposed to exchange rate risk when transactions are conducted in currencies other than Vietnamese Dong such as: loans, revenue, expenses, import of materials, goods, machinery and equipment...

Interest Rate Risk:

The Company is exposed to interest rate risk as the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates when the Company has term deposits with or without fixed terms, loans and debts bearing floating interest rates. The Company manages interest rate risk by analyzing the competitive situation in the market to obtain favorable interest rates for the Company's purposes.

Credit Risk

Credit risk is the risk that a counterparty to a financial instrument or contract fails to perform its obligations, leading to financial loss for the Company. The Company has credit risks from production and business activities (mainly from trade receivables) and financial activities (including bank deposits, loans, and other financial instruments).

	From 1 year and under VND	Over 1-5 years VND	Over 5 years VND	Total VND
As of December 31, 2024				
Cash	175.811.824.693	-	-	175.811.824.693
Trade and other receivables	657.826.013.378	42.753.875.611	-	700.579.888.989
	833.637.838.071	42.753.875.611	-	876.391.713.682
As of January 1, 2024				
Cash	115.370.362.336	-	-	115.370.362.336
Trade and other receivables	627.337.364.672	39.715.947.133	-	667.053.311.805
	742.707.727.008	39.715.947.133	-	782.423.674.141

Liquidity Risk

Liquidity risk is the risk that the Company encounters difficulties in meeting financial obligations. The Company's liquidity risk mainly arises from the mismatch of maturities of financial assets and financial liabilities.

Payment terms of financial liabilities based on expected payments under contracts (on the basis of cash flows of principal amounts) are as follows:

	From 1 year and under VND	From 1-5 years VND	Over 5 years VND	Total VND
As of December 31, 2024				
Loans and borrowings	2.865.683.497.396	1.684.284.955.551	-	4.549.968.452.947
Trade and other payables	1.412.093.985.975	287.627.707.744	-	1.699.721.693.719
Accrued expenses	1.757.997.706.227	611.484.901.721	-	2.369.482.607.948
	6.035.775.189.598	2.583.397.565.016	-	8.619.172.754.614
As of January 1, 2024				
Loans and borrowings	2.773.527.859.187	1.701.077.526.912	-	4.474.605.386.099
Trade and other payables	956.473.141.328	281.638.800.002	-	1.238.111.941.330
Accrued expenses	2.136.478.364.873	475.420.799.576	-	2.611.899.164.449
	5.866.479.365.388	2.458.137.126.490	-	8.324.616.491.878

The Company believes that the concentration of risk with respect to debt repayment is manageable. The Company has the ability to meet its due obligations through cash flows from operating activities and proceeds from maturing financial assets.

36 . MATTERS RELATED TO THE PHASE 2 PRODUCTION EXPANSION PROJECT - THAI NGUYEN IRON AND STEEL JOINT STOCK COMPANY

The Phase 2 Renovation and Expansion Project - Thai Nguyen Iron and Steel Company (the Project) was approved in principle by the Prime Minister (Document No. 342/TTg-CN dated April 05, 2005); assigned to Vietnam Steel Corporation (VNS) for appraisal and approval; Thai Nguyen Iron and Steel Company (TISCO) is the Project Owner.

The total investment approved by VNS's Board of Directors in Decision No. 684/QD-DT dated October 05, 2005 was VND 3.843 billion and was adjusted to VND 8.104,91 billion according to Decision No. 489/QD-GTTN dated May 15, 2013 of the Chairman of Thai Nguyen Iron and Steel Joint Stock Company (TISCO).

Metallurgical Corporation of China Limited (MCC) was the winning bidder, and on July 12, 2007, Contract No. 01#EPC/TISCO-MCC was signed between TISCO and MCC. During contract implementation, TISCO and MCC signed subsequent amendments. According to the fourth amendment dated August 31, 2009, the progress of EPC Contract No. 01# was adjusted to 21 months from the effective date of the amendment.

Currently, the project investment has been extended longer than the initial planned time and is still not completed. Based on Report No. 434/GTTN-TKCity dated June 02, 2014 sent by the Company to Vietnam Steel Corporation, regarding the construction situation on site: Contractors have stopped construction since Q1 2013 and only arranged forces for supervision, security and payment documentation.

On February 20, 2019, the Government Inspectorate issued Notice No. 199/TB-TTCP, announcing the conclusions of the inspection on the Phase 2 Expansion Project of Thai Nguyen Iron and Steel Corporation (TISCO), based on Report No. 167/KL-TTCP regarding the inspection of the Phase 2 renovation and expansion project and the directives from the Deputy Prime Minister of the Government outlined in document No. 1388/VPCP-V.I dated February 20, 2019.

After the publication of the inspection conclusion by the Government Inspectorate, the Board of Directors of TISCO issued a Plan to implement the conclusions of Report No. 167/KL-TTCP from the Government Inspectorate.

The results of implementing Conclusion No. 167/KL-TTCP were reported by TISCO to relevant agencies through the following reports: - Report No. 526/BC-GTTN dated September 20, 2019 - Report No. 606/BC-GTTN dated December 31, 2019 - Report No. 609/BC-GTTN dated November 4, 2019 - Report No. 622/BC-GTTN dated November 6, 2019 - Report No. 515/BC-GTTN dated September 15, 2020 - Report No. 528/BC-GTTN - Report No. 568/BC-GTTN dated October 23, 2020 - Report No. 682/GC-GTTN dated February 21, 2020 - Report No. 93/BC-GTTN dated February 19, 2021, Report No. 163/BC-GTTN dated March 22, 2021, Report No. 229/BC-GTTN dated April 19, 2021, Report No. 278/BC-GTTN dated May 19, 2021, Report No. 343/BC-GTTN dated June 21, 2021, Report No. 393/BC-GTTN dated July 20, 2021, Report No. 441/BC-GTTN dated August 20, 2021, Report No. 478/BC-GTTN dated September 20, 2021, Report No. 526/BC-GTTN dated October 20, 2021, Report No. 618/BC-GTTN dated December 20, 2021, Report No. 84/BC-GTTN dated February 10, 2022, Report No. 110/BC-GTTN dated March 5, 2022, Report No. 203/BC-GTTN dated April 21, 2022, Report No. 416/BC-GTTN dated February 28, 2022, Report No. 466/BC-GTTN dated September 27, 2022, Report No. 507/BC-GTTN dated October 21, 2022, Report No. 603/BC-GTTN dated December 22, 2022, Report No. 84/BC-GTTN dated February 28, 2023, Report No. 135/BC-GTTN dated March 24, 2023, Report No. 198/BC-GTTN dated April 25, 2023, Report No. 239/BC-GTTN dated May 22, 2023, Report No. 301/BC-GTTN dated June 29, 2023, Report No. 365/BC-GTTN dated August 25, 2023, Report No. 397/BC-GTTN dated September 21, 2023, Report No. 447/BC-GTTN dated October 23, 2023, Report No. 488/BC-GTTN dated November 24, 2023, Report No. 541/BC-GTTN dated December 22, 2023, etc.

On November 11, 2021, the Hanoi High People's Court issued Criminal Judgment No. 531/2021/HS-PT related to the Project. According to the judgment, the actual damage was determined to be the interest amount TISCO had to pay to banks from when the project was delayed (from May 31, 2011) until the time of prosecution, totaling VND 830.253.115.150. The defendants named in the judgment must compensate TISCO for this amount.

The Company has received compensation of VND 79.131.547.785 from the Hanoi Civil Judgment Enforcement Department. This amount was collected from the defendants and the Company has reduced the capitalized interest cost of the Project accordingly.

As of the interim separate financial statements, TISCO is still implementing Conclusion No. 167/KL-TTCP. The related items in the 2024 consolidated financial statements have not been adjusted according to the Government Inspectorate's Conclusion or the events mentioned in Judgment No. 531/2021/HS-PT.

37 . OTHER INFORMATION

37.1 Information Related to Several Major Lawsuits of the Company Currently in Litigation

Lawsuit against Joint Stock Commercial Bank for Investment and Development of Vietnam (BIDV) as the payment guarantor, related to receivables from Luong Tho Company Limited

- The Appellate Criminal Judgment No. 68/2019/HSPT dated February 20, 2019, acknowledged the civil portion, accordingly: Acknowledging BIDV Bank's agreement to fulfill the payment obligation of the guarantee amount of 51.337.050.857 VND on behalf of Luong Tho. (As of December 31, 2021, BIDV has paid TISCO the amount of 51.337.050.857 dong). Acknowledging Ms. Nguyen Thi Nhung's responsibility to repay the amount of 21.178.281.328 VND to TISCO.
- For the remaining amount of 5.509.812.327 VND, Judgment No. 68/2019/HSPT dated February 20, 2019, did not specify which party must pay TISCO this amount.
- On January 9, 2024, TISCO filed a lawsuit against Luong Tho Company Limited at the Soc Son District People's Court.
- On February 28, 2024, the Soc Son District People's Court issued a notice of case acceptance.
- On July 25, 2024, the Soc Son District People's Court, Hanoi City issued Decision No. 05/2024/QDST-KDTM on the suspension of the commercial business case between the plaintiff TISCO and the defendant Luong Tho Company Limited. TISCO is working with the Law Office to re-file this case.

Lawsuit against Vietnam International Bank (VIB) - Hanoi Branch as the payment guarantor, related to receivables from Ha Nam Trading and Construction Company Limited

- The Company filed a lawsuit against VIB Bank - Hanoi Branch as the payment guarantor.

- The Hanoi High People's Court issued Cassation Decision No. 03/2016/KDTM-GDT dated March 7, 2016, regarding the commercial business case "Dispute over goods purchase and sale contract," annulling both the first-instance judgment of Thai Nguyen City People's Court and the appellate judgment of Thai Nguyen Province People's Court for retrial from the beginning.
- Additionally, on July 5, 2017, the Supreme People's Court issued Notice No. 171/TB-TANDTC-VGDKTHI stating there were no grounds for protest under cassation procedures against Cassation Decision No. 03/2016/KDTM-GDT dated March 7, 2016, of the Hanoi High People's Court as requested by the Company.
- On December 29, 2017, TISCO submitted a petition to Thai Nguyen City Court to proceed with the case according to procedures.
- TISCO, together with HERMAN HENRY & DOMINIC Law Company Limited, provided documents and materials as required. The Thai Nguyen City People's Court accepted the case and conducted the first mediation on October 31, 2023, but the parties involved have maintained their respective positions.
- On March 22, 2024, the Thai Nguyen City People's Court held a first-instance trial on the contract dispute between TISCO and Ha Nam Trading and Construction Company Limited. Judgment content: Partially accepting TISCO's lawsuit, requiring Ha Nam to pay the principal debt and interest of the scrap purchase contract No. 05 signed on January 01, 2011, and requesting the handling of 2,420,853 shares as collateral under share pledge contract No. 02/GTTN-TCKT dated October 7, 2011, rejecting TISCO's lawsuit request regarding forcing VIB to fulfill payment obligations under the letter of guarantee.
- On April 9, 2024, TISCO filed an appeal to the Thai Nguyen City People's Court appealing part of the first-instance judgment, requesting the Thai Nguyen Province Court to conduct appellate proceedings to require VIB Bank to pay TISCO all principal and accrued interest within the scope of the guarantee.
- On July 16, 2024, the Thai Nguyen Province People's Court conducted appellate proceedings, rejecting TISCO's request to force VIB Bank to pay TISCO all principal and accrued interest within the scope of the guarantee. TISCO continues to cooperate with the law firm to appeal to the Supreme Court.

Lawsuit related to receivables from Tan Hong Import - Export Joint Stock Company

- The Hanoi City People's Court conducted first-instance trial and ruled that Tan Hong Import - Export Joint Stock Company must pay the debt to the Company.
- The Company filed an appellate appeal requesting Vietnam Bank for Agriculture and Rural Development - Hong Ha Branch to fulfill its payment guarantee obligations.
- The Hanoi High People's Court issued judgment No. 125/2018/HSPT dated March 19, 2018, and correction notice, supplementing judgment No. 04/2020/TB-TA dated January 6, 2020, requiring Mr. Trinh Khanh Hong (Chairman of the Board of Directors cum General Director of Tan Hong Import - Export Joint Stock Company) to compensate the Company.
- The Hanoi City Civil Judgment Enforcement Department issued Enforcement Decision on request No. 333/QD-CCTHADS-HS dated February 27, 2024, for enforcement against Mr. Trinh Khanh Hong according to the above judgment. As of the current time, the Company has not yet received the compensation amount as stipulated in the judgment and the enforcement decision.
- On October 1, 2024, the Nam Tu Liem District Enforcement Bureau - Hanoi issued Decision No. 01/QD-CCTHADS stating that Mr. Trinh Khanh Hong currently does not have the conditions to enforce the debt payment of 17.216.187.178 to TISCO.
- TISCO continues to closely monitor the enforcement agency, waiting for when Mr. Trinh Khanh Hong has assets to recover the debt.

38 . EVENTS AFTER THE BALANCE SHEET DATE

No significant events occurred after the accounting period end date requiring adjustment or disclosure in these separate financial statements.

39 . RELATED PARTY TRANSACTIONS AND BALANCES

List of related parties and relationships with parties having transactions or balances with the Company:

Related Party	Relationship
Thai Trung Steel Rolling Joint Stock Company	Subsidiary
Gia Sang Steel Joint Stock Company	Associate
Vietnam Steel Corporation	Parent company
Hanoi Steel Company	Fellow subsidiary
Thai Hung Trading Joint-Stock Company	Mr. Le Thanh Thuc and Mr. Le Hong Khue, Board members of the Company, are Deputy General Directors of Thai Hung Trading Joint-Stock Company
Mr. Nghiem Xuan Da	Chairman of BOD (Appointed April 19, 2024)
Mr. Pham Cong Thao	Chairman of BOD (Dismissed April 19, 2024)
Mr. Tran Tuan Dung	Vice Chairman of BOD (Dismissed April 19, 2024)
Mr. Le Minh Tu	BOD Member
Mr. Le Hong Khue	BOD Member
Mr. Le Thanh Thuc	BOD Member
Mr. Nguyen Minh Hanh	BOD Member, General Director
Mr. Tran Quang Tien	BOD Member, Deputy General Director
Mr. Tran Trong Manh	BOD Member (Appointed April 19, 2024)
Mr. Do Trung Kien	Deputy General Director (Retired from June 1, 2023)
Mr. Ha Tuan Hung	Deputy General Director
Mr. Tran Anh Dung	Head of Supervisory Board
Mr. Bui Quang Hung	Supervisory Board Member

Mr. Tran Quoc Viet	Supervisory Board Member (Dismissed April 19, 2024)
Mrs. Nguyen Thi Hue	Supervisory Board Member
Mrs. Nguyen Thuy Ha	Supervisory Board Member
Mr. Nguyen Hong Van	Supervisory Board Member (Appointed April 19, 2024)

In addition to the information regarding related parties presented in the above notes, the Company has also had the following transactions with related parties during the period:

	<u>Year 2024</u>	<u>Year 2023</u>
	VND	VND
Revenue from sales of goods and services	3.593.980.562.040	3.089.237.038.540
Thai Hung Trading Joint-Stock Company	3.241.958.652.360	2.968.408.012.250
Hanoi Steel Company	352.021.909.680	120.829.026.290
Purchase of materials, goods, services	513.727.896.100	133.185.473.000
Thai Hung Trading Joint-Stock Company	513.727.896.100	133.185.473.000
Late payment interest	10.913.796.567	13.926.638.115
Thai Hung Trading Joint-Stock Company	10.913.796.567	13.926.638.115

Transactions with other related parties:

	<u>Year 2024</u>	<u>Year 2023</u>
	VND	VND
Remuneration of key management personnel		
Mr. Nghiem Xuan Da	50.076.923	
Mr. Pham Cong Thao	21.923.077	72.000.000
Mr. Tran Trong Manh	179.704.545	
Mr. Tran Tuan Dung	20.096.154	66.000.000
Mr. Le Minh Tu	60.000.000	60.000.000
Mr. Le Hong Khue	60.000.000	60.000.000
Mr. Le Thanh Thuc	60.000.000	60.000.000
Mr. Nguyen Minh Hanh	365.920.800	367.157.185
Mr. Tran Quang Tien	300.959.000	308.469.510
Mr. Do Trung Kien	1.533.332	133.352.198
Mr. Ha Tuan Hung	310.929.400	194.651.648
Mr. Tran Anh Dung	266.100.000	272.576.061
Mr. Bui Quang Hung	42.000.000	42.000.000
Mr. Nguyen Hong Van	29.211.538	
Mr. Tran Quoc Viet	12.788.462	42.000.000
Mrs. Nguyen Thi Hue	119.600.000	129.324.800
Mrs. Nguyen Thuy Ha	42.000.000	42.000.000

Apart from the above-mentioned related party transactions, other related parties had no transactions during the period and no balances at the end of the accounting period with the Company.

39 . COMPARATIVE FIGURES

The comparative figures on the consolidated Balance Sheet and related notes are from the consolidated Financial Statements for the fiscal year ended December 31, 2024, audited by AASC Auditing Company Limited. The figures on the consolidated Income Statement, consolidated Cash Flow Statement and related notes are from the consolidated Financial Statements prepared for the accounting period from January 01, 2024 to December 31, 2024.



(Signed)

Tran Nguyet Anh

Prepared by

Thai Nguyen, January 15, 2025

(Signed)

Hoang Danh Son

Chief Accountant



(Signed and Sealed)

Nguyen Minh Hanh

General Director