

**POST AND TELECOMMUNICATION EQUIPMENT JOINT STOCK COMPANY**  
No.61 Tran Phu - Dien Bien Ward - Ba Dinh District - Ha Noi

**SEPARATE FINANCIAL STATEMENTS**  
**4 th quarter of 2024**

## DN - SEPARATE STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

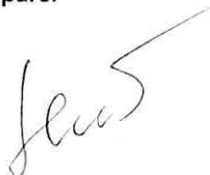
	Code	Note	31/12/2024	01/01/2024
<b>ASSETS</b>				
<b>A- CURRENT ASSETS</b>	<b>100</b>		<b>1,393,690,977,896</b>	<b>983,839,424,674</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>3.1</b>	<b>97,834,624,353</b>	<b>47,146,118,492</b>
1. Cash	111		97,834,624,353	47,146,118,492
2. Cash equivalents	112			
<b>II. Short- term investments</b>	<b>120</b>	<b>3.2</b>	<b>72,900,000</b>	<b>72,900,000</b>
1. Trading securities	121		72,900,000	72,900,000
<b>III. Short - term investments</b>	<b>130</b>		<b>926,473,047,901</b>	<b>616,149,454,035</b>
1. Short -term trade receivables	131		865,545,906,046	564,429,961,436
2. Short -term prepay ments to suppliers	132		16,887,643,228	13,773,621,337
6. Other short - term receivables	136	<b>3.3</b>	56,432,152,739	50,452,582,034
7. Provision for short -term doubtful debts	137		-12,392,654,112	-12,506,710,772
<b>IV. Inventories</b>	<b>140</b>		<b>362,506,956,125</b>	<b>309,540,778,727</b>
1. Inventories	141	<b>3.4</b>	373,429,296,037	320,773,135,604
2. Provision for devaluation of inventories	149		-10,922,339,912	-11,232,356,877
<b>V.Other short -term assets</b>	<b>150</b>		<b>6,803,449,517</b>	<b>10,930,173,420</b>
1. Short -term prepaid expenses	151		346,716,619	618,021,690
2. Deductible VAT	152		6,113,516,136	10,272,635,006
3.Taxes and other receivables from State budget	153	<b>3.5</b>	343,216,762	39,516,724
<b>B. NON-CURRENT ASSETS</b>	<b>200</b>		<b>1,210,900,137,435</b>	<b>1,256,079,947,253</b>
<b>I. Long-term receivable</b>	<b>210</b>		<b>28,049,670,402</b>	<b>24,859,670,402</b>
1. Other long-term receivables	216		28,049,670,402	24,859,670,402
<b>II. Fixed assets</b>	<b>220</b>		<b>234,159,002,803</b>	<b>288,581,722,377</b>
<b>1. Tangible fixed assets</b>	<b>221</b>	<b>3.6</b>	<b>91,074,799,087</b>	<b>76,210,679,269</b>

	Code	Note	31/12/2024	01/01/2024
- Historical cost	222		222,730,699,827	229,943,886,205
- Accumulated depreciation	223		-131,655,900,740	-153,733,206,936
<b>2. Finance lease assets</b>	<b>224</b>	<b>3.7</b>	<b>141,301,830,716</b>	<b>210,571,624,648</b>
- Historical cost	225		142,525,223,190	251,579,017,761
- Accumulated depreciation	226		-1,223,392,474	-41,007,393,113
<b>3. Intangible fixed assets</b>	<b>227</b>	<b>3.8</b>	<b>1,782,373,000</b>	<b>1,799,418,460</b>
- Historical cost	228		2,114,352,000	2,299,352,000
- Accumulated depreciation	229		-331,979,000	-499,933,540
<b>IV. Long-term assets in progress</b>	<b>240</b>	<b>3.9</b>	<b>823,799,082,004</b>	<b>818,676,567,106</b>
2. Construction in progress	242		823,799,082,004	818,676,567,106
<b>V. Long-term investments</b>	<b>250</b>		<b>73,146,514,318</b>	<b>73,146,514,318</b>
1. Investments in subsidiaries	251		67,000,000,000	67,000,000,000
2. Investments in joint ventures and associates	252		13,253,908,986	13,253,908,986
4. Provisions for long-term financial investments	254		-7,107,394,668	-7,107,394,668
<b>VI. Other long-term assets</b>	<b>260</b>		<b>51,745,867,908</b>	<b>50,815,473,050</b>
1. Long-term prepaid expenses	261	<b>3.10</b>	51,745,867,908	50,815,473,050
<b>TOTAL ASSETS</b>	<b>270</b>		<b>2,604,591,115,331</b>	<b>2,239,919,371,927</b>
<b>CAPITAL</b>				
<b>C. LIABILITIES</b>	<b>300</b>		<b>2,307,943,892,391</b>	<b>1,938,448,313,790</b>
<b>I. Current liabilities</b>	<b>310</b>		<b>1,238,598,238,644</b>	<b>973,116,392,548</b>
1. Short-term trade payables	311		624,405,352,091	341,858,835,169
customers	312		1,574,969,399	16,702,120,528
3. Taxes and other payables to State budget	313	<b>3.12</b>	19,669,214,042	5,009,862,404
4. Payables to employees	314		3,158,218,763	2,823,310,821
5. Short-term accrued expenses	315	<b>3.13</b>	16,670,111,611	11,815,797,776
6. Short-term unearned revenue	318		4,856,835	21,406,472
9. Other short-term payables	319	<b>3.14</b>	5,531,217,649	7,548,283,670
9. Short-term borrowings and finance lease liabilities	320	<b>3.11</b>	563,454,020,939	575,405,157,524
11. Provisions for short-term payables	321		3,626,661,252	10,485,697,813
12. Bonus and welfare fund	322		503,616,063	1,445,920,371
<b>II. Non-current liabilities</b>	<b>330</b>		<b>1,069,345,653,747</b>	<b>965,331,921,242</b>
7. Other long-term payables	337		865,192,044,995	859,193,044,995

	Code	Note	31/12/2024	01/01/2024
liabilities	338	3.15	180,512,534,042	82,209,196,941
11. Provisions for long-term payables	342		23,641,074,710	23,929,679,306
<b>D. OWNER'S EQUITY</b>	<b>400</b>		<b>296,647,222,940</b>	<b>301,471,058,137</b>
<b>I. Owner's equity</b>	<b>410</b>	<b>3.16</b>	<b>296,647,222,940</b>	<b>301,471,058,137</b>
1. Contributed capital	411		194,300,060,000	194,300,060,000
- Ordinary shares with voting rights	411a			
2. Share Premium	412		45,934,846,208	45,934,846,208
8. Development and investment funds	418		35,620,697,076	35,620,697,076
11. Retained earning	421		20,791,619,656	25,615,454,853
-Retained earnings accumulated till the end of the previous year	421a			21,325,195,341
-Retained earnings of the current year	421b			4,290,259,511
<b>TOTAL CAPITAL</b>	<b>440</b>		<b>2,604,591,115,331</b>	<b>2,239,919,371,927</b>

Ha Noi, 21 January 2025

Preparer



Vo Minh Hue

Chief Accountant



Ma thi Nghiem

Chairman



Tran Hai Van

Post and Telecommunication Equipment Joint Stock Company  
 No.61 Tran Phu - Dien Bien Ward - Ba Dinh District - Ha Noi  
 Tel: 04.38233429 Fax: 04. 37345321

Separate Financial Statements  
 For the fiscal year ended as at 31/12/2024  
 Denominator B02-DN  
 (Issued according to Circular No. 200/2014/TT-BTC)

**DN - BUSINESS RESULTS REPORT - Q4/2024**

Items	Code	Note	The fourth quarter of this year	The fourth quarter of last year	Cumulative amount from the beginning of the year to the end of this quarter (This year)	Cumulative amount from the beginning of the year to the end of this quarter (Previous year)
1. Revenue from sales of goods and rendering of services	01	4.1	743,962,843,365	540,338,979,813	1,696,926,719,310	1,335,609,550,928
2. Revenue deductions	02	4.2			2,475,744	
<b>3. Net revenue from sale of goods and rendering of services (10= 01-02)</b>	<b>10</b>	<b>4.3</b>	<b>743,962,843,365</b>	<b>540,338,979,813</b>	<b>1,696,924,243,566</b>	<b>1,335,609,550,928</b>
4. Cost of good sold	11	4.4	693,716,997,655	505,269,902,428	1,585,266,211,021	1,240,395,505,825
<b>5. Gross profit from sales of goods and rendering (20=10-11)</b>	<b>20</b>		<b>50,245,845,710</b>	<b>35,069,077,385</b>	<b>111,658,032,545</b>	<b>95,214,045,103</b>
6. Financial income	21	4.5	61,984,977	-857,173,940	2,535,232,808	3,850,336,619
7. Financial expense	22	4.6	7,940,351,652	10,787,871,272	38,398,230,126	52,387,391,160
- In Which : Interest expense	23		7,959,584,906	10,804,282,901	37,920,753,701	51,202,922,858
8. Selling expense	25		19,214,791,643	1,870,550,031	26,351,298,220	3,023,763,080
9. General and administrative expense	26		14,279,838,770	12,236,352,810	45,829,244,378	39,395,901,351
<b>10. Net profit from operating activities(30=20+(21-22)-(25+26)</b>	<b>30</b>		<b>8,872,848,622</b>	<b>9,317,129,332</b>	<b>3,614,492,629</b>	<b>4,257,326,131</b>

Items	Code	Note	The fourth quarter of this year	The fourth quarter of last year	Cumulative amount from the beginning of the year to the end of this quarter (This year)	Cumulative amount from the beginning of the year to the end of this quarter (Previous year)
11. Other income	31		174,660,194,060	1,159,226,073	182,700,609,131	11,639,069,262
12. Other expense	32		178,483,301,203	3,446,624,404	179,373,843,091	4,706,198,416
13. Other profit (40=31-32)	40		-3,823,107,143	-2,287,398,331	3,326,766,040	6,932,870,846
14. Total net profit before tax (50=30+40)	50		5,049,741,479	7,029,731,001	6,941,258,669	11,190,196,977
15. Current corporate income tax expense	51	4.7	4,506,455,596	6,610,975,243	4,625,376,430	6,899,937,466
17. Profit after corporate income tax (60=50-51-52)	60		543,285,883	418,755,758	2,315,882,239	4,290,259,511

Ha Noi, 21 January 2025

Preparer



Vo Minh Hue

Chief Accountant



Ma thi Nghiem

Chairman



Tran Hai Van

Post and Telecommunication Equipment Joint Stock Company

No.61 Tran Phu - Dien Bien Ward - Ba Dinh District - Ha Noi

Tel: 04.38233429 Fax: 04. 37345321

**DN - SEPARATE STATEMENT OF CASH FLOWS**

**Year 2024**

**(Indirect method)**

ITEMS	code	01/01-31/12	
		Year 2024	Year 2023
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	01	6,941,258,669	11,190,196,977
<b>2. Adjustment for</b>		<b>54,426,104,907</b>	<b>42,128,181,026</b>
Depreciation and amortization of fixed assets and investment properties	02	24,385,100,776	31,762,484,172
Provisions	03	-2,803,304,976	-36,525,233,089
Exchange gains/losses from retranslation of monetary items denominated in foreign currency	04	-1,687,443,618	-206,856,525
Gains/losses from investment	05	-3,389,000,976	-4,105,136,390
Interest expense	06	37,920,753,701	51,202,922,858
<b>3. Operating profit before changes in working capital</b>	<b>08</b>	<b>61,367,363,576</b>	<b>53,318,378,003</b>
Increase or decrease in receivables	09	-97,031,290,884	65,148,125,449
Increase or decrease in inventories	10	-52,656,160,433	-8,396,982,869
Increase or decrease in payables	11	26,916,977,598	-42,517,958,693
Increase or decrease in prepaid expenses	12	-659,089,787	5,564,155,813
Interest paid	14	-37,930,789,384	-54,465,065,832
Corporate income tax paid	15	-4,152,799,817	-9,272,920,126
Other revenue from business operations	16		
Other payments on operating activities	17	-3,190,000,000	-3,267,592,720
<b>Net cash flow from operating activities</b>	<b>20</b>	<b>-107,335,789,131</b>	<b>6,110,139,025</b>
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase or construction of fixed assets and other long-term assets	21	-296,358,609	-8,591,744,441
Proceeds from disposals of fixed assets and other long-term assets	22		461,656,296
Loan recovery, resale of debt instruments of other entities	24		
Interest and dividend received	27	67,098,100	3,643,480,094

ITEMS	code	01/01-31/12	
		Year 2024	Year 2023
Net cash flow from investing activities	30	-229,260,509	-4,486,608,051
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings	33	1,437,498,245,089	1,090,611,810,356
Repayment of principal	34	-1,248,172,603,781	-1,189,401,196,845
Repayment of financial principal	35	-29,001,037,416	-29,001,037,416
Dividends or profits paid to owners	36	-2,071,048,391	-11,973,667,438
Net cash flow from financing activities	40	158,253,555,501	-139,764,091,343
Net cash flows in the year	50	50,688,505,861	-138,140,560,369
Cash and cash equivalents at the beginning of the year	60	47,146,118,492	185,195,985,059
Effects of changes in foreign currency exchange rates	61		90,693,802
Cash and cash equivalents at the end of the year	70	97,834,624,353	47,146,118,492

Ha Noi, 21 January 2025

Preparer



Vo Minh Hue

Chief Accountant



Ma thi Nghiem



Chairman

Tran Hai Van



Post and Telecommunication Equipment Joint Stock Company

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## **NOTES TO THE SEPARATE FINANCIAL STATEMENTS** **Quarter 4/2024**

### **1 GENERAL INFORMATION OF THE COMPANY**

#### **Form of Ownership**

Post and Telecommunication Equipment Joint Stock Company, formerly known as the Postal Equipment Factory under the Vietnam Post and Telecommunications Group, was transformed into a joint stock company under the Decision No. 46/2004/QD-BCVT dated 15 November 2004 issued by Ministry of Post and Telecommunication (currently known as Ministry of Information and Communications). The Company operates under the Business Registration Certificate of a joint stock company No. 0100686865 dated June 7, 2005, amended for the 10th time on 28 December, 2023 issued by the Hanoi Authority for Planning and Investment.

The Company's charter capital is VND 194.300.060.000 (One hundred and ninety-four billion, three hundred million and sixty thousand dong), equivalent to 19,440,006 shares.

The Company's head office is located at No. 61 Tran Phu, Dien Bien Ward, Ba Dinh District, Hanoi, Vietnam.

#### **Business field:**

Manufacturing and trading post and telecommunication equipment.

#### **Business activities**

Main business activities of the Company include:

- Exporting and importing materials and equipment in the field of post, telecommunication, electronics and information technology;
- Manufacturing, assembling machine and equipment in the field of post, telecommunication, broadcasting, television, electronics and information technology;
- Trading materials and equipment in the field of post, telecommunication, electronics and information technology;
- Supplying such services as building, technology consulting in the field of post, telecommunication, power, electronics and information technology;
- Producing plastic products;
- Management consulting activities.

#### **Operations of the company in the fiscal year affecting the separate financial statements**

The Company's revenue mainly comes from contracts performed for Vietnam Posts and Telecommunications Group (VNPT),

#### **The Company's structure**

<b>The subordinate units</b>	<b>Address</b>	<b>Main activities</b>
<b>Factory 1</b>	<b>No. 63 Nguyen Huy Tuong, Thanh Xuan District, Hanoi</b>	Producing and trading in materials and equipment specialized in post, telecommunications, electronics and informatics
<b>Factory 2</b>	<b>VSIP Industrial Park, Bac Ninh</b>	Producing and trading in materials and equipment specialized in post, telecommunications, electronics and informatics
<b>Factory 3</b>	<b>Lim Town, Tien Du, Bac Ninh</b>	Producing and trading in materials and equipment specialized in post, telecommunications, electronics and informatics
<b>Factory 4</b>	<b>Le Minh Xuan Industrial Park, Binh Chanh, Ho Chi Minh City</b>	Producing and trading in materials and equipment specialized in post, telecommunications, electronics and informatics
<b>Factory 5</b>	<b>Lien Chieu Industrial Park, Lien Chieu, Da Nang</b>	Producing and trading in materials and equipment specialized in post, telecommunications, electronics and informatics
<b>North Branch</b>	<b>No. 1 Le Truc, Ba Dinh District, Hanoi</b>	Trading in materials and equipment specialized in post, telecommunications, electronics and informatics
<b>Central Branch</b>	<b>Road 2/9, Hoa Cuong Bac Ward, Hai Chau, Da Nang</b>	Trading in materials and equipment specialized in post, telecommunications, electronics and informatics
<b>Southern Branch</b>	<b>25A Nguyen Dinh Chieu, District 1, Ho Chi Minh City</b>	Trading in materials and equipment specialized in post, telecommunications, electronics and informatics
<b>Project Management Board 61 Tran Phu</b>	<b>No. 61 Tran Phu, Ba Dinh District, Hanoi</b>	Managing Trade Center Project at 61 Tran Phu, Ba Dinh District, Hanoi

## **2 ACCOUNTING SYSTEM AND ACCOUNTING POLICY**

### **2.1 Accounting period and accounting currency**

Annual accounting period commences from 01 January and ends as at 31 December.

The Company maintains its accounting records in VND.

## **2.2 Standards and Applicable Accounting Policies**

### *Applicable Accounting Policies*

The Company applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance, the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC.

### *Declaration of compliance with Vietnamese accounting standards and accounting system*

The Company applies Vietnamese Accounting Standards and supplementary documents issued by the State. Financial statements are prepared and presented in accordance with regulations of each standard and supplementary document as well as with current Accounting Standards and Accounting System.

## **2.3 Basis for the preparation of Separate Financial Statements**

The Separate Financial Statements are presented based on the historical cost principle.

Separate Financial Statements of the Company are prepared based on summarization of transactions incurred at dependent accounting entities and the head office of the Company

In the Company's Separate Financial Statements, internal transactions and internal balances related to assets, capital and internal receivables and payables... have been completely eliminated.

## **2.4 Accounting estimates**

The preparation of Financial Statements in conformity with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations relating to financial reporting requires the Board of Directors/General Director to make estimates and assumptions that affect the reported amounts of liabilities, assets and disclosures of contingent liabilities and assets at the date of the separate financial statements and the reported amounts of revenues and expenses during the fiscal year.

The estimates and assumptions that have a material impact in the Financial Statements include:

- Provision for bad debts;
- Provision for devaluation of inventory;
- Provision for payable expenses;
- Level of allocation of prepaid expenses;
- Estimated useful life of fixed assets;
- Classification and provision of financial investments;
- Estimated income tax

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are assessed by the Board of General Directors to be reasonable under the circumstances.

## **2.5 Foreign currency transactions**

Foreign currency transactions during the year are translated into Vietnam dong using the actual rate at transaction date.

Real exchange rate when revaluating monetary item denominated in foreign currencies at the reporting date of the Separate Financial Statements is determined under the following principles:

- For asset accounts, applying bid rates of commercial banks where the Company regularly conducts transaction;
- For foreign currency deposits in banks, applying bid rates of the bank where the Company opens foreign currency accounts;
- For liability accounts, applying offer rates of commercial banks where the Company regularly conducts transactions.

All exchange differences arising from foreign currency transactions in the year and from revaluation of remaining foreign currency monetary items at the end of the year are recorded immediately to operation results of the fiscal year.

## **2.6 Cash**

*Cash includes cash on hand, non-term deposits at bank.*

## **2.7 Financial investments**

*Trading securities* are initially recognized at original cost which includes purchase prices plus any directly attributable transaction costs such as brokerage, transaction fee, cost of information provision, taxes, bank's fees and charges. After initial recognition, trading securities are measured at original cost less provision for diminution in value of trading securities. When liquidating or transferring, the cost price of a trading securities is determined according to the weighted average method

*Investments in subsidiaries and joint ventures* are initially recognized in the accounting books at cost. After initial recognition, value of these investments is measured at historical cost less provision for devaluation of investments.

Provisions for devaluation of investments is made at the year-end as follows:

- For investments in trading securities: provision shall be made on the basis of the excess of original cost of the investments recorded in the accounting books over their market value at the provision date.

- For investments in subsidiaries and joint ventures: provision for loss investments shall be made based on the financial statements of subsidiaries and joint ventures at the provision date.

## **2.8 Receivables**

The receivables shall be recorded in details in terms of due date, entities receivable, types of currency and other factors according to requirements for management of the Company. Receivables are classified as short-term and long-term in the separate financial statements based on the remaining maturity of the receivables at the reporting date.

The provision for doubtful debts is made for receivables that are overdue under an economic contract, a loan agreement, a contractual commitment or a promissory note and for receivables that are not due but difficult to be recovered. Accordingly, the provisions for overdue debts shall be based on the due date stipulated in the initial sale contract, exclusive of the debt rescheduling between contracting parties and the case where the debts are not due but the debtor is in bankruptcy, in dissolution, or is missing and making a getaway.

## **2.9 Inventories**

Inventories are initially recognized at original cost including the purchase price, processing costs and other costs incurred in bringing the inventories to their location and condition at the time of initial recognition. After initial recognition, at the reporting date, inventories are stated at the lower of cost and net realizable value.

Net realizable value is estimated based on the selling price of the inventory less the estimated costs to complete the product and the estimated costs to sell the product.

The cost of inventory is calculated by weighted average method.

Inventory is recorded by perpetual method.

Method for valuation of work in process at the end of the year: The value of work in progress is recorded based on actual cost incurred for each stage in production chain.

Provision for devaluation of inventories made at the end of the year is based on the excess of original cost of inventory over their net realizable value.

## **2.10 Fixed assets and Finance lease fixed assets**

Fixed assets (tangible and intangible) are initially stated at the historical cost. During the using time, fixed assets are recorded at cost, accumulated depreciation and carrying amount.

### *Value after initial recognition*

If these costs increase the future economic benefits expected to be obtained from the use of tangible fixed assets beyond the standard operating level as initially assessed, these costs are capitalized, as an additional cost of tangible fixed assets.

Other costs incurred after fixed assets have been put into operation, such as repair, maintenance and overhaul costs, are recorded in the income statement (separately) in the year in which the costs are incurred.

The historical cost of finance lease fixed assets is recognized at the lower of fair value and present value of the minimum lease payments (in case fair value is higher than present value of minimum lease payment) plus any directly attributable costs incurred related to finance lease (exclusive of value added tax). During the using time, finance lease fixed assets are recorded at historical cost, accumulated depreciation and carrying amount. Finance lease fixed assets are depreciated over the lease term and charged to operating expenses in order to fully recover the capital.

Fixed assets are depreciated (amortised) using the straight-line method over their estimated useful lives as follows:

- Buildings, structures	10 - 50 year
- Machinery, equipment	03- 15 year
- Transportation equipment	06 - 10 year
- Office equipment	03 - 08 year
- Management software	03 year
- Land use rights	Not amortized

## **2.11 Construction in progress**

Construction in progress includes fixed assets which are being purchased or constructed but have not completed at the end of the accounting year and recorded at historical cost. They include costs of construction, installation of equipment and other direct costs.

## **2.12 Operation leases**

Operating leases is fixed asset leasing in which a significant portion of the risks and rewards of ownership of assets are retained by the lessor. Payments made under operating leases are charged to the statement of income on a straight-line basis over the period of the lease.

### **2.13 Business Cooperation Contract (BCC)**

Business Cooperation Contract (BCC) is a contractual agreement between two or more venturers with the objectives of cooperating to carry out specific business activities without constitution of a new legal entity. This operation may be jointly controlled by venturers under BCC or controlled by one of them.

The Company has conducted the following business cooperation contracts:

a) Regarding the Investment cooperation contract No. 156/HD. DT/Postef-Songhong ICT dated 24 April 2012 signed with Songhong Investment Construction Trading Joint Stock Company on building complex at 63 Nguyen Huy Tuong, Thanh Xuan, Hanoi, two parties agreed that Song Hong Investment Construction Trading Joint Stock Company would be in charge of opening bank accounts, doing the bookkeeping and settling project expenses. The company only records the annual land rental incurred from 01 January 2012 until now according to the notification of the tax authority that the Company paid on behalf of the joint venture and records as receivable item for the project, which is reflected in the item "Other receivables". Profit distribution is made based on the capital contribution rate.

b) Regarding the investment cooperation contract No. 40/2011/HDHTDT/POT-LV-HL dated 28 December 2011 signed with the joint venture of Lien Viet Group and Him Lam Corporation on building POSTEF complex at 61 Tran Phu, Ba Dinh, Hanoi, all parties agreed that the Company would be the project owner and in charge of opening bank accounts and doing the bookkeeping during the investment and the construction phase. The project expenses are recorded on the incurred expenses under the contract. The expenses are paid by the joint venture and recorded in the item "Construction in progress " and "Other payables". Profit distribution is made based on the capital contribution rate.

### **2.14 Prepaid expenses**

The expenses incurred but related to operation results of several accounting periods are recorded as prepaid expenses and are allocated to the operating results in the following accounting periods .

The calculation and allocation of long-term prepaid expenses to operating expenses in each accounting period should be based on the nature of those expenses to select a reasonable allocation method and criteria.

Types of prepaid expenses include:

- + Prepaid land expenses include prepaid land rental for which the Company has received the land use right certificate but is not eligible for recording as intangible fixed assets according to the Circular No. 45/2013/TT-BTC issued by the Ministry of Finance on April 25, 2013 guiding regulation on management, use and depreciation of fixed assets and other incurred expenses related to ensuring the use of leased land. These expenses are recognized in the separate statement of income on a straight-line basis over the term of the lease.
  
- + Tools and instruments include assets held by the Company for use during business operation. As cost of each asset is less than VND 30 million, they are not eligible for

recording as a fixed asset according to current regulations. Cost of tools and equipment is depreciated on a straight-line basis over a period of 1 to 3 years.

- + Expenses for prepayment of infrastructure rental are allocated to expenses in the fiscal year according to the lease term.
- + Equipment leasing project costs including Camera system, operating machinery and equipment and related software are amortized on a straight-line basis over the useful life of 36 months.
- + Other prepaid expenses are stated at cost and amortized on a straight-line basis over their useful lives from 1 to 3 years.

### **2.15 Payables**

The payables shall be recorded in details in terms of due date, entities payable, types of currency and other factors according to the requirements for management of the Company. Accounts payable are classified as short-term and long-term in the separate financial statements based on the remaining maturities of the payables at the reporting date.

### **2.16 Borrowings and finance lease liabilities**

The value of finance lease liabilities is recognized at the payable amount equal to the present value of minimum lease payments or the fair value of leased assets.

Borrowings and financial lease liabilities are tracked by each lender, each loan agreement, and the repayment terms of the borrowings.

### **2.17 Borrowing costs**

Borrowing costs are recognized in production and business expenses in the period when they are incurred, except for borrowing costs directly related to the investment in construction or production of unfinished assets which are included in the value of assets (capitalized) when all the conditions specified in Vietnamese Accounting Standard No. 16 "Borrowing costs" are met. In addition, for separate loans for the construction of fixed assets, investment real estate, interest is capitalized even if the construction period is less than 12 months.

### **2.18 Accrued expenses**

Accrued expenses include payables to goods or services received from the suppliers or provided for the customers during the reporting period, but the payments for such goods or services have not been made and other payables such as transportation costs, factory relocation costs, interest expenses, etc. which are recorded to operating expenses of the reporting period.

The recording of accrued expenses as operating expenses during the year shall be carried out under the matching principle between revenues and expenses during the year. Accrued expenses are settled with actual expenses incurred. The difference between accrued and actual expenses is reverted.

### **2.19 Provision for payables**

Provision for payables is only recorded when meeting all following conditions:

- The Company has a present debt obligation (legal obligation or joint obligation) as a result of past events;
- It is probable that the decrease in economic benefits may lead to the requirement for debt settlement;
- Debt obligation can be estimated reliably.

Value recorded as a provision for payable is the most reasonably estimated amount required to settle for the present debt obligation at the end of the fiscal year.

Only expenses related to the previously recorded provision for payable shall be offset by that provision for payable.

Provision for warranty of products, goods is deducted for products, goods according to time and committed in each specific contract. The rate of provision for warranty is determined according to the rate of warranty value for each specific contract.

Provisions for payables are recorded as operating expenses of the accounting year. In case provision made for the previous accounting year but not used up exceeds the one made for the current accounting year, the difference is recorded as a decrease in operating expenses.

## **2.20 Owner's equity**

Owner's equity is stated at actually contributed capital of owners .

Share premium is recorded at the difference between the par value, the costs directly attributable to issuing shares and issue price of shares (including the case of re-issuing treasury shares) and can be a positive premium (if the issue price is higher than par value and costs directly attributable to the issuance of shares) or negative premium (if the issue price is lower than par value and costs directly attributable to the issuance of shares).

Retained earnings are used to present the Company's operating results (profit, loss) after corporate income tax and profit appropriation or loss handling of the Company.

Dividends to be paid to shareholders are recognised as a payable in Separate Statement of Financial Position after the announcement of dividend payment from the Board of Management and the announcement of cut-off date for dividend payment from Securities Depository Center of Vietnam.

## **2.21 Revenues**

Revenue is recognized when it is probable that the economic benefits will flow to the Company which can be reliably measured. Revenue is determined at the fair value of the amounts received or to be received after deducting trade discounts, sales discounts, sales returns:

*Revenue from sale of goods*



- The majority of risks and benefits associated with the right to own the products or goods have been transferred to the buyer;
- The majority of risks and benefits associated with the right to own the products or goods have been transferred to the buyer .

*Revenue from service providers*

- Determine the work completed on the date of preparing the Balance Sheet .

*Financial income*

Revenue arising from the used by the others of entity's assets yielding interest, royalties and dividends shall be recognised when:

- It is probable that the economic benefits associated with the transaction will flow to the entity;
- The amount of the revenue can be measured reliably.

Dividends and distributed profits are recognized when the Company is entitled to receive dividends or receive profits from capital contributions.

## **2.22 Cost of goods sold**

Cost of goods sold is recognized in accordance with revenue arising and in compliance with the prudence principle. In case loss of materials and goods exceeds the acceptable/normal level, the excess after deducting the responsibility of collective and individuals concerned, etc. are recognized fully and promptly into cost of goods sold in the period.

## **2.23 Financial expenses**

Items recorded into financial expenses consist of:

- Borrowing costs;
- Exchange losses, etc.

The above items are recorded by the total amount arising in the year without offsetting against financial income.

## **2.24 Current corporate income tax**

Current corporate income tax expenses are determined based on taxable income during the year and current corporate income tax rate.

## **2.25 Related Parties**

The parties are regarded as related parties if that party has the ability to control or significantly influence over the other party in making decisions about the financial policies and activities. The Company's related parties include:

- Companies, directly or indirectly through one or more intermediaries, having control over the Company or being under the control of the Company, or being under common control with the Company, including the Company's parent, subsidiaries and associates;
- Individuals, directly or indirectly, holding voting power of the Company that have a significant influence on the Company, key management personnel of the Company, the close family members of these individuals;
- Enterprises which the above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence over.

In considering the relationship of related parties to serve for the preparation and presentation of separate financial statements, the Company should consider the nature of the relationship rather than the legal form of the relationship.

## 2.26 Segment information

The Company mainly operates in the field of production and trading of post and telecommunication equipment, other activities accounted for negligible proportion (less than 10%) in production and business activities and in the total value of assets. In addition, the Company's activities are taken place in Vietnamese territory. Therefore, the Company does not make Segment reporting by business sector and geographical area.

## 3. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE ACCOUNTING BALANCE SHEET AND BUSINESS RESULTS REPORT:

(Unit: VND)

	<u>31/12/2024</u>	<u>01/01/2024</u>
<b>3.1 Cash and Cash equivalents</b>		
-Cash on hand	97,834,624,353	47,146,118,492
<b>Total :</b>	<b>97,834,624,353</b>	<b>47,146,118,492</b>
<b>3.2 Financial investments :</b>		
- Trading securities	72,900,000	72,900,000
<b>Total :</b>	<b>72,900,000</b>	<b>72,900,000</b>
<b>3.3 Other receivable :</b>		
-Other short - term receivables	56,432,152,739	50,452,582,034
<b>Total :</b>	<b>56,432,152,739</b>	<b>50,452,582,034</b>
<b>3.4 Inventories</b>		
- Raw materials	53,980,425,165	53,312,519,370
- Tools, supplies	820,194,191	951,957,931
- Work in progress	1,073,430,342	1,312,456,523

- Finished goods	185,515,818,424	164,475,600,217
- Goods	131,165,493,612	99,519,760,868
- Consignments	873,934,302	1,200,840,695
<b>Total :</b>	<b>373,429,296,036</b>	<b>320,773,135,604</b>

**3.5 Taxes and other receivables from State budget**

- Personal income tax	64,854,780	39,516,724
-Other	278,361,982	
<b>Total :</b>	<b>343,216,762</b>	<b>39,516,724</b>

**3.6 Tangible fixed assets :**

	Buildings, structures	Machinery, equipment	Transportation equipment	Instrument and tools for management	Total
<b>Historical cost</b>					
<i>Beginning balance</i>	82,289,227,875	138,799,774,053	7,750,049,696	1,104,834,581	229,943,886,205
<i>Arising increases</i>	601,134,197	309,602,805,028	0	0	310,203,939,225
-Purchase in the year		4,490,987,000			4,490,987,000
Basic construction investment completed	601,134,197				601,134,197
Financial leased fixed assets		251,579,017,761			251,579,017,761
- Internal transfer		53,532,800,267			53,532,800,267
<b>Decreased generation</b>	7,898,579,988	309,211,567,558	137,336,572	169,641,485	317,417,125,603
- Liquidation , disposal	7,898,579,988	69,111,415,047	137,336,572	169,641,485	77,316,973,092
Financial leased fixed assets		186,567,352,244			186,567,352,244
- Internal transfer		53,532,800,267			53,532,800,267
<i>Ending balance of the year</i>	74,991,782,084	139,191,011,523	7,612,713,124	935,193,096	222,730,699,827
<b>Accumulated depreciation</b>					
<i>Beginning balance</i>	45,649,134,501	100,620,478,548	6,358,759,306	1,104,834,581	153,733,206,936
<i>Arising increases</i>	1,780,556,454	98,684,243,016	334,094,727	0	100,798,894,197
-Depreciation in the year	1,780,556,454	10,177,010,834	334,094,727		12,291,662,015
Financial leased fixed assets		57,004,592,551			57,004,592,551
- Internal transfer		31,502,639,631			31,502,639,631
<b>Decreased generation</b>	7,898,579,988	114,670,642,348	137,336,572	169,641,485	122,876,200,393
Financial leased fixed assets transferred		44,042,129,054			44,042,129,054
- Liquidation , disposal	7,898,579,988	39,121,441,880	137,336,572	169,641,485	47,326,999,925
- Internal transfer		31,507,071,414			31,507,071,414
<i>Ending balance of the year</i>	39,531,110,967	84,634,079,216	6,555,517,461	935,193,096	131,655,900,740
<b>Net carrying amount</b>					
<i>Beginning balance</i>	36,640,093,374	38,179,295,505	1,391,290,390	0	76,210,679,269
<i>Ending balance</i>	35,460,671,117	54,556,932,307	1,057,195,663	0	91,074,799,087

### 3.7 FINANCE LEASE FIXED ASSETS :

	Machinery, equipment	Total
<b>Historical cost</b>		
<i>Beginning balance</i>	251,579,017,761	251,579,017,761
<i>Beginning balance</i>	0	0
- Financial lease for the year		0
- Other	0	0
<b>Decreased generation</b>		
	109,053,794,571	109,053,794,571
- Other	0	0
- Converted to tangible fixed assets	109,053,794,571	109,053,794,571
<i>Ending balance of the year</i>	142,525,223,190	142,525,223,190
<b>Accumulated depreciation</b>		
<i>Beginning balance</i>	41,007,393,113	41,007,393,113
<i>Beginning balance</i>	17,220,591,912	17,220,591,912
-Depreciation in the year	17,220,591,912	17,220,591,912
- Other	0	0
<b>Decreased generation</b>		
	57,004,592,551	57,004,592,551
Return financial leased fixed assets	0	0
- Converted to tangible fixed assets	57,004,592,551	57,004,592,551
<i>Ending balance of the year</i>	1,223,392,474	1,223,392,474
<b>Net carrying amount</b>		
<i>Beginning balance</i>	210,571,624,648	210,571,624,648
<i>Ending balance</i>	141,301,830,716	141,301,830,716

### 3.8 Intangible fixed assets

	Land use rights	Computer software	Total
<b>Historical cost</b>			
<i>Beginning balance</i>	<b>1,782,373,000</b>	<b>516,979,000</b>	<b>2,299,352,000</b>
- - Liquidation , disposal		185,000,000	185,000,000
<i>Ending balance of the year</i>	<b>1,782,373,000</b>	<b>331,979,000</b>	<b>2,114,352,000</b>
<b>Accumulated depreciation</b>			
<i>Beginning balance</i>	<b>0</b>	<b>499,933,540</b>	<b>499,933,540</b>
- Amortization for year		17,045,460	17,045,460
- Other		185,000,000	185,000,000
<i>Ending balance of the year</i>	<b>0</b>	<b>331,979,000</b>	<b>331,979,000</b>
<b>Net carrying amount</b>			
<i>Beginning balance</i>	<b>1,782,373,000</b>	<b>17,045,460</b>	<b>1,799,418,460</b>
<i>Ending balance</i>	<b>1,782,373,000</b>	<b>0</b>	<b>1,782,373,000</b>

### 3.9 Construction in progress

	<u>31/12/2024</u>	<u>01/01/2024</u>
- Construction an installation of accu manufacturing molds	1,049,752,290	1,049,752,290
- Other		214,080,000
- At NM4		
- At NM5		
- Complex Project at 63 Nguyen Huy Tuong, TX	207,006,136	207,006,136
- Postef complex projec at 61 Tran Phu – Ba Dinh District Ha Noi	822,542,323,578	817,205,728,680
<b>Total :</b>	<b>823,799,082,004</b>	<b>818,676,567,106</b>

### 3.10 Prepaid expenses

#### Long-term

- Land rental at Bac Ninh VSIP, Infrastructure rental at Le Minh Xuan industrial Zone in HCM city and Lien Chieu industrial Zone in Da Nang city	44,347,332,476	45,764,292,776
- Equipment rental project expense	4,782,470,000	2,117,473,454
- other s	2,025,061,771	2,299,985,115
- Dispatched tools and supplies	591,003,661	633,721,705
<b>Total :</b>	<b>51,745,867,908</b>	<b>50,815,473,050</b>

### 3.11 Borrowings and Finance lease Liabilities

- Short-term borrowings	563,454,020,939	575,405,157,524
<b>Total :</b>	<b>563,454,020,939</b>	<b>575,405,157,524</b>

### 3.12 Tax and other payables to the state budget:

- Value-added tax	15,472,706,151	1,414,713,996
- Export, import duties		
- Corporate income tax	4,190,290,898	3,542,355,285
- Personal income tax		44,723,388
- Land tax and land rental		
- Other taxes		
- Fees, charges and other pay	6,216,993	8,069,735
<b>Total :</b>	<b>19,669,214,042</b>	<b>5,009,862,404</b>

### 3.13- Short-term accrued expenses

- Contract penalty expenses	8,419,332,703	8,419,332,703
- Interest expenses	1,553,052,905	1,743,993,167
- Other	6,697,726,003	1,652,471,906
<b>Total :</b>	<b>16,670,111,611</b>	<b>11,815,797,776</b>

**3.14 Other payables****Short-term :**

- Trade union fee	178,869,082	236,445,389
- Social insurance	48,344,524	50,502,353
- Social Policy Fund	401,116,458	422,486,458
- Other	4,902,887,585	6,838,849,470
<b>Total :</b>	<b>5,531,217,649</b>	<b>7,548,283,670</b>

**3.15 Long-term borrowings****180,512,534,042**      **82,209,196,941****Long-term borrowings****180,512,534,042**      **82,209,196,941****- Long-term borrowings****180,512,534,042**      **82,209,196,941****3.16- Owner's equity :****3.16.1 Changes in owner' equity**



	Contributed capital	Share Premium	Development and investment funds	Retained earning	Total
A	1	2	5	6	7
<b>Beginning balance of previous year</b>	<b>194,300,060,000</b>	<b>45,934,846,208</b>	<b>35,620,697,076</b>	<b>36,588,402,650</b>	<b>312,444,005,934</b>
Profit for previous year				915,713,475	915,713,475
Appropriation to Bonus & welfare fund				-3,054,160,898	-3,054,160,898
Dividend payment				-11,949,453,690	-11,949,453,690
Profits from subsidiaries				3,374,546,036	3,374,546,036
Remuneration of the Board of Management				-259,592,720	-259,592,720
<b>Ending balance of previous year, beginning balance of this year</b>	<b>194,300,060,000</b>	<b>45,934,846,208</b>	<b>35,620,697,076</b>	<b>25,615,454,853</b>	<b>301,471,058,137</b>
Profit for this year				5,154,052,010	5,154,052,010
Appropriation to Bonus & welfare fund				-522,695,692	-522,695,692
Dividend payment				-1,943,000,600	-1,943,000,600
Profits from subsidiaries				1,687,443,618	1,687,443,618
Remuneration of the Board of Manageme					0
Other				-304,469,700	-304,469,700
Corporate income tax				-8,895,164,833	-8,895,164,833
<b>Ending balance of this year</b>	<b>194,300,060,000</b>	<b>45,934,846,208</b>	<b>35,620,697,076</b>	<b>20,791,619,656</b>	<b>296,647,222,940</b>

### 3.16.2- Details of Contributed capital :

	<u>31/12/2024</u>	<u>01/01/2024</u>
- Vietnam posts and telecommunications Group	97,142,000,000	97,142,000,000
- Other	97,158,060,000	97,158,060,000
<b>Total</b>	<b>194,300,060,000</b>	<b>194,300,060,000</b>

### *Capital transaction with owners and distribution of dividends and profits*

- Owner's contributed capital		
+ At the beginning of year	194,300,060,000	194,300,060,000
+ At the end of year	194,300,060,000	194,300,060,000
- Distributed dividends and profit		

### 3.16.3- Share

	<u>31/12/2024</u>	<u>01/01/2024</u>
- Quantity of Authorized issuing shares	19,430,006	19,430,006
- Quantity of outstanding share in circulation	19,430,006	19,430,006
+ Common shares	19,430,006	19,430,006
<b>* Par value per share : VND 10.000</b>		

**4. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE INCOME STATEMENT**

	<u>Quarter 4/2024</u>	(Unit: VND) <u>Quarter 4/2023</u>
<b>4.1 Total revenue from sales of goods and rendering of services</b>	<b>743,962,843,365</b>	<b>540,338,979,813</b>
- Revenue from sale of goods	743,962,843,365	540,338,979,813
<b>4.2 Revenue deductions</b>	<b>0</b>	<b>0</b>
- Trade discounts	0	0
- Reduced sales price	0	0
- Goods sold were returned	0	0
<b>4.3 Net revenue from sale of goods and rendering of services</b>	<b>743,962,843,365</b>	<b>540,338,979,813</b>
<b>4.4 Cost of good sold</b>		
- Cost of good sold	693,716,997,655	505,269,902,428
<b>Total :</b>	<b>693,716,997,655</b>	<b>505,269,902,428</b>
<b>4.5 Financial income</b>		
- Interest income	61,984,977	0
- Dividends, profit distributed		0
- Realised exchange gain		-857,173,940
- Other		-857,173,940
<b>Total :</b>	<b>61,984,977</b>	<b>-857,173,940</b>
<b>4.6 Financial expense</b>		
- Interest expenses	7,959,584,906	10,804,282,901
- Other	-19,233,254	-16,411,629
<b>Total :</b>	<b>7,940,351,652</b>	<b>10,787,871,272</b>
<b>4.7 Current corporate income tax expenses</b>		
- <i>Taxable income</i>	22,532,277,980	33,054,876,215

+ Total profit before corporate income tax	5,049,741,479	7,029,731,001
+ Income is not subject to corporate income tax		
+ Expenses are not deductible when calculating corporate income tax	17,482,536,501	26,025,145,214
<b>- Current corporate income tax expense</b>	<b>4,506,455,596</b>	<b>6,610,975,243</b>

#### 5. OTHER INFORMATION :

OTHER INFORMATION : Other long-term payables are the capital contribution of Lien Viet Holdings Joint Stock Company to complete the investment project at 61 Tran Phu - Ba Dinh - Hanoi according to investment cooperation contract No. 40/2011/HDHTĐT/POT -LVH-HL December 28, 2011

Hanoi, 21 January 2025

Preparer



*Vo Minh Hue*

Chief Accountant



*Ma thi Nghiem*

Chairman



*Tran Hai Van*