

**BDC VIETNAM INVESTMENT AND  
CONSTRUCTION JOINT STOCK COMPANY**

No: 2001/CBTT/2025

Re: Disclosure of Financial Statement for Quarter 4  
of 2024**THE SOCIALIST REPUBLIC OF VIETNAM**  
**Independence - Freedom - Happiness**

Hanoi, January 20, 2025

**PERIODIC FINANCIAL STATEMENT DISCLOSURE****To: The Hanoi Stock Exchange**

In accordance with the provisions of Clause 3, Article 14 of Circular No. 96/2020/TT-BTC dated November 16, 2020, by the Ministry of Finance guiding information disclosure on the securities market, BDC Vietnam Investment and Construction Joint Stock Company hereby discloses the mid-year 2024 financial statements (F/S) to the Hanoi Stock Exchange as follows:

**1. Company name:** BDC Vietnam Investment and Construction Joint Stock Company

- Stock Symbol: MCO
- Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam.
- Tel: 0243.537.3241 Fax: 0243.537.3240
- Email: bdcvietnam.mco@gmail.com
- Website: <http://mcovietnam.com.vn/index.php>

**2. Content of Information disclosure:**

- Financial statements for Quarter 4 of 2024:
  - Separate Financial Statements (Listed companies do not have subsidiaries and the upper accounting unit has affiliated units).
  - Consolidated Financial Statement (Listed companies have subsidiaries).
  - General Financial Statement (Listed companies has an affiliated accounting unit that organizes its own accounting apparatus).
- Cases subject to explanation of reasons:
  - + *The auditing organization gives an opinion that is not a full acceptance opinion on the financial statements (for audited financial statements in 2024).*
    - yes  No

*Explanation document in case of marking:*

- yes  No

+ *Profit after tax in the reporting period has a difference of 5% or more before and after audit, moving from loss to profit or vice versa (for audited financial statements in 2024):*

- yes  No

*Explanation document in case of marking:*

- yes  No



+ Profit after corporate income tax in the business results report of the reporting period changes by 10% or more compared to the same period of the previous year:

yes                       No

*Explanation document in case of marking:*

yes                       No

+ Profit after tax in the reporting period is lost, converted from profit in the same period last year to loss in this period or vice versa:

yes                       No

*Explanation document in case of marking:*

yes                       No

*This information was announced on the company's website on January 20, 2024 at the link: <http://mcovietnam.com.vn>*

### **3. Report on transactions worth 35% or more of total assets in 2024: None**

In case listed companies have transactions, please fully report the following contents: None

- Transaction content:

- Proportion of transaction value/total asset value of the enterprise (%) (based on the most recent year's financial report);...

- Transaction completion date

We hereby commit that the information published above is true and take full responsibility before the law for the content of the published information.

**LEGAL REPRESENTATIVE**

**CHAIRMAN OF THE BOARD OF DIRECTOR**

*Attach documents:*

- FS Q4/2024
- Explanation Document.



**Nguyen Quoc Tu**





**BDC VIETNAM INVESTMENT AND  
CONSTRUCTION JOINT STOCK COMPANY  
CONSOLIDATED FINANCIAL REPORT FOR THE  
FOURTH QUARTER**

**For the fiscal year ending December 31, 2024**

## TABLE OF CONTENTS

<b>Content</b>	<b>Page</b>
Consolidated financial report for the fourth quarter of 2024	2 – 34
<i>Consolidated balance sheet as of December 31, 2024</i>	2 - 5
<i>Income statement Quarter IV 2024</i>	6
<i>Consolidated Cash Flow Statement Quarter IV 2024</i>	7 – 8
<i>Notes to the Consolidated Financial Statements Quarter IV, 2024</i>	9 – 34



**BDC VIET NAM CONSTRUCTION AND INVESTMENT JOINT STOCK COMPANY**

Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City.

## FINANCIAL STATEMENT

Q4 for the Fiscal Year Ending December 31, 2024

**BALANCE SHEET FOR Q4**

As of December 31, 2024

Unit: VND

ASSETS	Code	Note	31/12/2024	01/01/2024
<b>A - CURRENT ASSETS</b>	<b>100</b>		<b>79,813,009,044</b>	<b>97,940,393,231</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>V.1</b>	<b>3,505,909,094</b>	<b>8,733,478,101</b>
1. Cash	111		3,505,909,094	8,733,478,101
2. Cash equivalents	112		-	-
<b>II. Short-term financial investments</b>	<b>120</b>		-	-
1. Trading securities	121		-	-
2. Provision for trading securities devaluation	122		-	-
3. Held-to-maturity investments	123		-	-
<b>III. Accounts receivable – short-term</b>	<b>130</b>		<b>56,762,940,959</b>	<b>70,987,691,605</b>
1. Accounts receivable from customers	131	V.2	27,816,448,238	35,008,306,811
2. Short-term prepayments to suppliers	132	V.3	21,058,476,127	27,028,281,018
3. Short-term internal receivables	133		(933,052,900)	-
4. Receivables according to the construction contract sche	134		-	-
5. Short-term loan receivables	135		-	-
6. Other receivables	136	V.4a	23,539,772,871	20,768,121,683
7. Provision for doubtful short-term receivables	137	V.5	(14,718,703,377)	(11,817,017,907)
8. Shortage of assets awaiting resolution	139		-	-
<b>IV. Inventories</b>	<b>140</b>		<b>19,165,889,376</b>	<b>17,156,848,218</b>
1. Inventories	141	V.6	19,165,889,376	17,156,848,218
2. Provision for inventory devaluation	149		-	-
<b>V. Other current assets</b>	<b>150</b>		<b>378,269,615</b>	<b>1,062,375,307</b>
1. Short-term prepaid expenses	151	V.7a	55,381,680	96,454,756
2. Deductible value added tax	152		-	-
3. Taxes and others receivable from State Treasury	153	V.14	322,887,935	965,920,551
4. Repurchase Government bond transactions	154		-	-
5. Other current assets	155		-	-

**BDC VIET NAM CONSTRUCTION AND INVESTMENT JOINT STOCK COMPANY**

Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City.

## FINANCIAL STATEMENT

Q4 for the Fiscal Year Ending December 31, 2024

**Q4 Balance Sheet**

ASSETS	Code	Note	31/12/2024	01/01/2024
<b>B - LONG-TERM ASSETS</b>	<b>200</b>		<b>47,258,221,856</b>	<b>50,895,719,988</b>
<b>I. Accounts receivable – long-term</b>	<b>210</b>		<b>41,000,000</b>	<b>326,422,934</b>
1. Accounts receivable from customers – long-term	211		-	-
2. Long-term prepayments to suppliers	212		-	-
3. Operating capital in affiliated units	213		-	-
4. Long-term internal receivables	214		-	-
5. Long-term loan receivables	215		-	-
6. Other long-term receivables	216	V.4b	41,000,000	326,422,934
7. Provision for doubtful long-term receivables	219		-	-
<b>II. Fixed assets</b>	<b>220</b>		<b>6,913,195,203</b>	<b>8,673,467,252</b>
1. Tangible fixed assets	221	V.8	6,803,195,203	8,563,467,252
<i>Cost</i>	222		69,494,362,252	73,352,826,127
<i>Accumulated depreciation</i>	223		(62,691,167,049)	(64,789,358,875)
2. Finance-leased fixed assets	224		-	-
<i>Cost</i>	225		-	-
<i>Accumulated depreciation</i>	226		-	-
3. Intangible fixed assets	227	V.9	110,000,000	110,000,000
<i>Cost</i>	228		110,000,000	110,000,000
<i>Accumulated depreciation</i>	229		-	-
<b>III. Investment property</b>	<b>230</b>		<b>-</b>	<b>-</b>
<i>Cost</i>	231		-	-
<i>Accumulated depreciation</i>	232		-	-
<b>IV. Long-term work in progress</b>	<b>240</b>		<b>36,077,335,159</b>	<b>37,477,370,404</b>
1. Long-term work in progress	241	V.10	35,154,776,236	36,554,811,481
2. Construction in progress	242	V.11	922,558,923	922,558,923
<b>V. Long-term financial investments</b>	<b>250</b>	V.12	<b>4,180,644,391</b>	<b>4,180,644,391</b>
1. Investments in associates, joint-ventures	251		-	-
2. Equity investments in other entities	252		-	-
3. Other investments in other companies	253		4,180,644,391	4,180,644,391
4. Provision for diminution in the value of long-term financial investments	254		-	-
5. Held-to-maturity investments	255		-	-
<b>VI. Other long-term assets</b>	<b>260</b>		<b>46,047,103</b>	<b>237,815,007</b>
1. Long-term prepaid expenses	261	V.7b	46,047,103	237,815,007
2. Deferred tax assets	262		-	-
3. Long-term tools, supplies and spare parts	263		-	-
4. Other long-term assets	268		-	-
<b>TOTAL ASSETS</b>	<b>270</b>		<b>127,071,230,900</b>	<b>148,836,113,219</b>

**BDC VIET NAM CONSTRUCTION AND INVESTMENT JOINT STOCK COMPANY**

Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City.

## FINANCIAL STATEMENT

Q4 for the Fiscal Year Ending December 31, 2024

**Q4 BALANCE SHEET**

TOTAL RESOURCES	Code	Note	31/12/2024	01/01/2024
<b>C - LIABILITIES</b>	<b>300</b>		<b>73,888,534,496</b>	<b>95,852,831,504</b>
<b>I. Nợ ngắn hạn</b>	<b>310</b>		<b>68,192,103,379</b>	<b>88,560,400,387</b>
1. Accounts payable to suppliers	311	V.13	28,282,997,058	35,494,363,464
2. Advances from customers	312	V.14	5,486,217,866	14,303,131,660
3. Taxes and others payable to State Treasury	313	V.15	20,936,138,058	21,439,288,070
4. Payables to employees	314		137,992,610	130,520,007
5. Accrued expenses	315	V.16a	7,441,450,000	7,674,900,000
6. Short-term internal payables	316		-	-
7. Payables according to the construction contract schedule	317		-	-
8. Short-term unearned revenue	318		-	-
9. Phải trả ngắn hạn khác	319	V.17	3,852,740,901	1,175,054,124
10. Short-term borrowings	320	V.18a	1,995,000,000	8,283,576,176
11. Provisions – short-term	321		-	-
12. Bonus and welfare fund	322		59,566,886	59,566,886
13. Price stabilisation fund	323		-	-
14. Repurchase Government bond transactions	324		-	-
<b>II. Long-term liabilities</b>	<b>330</b>		<b>5,696,431,117</b>	<b>7,292,431,117</b>
1. Accounts long-term payable to suppliers	331		-	-
2. Long-term advances from customers	332		-	-
3. Long-term accrued expenses	333	V.16b	2,203,931,117	1,699,931,117
4. Long-term internal payables for operating capital	334		-	-
5. Long-term internal payables	335		-	-
6. Long-term unearned revenue	336		-	-
7. Other payables – long-term	337		-	-
8. Long-term borrowings	338	V.18b	3,492,500,000	5,592,500,000
9. Convertible bonds	339		-	-
10. Preferred stock	340		-	-
11. Deferred tax liabilities	341		-	-
12. Provisions – long-term	342		-	-
13. Science and Technology Development Fund	343		-	-



**BDC VIET NAM CONSTRUCTION AND INVESTMENT JOINT STOCK COMPANY**

Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City.

## FINANCIAL STATEMENT

Q4 for the Fiscal Year Ending December 31, 2024

**Q4 BALANCE SHEET**

TOTAL RESOURCES	Code	Note	12/31/2024	1/1/2024
<b>D - EQUITY</b>	<b>400</b>		<b>53,182,696,404</b>	<b>52,983,281,715</b>
<b>I. Owners' equity</b>	<b>410</b>	<b>V.19</b>	<b>53,182,696,404</b>	<b>52,983,281,715</b>
1. Share capital	411		41,039,290,000	41,039,290,000
- Ordinary shares with voting rights	411a		41,039,290,000	41,039,290,000
- Preferred stock	411b		-	-
2. Share premium	412		149,852,000	149,852,000
3. Bond conversion option	413		-	-
4. Other equity funds	414		-	-
5. Treasury shares	415		-	-
6. Differences upon asset revaluation	416		-	-
7. Foreign exchange differences	417		-	-
8. Investment and development fund	418		3,343,084,386	3,343,084,386
9. Enterprise restructuring support fund	419		-	-
10. Other funds in owner's equity	420		-	-
11. Retained profits	421		8,650,470,018	8,451,055,329
- Retained profits brought forward	421a		8,451,055,329	8,136,470,942
- Profit for the current year	421b		199,414,689	314,584,387
12. Capital construction investment resources	422		-	-
<b>II. Other funding resources and funds</b>	<b>430</b>		<b>-</b>	<b>-</b>
1. Funding sources	431		-	-
2. Funding sources for fixed asset formation	432		-	-
<b>TOTAL RESOURCES</b>	<b>440</b>		<b>127,071,230,900</b>	<b>148,836,113,219</b>

Chief Accountant



Ngo Duc Nam

Hanoi, January 20, 2025

General Director



Nguyen Quoc Huong

**BDC VIETNAM CONSTRUCTION AND INVESTMENT JOINT STOCK COMPANY**

Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City.

**FINANCIAL STATEMENT**

Q4 for the Fiscal Year Ending December 31, 2024

**INCOME STATEMENT FOR Q4**  
**Q4 of the Fiscal Year Ending December 31, 2024**

Unit: VND

No	Items	Code	Note	Q4		Accumulated to the end of Q4	
				Current period	Prior period	Current period	Prior period
1.	Revenue from sales of goods and provision	01	VI.1	6,090,557,319	33,944,343,574	54,937,895,620	80,800,967,685
2.	Revenue deductions	02		-	-	-	-
3.	Net revenue	10		6,090,557,319	33,944,343,574	54,937,895,620	80,800,967,685
4.	Cost of Goods Sold	11	VI.2	5,164,139,684	33,166,102,579	48,592,581,848	77,930,923,922
5.	Gross profit	20		926,417,635	778,240,995	6,345,313,772	2,870,043,763
6.	Financial income	21	VI.3	807,751	3,105,053	2,991,055	11,806,528
7.	Financial expenses	22	VI.4	59,708,039	49,113,766	355,868,867	294,362,375
	In which: Interest expense	23		59,708,039	49,113,766	355,868,867	294,362,375
8.	Selling expenses	24		-	-	-	-
9.	General and administration expenses	25	VI.5	715,031,798	776,472,337	6,080,983,124	2,474,263,049
10.	Net operating profit	30		152,485,549	(44,240,055)	(88,547,164)	113,224,867
11.	Other income	31		-	324,545,550	593,181,700	324,545,550
12.	Other expenses	32		163,614	8,128,211	165,839,074	28,767,142
13.	Results of other activities	40		(163,614)	316,417,339	427,342,626	295,778,408
14.	Accounting profit before tax	50		152,321,935	272,177,284	338,795,462	409,003,275
15.	Income tax expense – current	51	VI.6	30,464,387	54,434,802	67,759,092	81,800,000
16.	Income tax expense/(benefit) – deferred	52		-	-	-	-
17.	Net profit after tax	60		121,857,548	217,742,482	271,036,370	327,203,275
18.	Earnings per share	70	VI.7	30	53	66	27
	Basic earnings per share						

Chief Accountant

Ngo Duc Nam



Nguyen Quoc Huong



**BDC VIETNAM CONSTRUCTION AND INVESTMENT JOINT STOCK COMPANY**

Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City.

## FINANCIAL STATEMENT

Q4 for the Fiscal Year Ending December 31, 2024

**CASH FLOW STATEMENT FOR Q4**

(According to the indirect method)

Q4 of the Fiscal Year Ending December 31, 2024

Unit: VND

ITEMS	Code	Note	Accumulated to the End of Q4	
			Current period	Prior period
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>				
1. Profit before tax	01		263,697,002	112,421,468
2. Adjustments for				
- Depreciation and amortisation of fixed assets and investment property	02		1,664,774,531	400,145,196
- Provisions	03		2,901,685,470	-
- Foreign exchange loss/(gain) arising from translating foreign currency items	04		-	-
- Gain from investing activities	05		(444,662,905)	(2,509,980)
- Interest expenses	06		355,868,867	217,276,222
- Other adjustments	07		-	-
3. Operating profit before movements in working capital	08		4,741,362,965	727,332,906
- Changes in receivables	09		12,138,412,886	(17,842,382,505)
- Changes in inventories	10		(609,005,913)	2,447,625,797
- Changes in payables (excluding accrued loan interest and corporate income tax payable)	11		(13,550,189,145)	12,084,976,026
- Changes in prepaid expenses	12		232,840,980	653,212,019
- Changes in trading securities	13		-	-
- Interest paid	14		(355,868,867)	(217,276,222)
- Corporate income tax paid	15		(89,814,000)	(53,463,156)
- Other cash inflows	16		-	-
- Other cash outflows	17		-	-
<i>Net cash generated by operating activities</i>	20		<u>2,507,738,906</u>	<u>(2,199,975,135)</u>
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>				
1. Acquisition and construction of fixed assets and other long-term assets	21		95,497,518	(1,640,000,000)
2. Proceeds from sale, disposal of fixed assets and other long-term assets	22		556,289,540	-
3. Cash outflow for lending, buying debt instruments of other entities	23		-	-
4. Cash recovered from lending, selling debt instruments of other entities	24		-	-
5. Equity investments in other entities	25		-	-
6. Cash recovered from investments in other entities	26		-	-
7. Interest earned, dividends and profits received	27		1,481,205	2,509,980
<i>Net cash used in investing activities</i>	30		<u>653,268,263</u>	<u>(1,637,490,020)</u>

Q4 for the Fiscal Year Ending December 31, 2024

Cash Flow Statement for Q4

**BDC VIETNAM CONSTRUCTION AND INVESTMENT JOINT STOCK COMPANY**

Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City.

## FINANCIAL STATEMENT

ITEMS	Code	Note	Accumulated to the End of Q4	
			Current period	Prior period
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>				
1. Proceeds from share issue and owners' contributed capital	31			
2. Cash paid for contributions to owners, repurchase of the company's issued shares	32			
3. Proceeds from borrowings	33		5,937,908,628	6,199,448,433
4. Repayment of borrowings	34		(14,326,484,804)	(6,447,754,525)
5. Cash paid for financial lease liabilities	35		-	-
6. Dividends and profits paid	36		-	-
<i>Net cash generated by financing activities</i>	40		<u>(8,388,576,176)</u>	<u>(248,306,092)</u>
<b>Net increase in cash</b>	50		(5,227,569,007)	(4,085,771,247)
<b>Cash and cash equivalents at the</b>	60	V.1	8,733,478,101	10,521,742,376
Effects of changes in foreign exchange rates	61		-	-
<b>Cash and cash equivalents at the end of the year</b>	70	V.1	<u>3,505,909,094</u>	<u>6,435,971,129</u>

Chief Accountant

Ngo Duc Nam



Nguyen Quoc Huong

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 December 2024**

**I. GENERAL INFORMATION**

**1. Structure of ownership** : Joint Stock Company

**2. Operating activities** : Construction of transportation and infrastructure projects

**3. Registered Business Activities** :

The registered business activities are as follows:

- Construction of domestic and international transportation projects (including bridges, roads, airports, ports, and land leveling);
- Construction of industrial, civil, irrigation works, and power lines up to 35KV;
- Dredging and excavation works;
- Investment in the construction of infrastructure projects for residential clusters, urban areas, industrial zones, and transportation infrastructure;
- Material testing, investment consulting, and construction supervision consulting for projects not implemented by the company;
- Mining, trading stones, manufacturing and trading construction materials, steel components, precast concrete structures, and asphalt concrete;
- Import and export of materials, equipment, goods, tourism services, hotels, and entertainment;
- Repair of construction machinery and equipment, mechanical processing;
- Real estate business;
- Passenger and freight transportation;
- Design of marine construction projects;
- Design of irrigation construction projects;
- Design of port and waterway projects;
- Road design;
- Design of transportation structures (bridges and tunnels);
- Structural design for civil and industrial construction projects;
- Technical worker training: operators of road and waterway construction machinery, steel welding workers, carpenters, tourism service attendants, and restaurant staff (only allowed to operate after obtaining permits from the relevant state authorities);
- Surveying the topography of irrigation, transportation, and civil projects;
- Mining, processing, and trading of minerals (excluding minerals prohibited by the State);
- Trading raw materials and tobacco flavorings./.

**4. Normal operating cycle:** Within 12 months

**5. Statement on the Comparability of Information in the Financial Statements**

The financial statements for the fourth quarter of 2024 are entirely consistent and ensure comparability with the financial statements for 2023 and the financial statements for the fourth quarter of 2023.

**6. Employees**

As of the fiscal year-end, the Company had 9 employees working (the same number as at the beginning of the year, 9 employees).



**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**  
 Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam  
**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024**  
**NOTES TO THE FINANCIAL STATEMENTS**

---

**7. Company structure:**

***Subsidiaries:***

Name	Location
Branch of Construction Investment and Building Joint Stock Company 1 - Construction Entity No. 2	No. 15/82/186 Van Phuc, Kim Ma Ward, Ba Dinh District, Hanoi City
Branch of MCO Vietnam Joint Stock Company (Hanoi City)	No. 20/8 Dinh Bo Linh, Ward 24, Binh Thanh District, Ho Chi Minh City

**II. ACCOUNTING YEAR AND ACCOUNTING CURRENCY**

**1. Annual accounting period**

The annual accounting period of the Company is from 1 January to 31 December.

**2. Accounting and presentation currency**

The Company's accounting currency is the Vietnam Dong (VND), as most transactions are conducted in this currency.

**III. ACCOUNTING STANDARDS AND REGULATIONS APPLIED**

**1. Accounting Regulations Applied**

The Company applies the Vietnamese Accounting Standards and the Corporate Accounting Regime issued under Circular No. 200/2014/TT-BTC dated December 22, 2014, and other guidance circulars on accounting standards issued by the Ministry of Finance in the preparation and presentation of financial statements.

**2. Statement of Compliance with Accounting Standards and Regulations**

The Director ensures compliance with the requirements of the Vietnamese Accounting Standards and the Corporate Accounting Regime issued under Circular No. 200/2014/TT-BTC dated December 22, 2014, Circular No. 53/2016/TT-BTC amending and supplementing Circular No. 200/2014/TT-BTC, as well as other guidance circulars on accounting standards issued by the Ministry of Finance in the preparation of the financial statements.

**IV. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**1. Basis of Preparation of Financial Statements**

The financial statements are prepared on an accrual basis (except for information related to cash flows)..

**2. Cash and cash equivalents**

Cash includes cash on hand, demand deposits at banks, and monetary gold used as a store of value, excluding types of gold classified as inventory intended for use as raw materials for production or goods for sale.

Cash equivalents are short-term investments with a recovery or maturity period not exceeding three months from the purchase date, which are readily convertible into a known amount of cash and carry an insignificant risk of changes in value

### **3. Investments**

#### *Investments in Subsidiaries, Joint Ventures, and Associates*

##### *Subsidiaries*

A subsidiary is an entity controlled by the company. Control is achieved when the company has the ability to govern the financial and operating policies of the investee to derive economic benefits from its activities.

##### *Joint Ventures*

A joint venture is an entity established based on an agreement whereby the company and other parties jointly control the economic activities of the entity. Joint control refers to strategic decisions related to financial and operational policies of the joint venture, which require unanimous consent from all parties involved.

##### *Associates*

An associate is an entity over which the company has significant influence but does not exercise control over its financial and operating policies. Significant influence means having the power to participate in decisions related to the investee's financial and operational policies but without controlling these policies.

##### *Recognition and Measurement*

Investments in subsidiaries, joint ventures, and associates are initially recorded at cost, including the purchase price or capital contribution plus directly attributable investment costs. For investments made using non-monetary assets, the cost is measured at the fair value of the non-monetary asset at the transaction date.

Dividends and profits from periods prior to the acquisition of the investment are deducted from the investment's carrying amount. Dividends and profits from periods after the acquisition are recognized as revenue. Dividends received in the form of shares are only tracked as an increase in the number of shares, without recognizing the value of the received shares or recorded at par value.

##### *Provision for Impairment of Investments*

Provision for impairment of investments in subsidiaries, joint ventures, and associates is recognized when these entities incur losses. The provision amount is determined as the difference between the actual capital contribution of all parties to the subsidiary, joint venture, or associate and the actual equity, multiplied by the company's ownership percentage relative to the total actual contributions.

If the subsidiary, joint venture, or associate prepares consolidated financial statements, the provision is based on the consolidated financial statements.

Changes in provisions for impairment of investments in subsidiaries, joint ventures, and associates as of the fiscal year-end are recognized in financial expenses.



**4. Accounts Receivable**

Receivables are presented at their carrying value, net of allowances for doubtful debts.

The classification of receivables into trade receivables and other receivables is based on the following principles:

- Trade receivables reflect amounts due that arise from commercial transactions, specifically purchases and sales between the company and independent third parties, including amounts receivable from consigned export sales to other entities.
- Other receivables reflect amounts due that are non-commercial in nature and unrelated to purchase and sale transactions.

*Allowance for Doubtful Debts*

Provisions for doubtful debts are made for each receivable deemed uncollectible, based on the overdue aging of debts or the estimated potential loss, as follows:

*For overdue receivables:*

- 30% of the value for debts overdue from 6 months to less than 1 year.
- 50% of the value for debts overdue from 1 year to less than 2 years.
- 70% of the value for debts overdue from 2 years to less than 3 years.
- 100% of the value for debts overdue for 3 years or more.

For receivables not yet overdue but considered unlikely to be collected: the provision is determined based on the estimated loss.

**5. Inventories**

Inventory is recorded at the lower of cost and net realizable value.

Cost of inventory is determined as follows:

- Raw materials and goods: Includes purchase costs and other directly related expenses incurred to bring the inventory to its current location and condition.
- Work in progress: Includes only the cost of main raw materials (or other relevant cost elements).

Net realizable value is the estimated selling price of inventory in the normal course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

The value of inventory is calculated using the weighted average method and accounted for under the perpetual inventory system..

**6. Prepaid Expenses**

Prepaid expenses include actual costs incurred that are related to the production and business activities of multiple accounting periods. The Company's prepaid expenses consist of the following:

***Tools and equipment***

Tools and equipment put into use are allocated to expenses using the straight-line method over a period not exceeding 3 years.

***Fixed asset repair costs***

One-time significant repair costs of fixed assets are allocated to expenses using the straight-line method over a period of 3 years.

**7. Tangible fixed assets**

Tangible fixed assets are presented at cost less accumulated depreciation. The cost of tangible fixed assets includes all expenses incurred by the company to acquire the asset and bring it to a condition ready for use. Subsequent expenditures are only added to the cost of the fixed asset if these expenses are certain to increase the future economic benefits derived from the use of the asset. Expenses that do not meet this condition are recognized as production and business costs in the period incurred.

When tangible fixed assets are sold or disposed of, their cost and accumulated depreciation are derecognized, and any gains or losses from disposal are recorded in income or expenses for the year.

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

<u>Types of Tangible Fixed Assets</u>	<u>Period</u>
Buildings and Structures	10
Machinery and Equipment	03 – 05
Transportation Vehicles	06 – 10
Office Equipment	03 – 05
Other Tangible Fixed Assets	03 – 05

**8. Construction in progress**

Construction in progress reflects the direct costs (including borrowing costs related to loans, in accordance with the Company's accounting policies) incurred for assets under construction, machinery, and equipment being installed for production, rental, and management purposes, as well as costs related to the ongoing repair of fixed assets.

These assets are recorded at cost and are not subject to depreciation.

**9. Liabilities and Accrued Expenses**

Liabilities and accrued expenses are recognized for future amounts payable related to goods and services already received. Accrued expenses are recorded based on reasonable estimates of amounts payable.

The classification of liabilities into trade payables, accrued expenses, internal payables, and other payables is determined as follows:

***Trade Payables***



Reflect amounts payable arising from commercial transactions involving the purchase of goods, services, or assets from independent entities. This includes amounts payable for imports through consignees.

***Accrued Expenses***

Reflect amounts payable for goods and services already received from suppliers or provided to customers but not yet paid due to the absence of invoices or incomplete accounting documentation. This category also includes amounts payable to employees for leave wages and accrued production and business costs.

***Other Payables***

Reflect amounts payable that are non-commercial in nature and not related to the purchase, sale, or provision of goods or services..

**10. Borrowings and Finance Lease Liabilities**

The Company must track the repayment terms of borrowings and finance lease liabilities in detail. Borrowings and finance lease liabilities with repayment terms exceeding 12 months from the reporting date are classified as long-term borrowings and finance lease liabilities. Liabilities due within the next 12 months from the reporting date are classified as short-term borrowings and finance lease liabilities for payment planning purposes.

For finance lease liabilities, the total liability recorded in the credit side of account 341 reflects the total amount payable, calculated as the present value of the minimum lease payments or the fair value of the leased asset.

***Foreign Currency Borrowings and Liabilities***

- Borrowings and liabilities in foreign currencies must be converted into the accounting currency (Vietnamese Dong - VND) using the actual exchange rate at the time of the transaction.
- Upon repayment, borrowings in foreign currencies are debited to account 341 based on the actual exchange rate recorded in the accounting books for each specific transaction.
- At the end of the reporting period, outstanding foreign currency borrowings and finance lease liabilities must be revalued using the actual exchange rate as of the reporting date.
- Exchange rate differences arising from repayments and year-end revaluations of foreign currency borrowings and finance lease liabilities are recorded as financial revenue or financial expenses..

**11. Share capital**

***Owner's Equity Contributions***

Owner's equity contributions are recognized based on the actual capital contributed by shareholders.

**12. Profit Distribution**

After-tax profit is distributed to shareholders after allocating to funds in accordance with the Company's Charter and legal regulations, and upon approval by the General Meeting of Shareholders.

Dividends are recognized as liabilities when approved by the General Meeting of Shareholders..

### **13. Revenue and Income Recognition**

#### ***Revenue from Rendering Services***

Revenue from a service transaction is recognized when the outcome of the transaction can be reliably measured. If the service is performed over multiple periods, revenue for each period is recognized based on the proportion of work completed as of the end of the reporting period. The outcome of a service transaction is deemed reliably measurable when all the following conditions are met:

- Revenue is reasonably assured: If the contract allows the buyer to return the service under specific conditions, revenue is only recognized when those conditions no longer exist and the buyer is no longer entitled to return the service provided.
- Economic benefits are likely to flow to the Company from the service transaction.
- The stage of completion of the service as of the fiscal year-end can be determined.
- Costs incurred for the transaction and costs required to complete the service transaction can be reliably estimated.

#### ***Revenue from Construction Contracts***

When the outcome of a construction contract can be reliably estimated:

- For construction contracts where the contractor is paid based on planned progress, revenue and costs related to the contract are recognized in proportion to the work completed as determined by the Company at the fiscal year-end.
- For construction contracts where the contractor is paid based on the value of work performed, revenue and costs are recognized in proportion to the completed work confirmed by the customer and reflected in issued invoices.

Adjustments to construction volumes, compensation claims, and other receivables are only recognized as revenue once agreed upon with the customer.

When the outcome of a construction contract cannot be reliably estimated:

- Revenue is recognized only to the extent of contract costs incurred that are likely to be recoverable.
- Contract costs are recognized as expenses when incurred.

The difference between the cumulative total revenue recognized for a construction contract and the cumulative amount invoiced as per the contract's planned payment schedule is recorded as either a receivable or payable, depending on the contract's progress billing.

#### ***Interest Income***

Interest income is recognized on an accrual basis and calculated based on the balance of deposit accounts and the effective interest rate for each period.

### **14. Cost of sales.**

The cost of goods sold during the year is recognized in alignment with the revenue generated in the same period, adhering to the principle of prudence.

For excessive direct material consumption beyond normal levels, labor costs, and unallocated fixed manufacturing overhead costs, these are immediately charged to the cost of goods sold (after



deducting any compensation received, if applicable), even if the products or goods have not yet been recognized as sold.

Provisions for inventory devaluation are charged to the cost of goods sold based on the quantity of inventory and the difference between the net realizable value and the cost of inventory. When determining the amount of inventory subject to devaluation provisions, the Company must exclude inventory already under signed sales contracts (with net realizable values not lower than their carrying amounts) but not yet delivered to customers, provided there is concrete evidence that customers will not cancel the contracts.

**15. Financial Expenses**

The accounting principles for financial expenses reflect the costs incurred in financial activities, including: Costs or losses related to financial investment activities; Borrowing and lending costs. Costs associated with contributions to joint ventures and associates; Losses from the transfer of short-term securities and transaction costs related to the sale of securities; Provisions for devaluation of trading securities; Provisions for impairment of investments in other entities; Losses incurred from foreign currency sales; Foreign exchange rate differences and related losses.

**16. Accounting Principles for Administrative Expenses**

Administrative expenses reflect the general management costs of the company, which include: Employee-Related Costs (Salaries, wages, and allowances for administrative staff); Social insurance, health insurance, unemployment insurance, and union fees for administrative employees; Material and Asset Costs; Office supplies and small tools used for administrative purposes; Depreciation of fixed assets used for administrative functions; Land lease fees and license taxes; Provisions; Provisions for doubtful debts; Purchased Services; Utilities such as electricity, water, telephone, and fax; Insurance for assets and fire protection and other cash expenses (Expenses for customer hospitality and client conferences).

**17. Taxation**

***Current Corporate Income Tax Expense***

The corporate income tax expense represents the current tax calculated based on taxable income. Taxable income differs from accounting profit due to adjustments for temporary differences between tax and accounting, non-deductible expenses, non-taxable income, and carried forward losses.

The Company is obligated to pay corporate income tax at a tax rate of 20%

**18. Financial Instruments**

**Financial Assets**

***Classification of Financial Assets***

The Company classifies financial assets into the following categories: Financial assets measured at fair value through profit or loss (FVTPL); Held-to-maturity investments; Loans and receivables; Available-for-sale financial assets. The classification depends on the nature and purpose of the financial assets and is determined at initial recognition..

Financial assets are classified as measured at fair value through profit or loss if they are: Held for trading, or Designated as FVTPL at the time of initial recognition.

Such classification applies when financial assets are primarily acquired for the purpose of short-term profit generation or are explicitly designated to be measured at fair value through profit or loss during their initial recognition..

A financial asset is classified as held-for-trading if:



**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**

Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam

**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024**

**NOTES TO THE FINANCIAL STATEMENTS**

---

- It is purchased or originated primarily for the purpose of resale in the short term.
- The Company intends to hold it for the purpose of generating short-term profit.
- It is a derivative financial instrument, except for derivatives designated as financial guarantee contracts or effective hedging instruments.

*Held-to-Maturity Investments*

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity dates, which the Company intends and is able to hold to maturity.

*Loans and Receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted on an active market.

*Available-for-Sale Financial Assets*

Available-for-sale financial assets are non-derivative financial assets that are designated as available-for-sale or are not classified as financial assets measured at fair value through profit or loss, held-to-maturity investments, or loans and receivables.

*Initial Recognition of Financial Assets*

Financial assets are recognized on the purchase date and derecognized on the sale date. At initial recognition, financial assets are measured at the purchase price or issuance cost, plus any directly attributable transaction costs related to their purchase or issuance.

*Financial Liabilities*

The Company classifies financial liabilities into the following categories: Financial liabilities measured at fair value through profit or loss (FVTPL); Financial liabilities measured at amortized cost. The classification depends on the nature and purpose of the financial liability and is determined at the time of initial recognition..

*Financial Liabilities Measured at Fair Value Through Profit or Loss (FVTPL)*

A financial liability is classified as FVTPL if it is:

- Issued or incurred primarily for the purpose of repurchasing in the short term.
- Intended to generate short-term profit.
- A derivative financial instrument (excluding derivatives classified as financial guarantee contracts or effective hedging instruments)..

*Financial Liabilities Measured at Amortized Cost*

Financial liabilities measured at amortized cost are determined by their initial recognition value, less any principal repayments, plus or minus cumulative amortization calculated using the effective interest method. Adjustments are made for the difference between the initial carrying amount and the maturity amount, minus any reductions (either directly or through a provision account) due to impairment or uncollectibility.

The effective interest method calculates the amortized cost of a financial liability and allocates interest expense over the relevant period. The effective interest rate discounts estimated future cash payments or receipts over the expected life of the financial instrument, or a shorter period if applicable, to the net present carrying amount of the financial liability.

**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**

Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam

**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024**  
**NOTES TO THE FINANCIAL STATEMENTS**

---

*Initial Recognition of Financial Liabilities*

At initial recognition, financial liabilities are measured at the issue price plus directly attributable transaction costs.

*Equity Instruments*

An equity instrument is a contract that evidences a residual interest in the Company's assets after deducting all its liabilities

**19. Segment reporting**

*Business Segment:*

A business segment is a separately identifiable component involved in the production or delivery of products or services and is subject to risks and economic benefits different from those of other business segments.

*Geographical Segment:*

A geographical segment is a separately identifiable component engaged in the production or delivery of products or services within a specific economic environment and is subject to risks and economic benefits different from those of segments operating in other economic environments..

**20. Related parties**

Parties are considered related if one party has the ability to control or significantly influence the other party's decision-making regarding financial and operational policies. Parties are also considered related if they are subject to common control or significant common influence.

When assessing relationships between related parties, the substance of the relationship is given more emphasis than its legal form.

Transactions with related parties during the year are disclosed in Note VII.2.



**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**  
Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam  
**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024**  
**NOTES TO THE FINANCIAL STATEMENTS**

**V. SUPPLEMENTARY INFORMATION TO ITEMS DISCLOSED IN THE SEPARATE STATEMENT OF FINANCIAL POSITION**

**1. Cash and Cash Equivalents**

	<u>Closing balance</u>	<u>Opening balance</u>
Cash on hand	1.453.531.130	1.686.069.997
Bank demand deposits	2.052.377.964	7.047.408.104
<b>Total</b>	<b><u>3.505.909.094</u></b>	<b><u>8.733.478.101</u></b>

**2. Short-term trade receivables**

	<u>Closing balance</u>	<u>Opening balance</u>
<i>Other short-term trade receivables from customers</i>	<i>27.816.448.238</i>	<i>35.008.306.811</i>
Project Management Board	7.063.000.000	7.063.000.000
General Trading, Technical & Investment Corporation - Joint Stock Company	2.602.831.794	2.602.831.794
Military Region Command	938.461.900	4.741.061.900
Department of Transport	543.670.073	374.585.000
Other entities	16.668.484.471	20.226.828.117
<b>Total</b>	<b><u>27.816.448.238</u></b>	<b><u>35.008.306.811</u></b>

**3. Short-term advances to suppliers**

	<u>Closing balance</u>	<u>Opening balance</u>
<i>Other short-term advances to suppliers</i>	<i>21.058.476.127</i>	<i>27.028.281.018</i>
Hong Ha Company	16.085.470.000	16.085.470.000
Bi Con Joint Stock Company	88.999.418	1.486.773.415
Hoang Nguyen Construction Co., Ltd.	74.656.000	1.151.250.000
Other entities	4.809.350.709	4.797.576.603
<b>Total</b>	<b><u>21.058.476.127</u></b>	<b><u>27.028.281.018</u></b>

**4. Other receivables**

**a) Other short-term receivables**

	<u>Closing balance</u>		<u>Opening balance</u>	
	Cost	Carrying amount	Cost	Carrying amount
<i>Phải thu các tổ chức và cá nhân khác</i>	<i>23.586.923.622</i>	<i>(184.219.263)</i>	<i>20.768.121.683</i>	<i>(184.219.263)</i>
Advance Payments	22.368.700.650	-	19.597.049.462	-
<i>Advances for the Board of Directors and the Supervisory Board</i>	-	-	-	-
<i>Advances for Other Entities</i>	22.368.700.650	-	19.597.049.462	-
Deposits and Collateral	731.174.424	-	731.174.424	-
Other Short-term Receivables	487.048.548	(184.219.263)	439.897.797	(184.219.263)
<b>Total</b>	<b><u>23.586.923.622</u></b>	<b><u>(184.219.263)</u></b>	<b><u>20.768.121.683</u></b>	<b><u>(184.219.263)</u></b>

**b) Other long-term receivables**

It's the long-term deposits and collateral receivables.

**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**  
 Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam  
**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024**  
**NOTES TO THE FINANCIAL STATEMENTS**

	Closing balance			Opening balance		
	Overdue period	Original Price	Provision	Overdue period	Original Price	Provision
<i>Accounts Receivable from Customers</i>		<b>14.534.484.114</b>	<b>11.632.798.644</b>		<b>14.534.484.114</b>	<b>11.632.798.644</b>
People's Committee of Son La Town	<i>Overdue for more than 3 years</i>	614.384.422	614.384.422	<i>Overdue for more than 3 years</i>	614.384.422	614.384.422
No. 9 Automobile Transport and Construction Joint Stock Company	<i>Overdue for more than 3 years</i>	33.831.417	33.831.417	<i>Overdue for more than 3 years</i>	33.831.417	33.831.417
Dai Thien Son Trading Co., Ltd.	<i>Overdue for more than 3 years</i>	289.252.500	289.252.500	<i>Overdue for more than 3 years</i>	289.252.500	289.252.500
703 Investment and Construction Joint Stock Company	<i>Overdue for more than 3 years</i>	82.924.033	82.924.033	<i>Overdue for more than 3 years</i>	82.924.033	82.924.033
Van Duc Private Enterprise	<i>Overdue for more than 3 years</i>	15.000.000	15.000.000	<i>Overdue for more than 3 years</i>	15.000.000	15.000.000
Xoong Con Hydropower Project Management Board	<i>Unlikely to be recoverable</i>	15.000.000	15.000.000	<i>Unlikely to be recoverable</i>	15.000.000	15.000.000
Cat Lai Port Joint Stock Company	<i>Unlikely to be recoverable</i>	69.626.650	69.626.650	<i>Unlikely to be recoverable</i>	69.626.650	69.626.650
Ha Tinh Road Construction Joint Stock Company No. 1	<i>Unlikely to be recoverable</i>	314.359.000	314.359.000	<i>Unlikely to be recoverable</i>	314.359.000	314.359.000
Traffic Construction Joint Stock Company No. 61	<i>Unlikely to be recoverable</i>	796.850.000	796.850.000	<i>Unlikely to be recoverable</i>	796.850.000	796.850.000
General Trading, Technical & Investment Corporation - Joint Stock Company	<i>Unlikely to be recoverable</i>	2.602.831.794	2.602.831.794	<i>Unlikely to be recoverable</i>	2.602.831.794	2.602.831.794
Project Management Board No. 1	<i>Unlikely to be recoverable</i>	850.406.382	850.406.382	<i>Unlikely to be recoverable</i>	850.406.382	850.406.382
Hoa Binh Infrastructure Development and Construction Joint Stock Company	<i>Unlikely to be recoverable</i>	546.411.058	546.411.058	<i>Unlikely to be recoverable</i>	546.411.058	546.411.058
Waterway Construction Corporation	<i>Unlikely to be recoverable</i>	1.240.606.858	1.240.606.858	<i>Unlikely to be recoverable</i>	1.240.606.858	1.240.606.858



**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**  
 Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam  
**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENDED 31 DECEMBER 2024**  
**NOTES TO THE FINANCIAL STATEMENTS**

	Closing balance			Opening balance		
	Overdue period	Original Price	Provision	Overdue period	Original Price	Provision
Ho Chi Minh Road Project Management Board	<i>Unlikely to be recoverable</i>	7.063.000.000	4.161.314.530	<i>Unlikely to be recoverable</i>	7.063.000.000	4.161.314.530
<b>Other Receivables</b>		<b>184.219.263</b>	<b>184.219.263</b>		<b>184.219.263</b>	<b>184.219.263</b>
Industrial Gas and Welding Electrode One Member Co., Ltd.	<i>Overdue for more than 3 years</i>	5.000.000	5.000.000	<i>Overdue for more than 3 years</i>	5.000.000	5.000.000
Petec Petroleum Tank Foundation Fund	<i>Overdue for more than 3 years</i>	25.175.000	25.175.000	<i>Overdue for more than 3 years</i>	25.175.000	25.175.000
Mr. Cao Hong	<i>Overdue for more than 3 years</i>	70.136.200	70.136.200	<i>Overdue for more than 3 years</i>	70.136.200	70.136.200
Mrs. Le Thi Huyen	<i>Overdue for more than 3 years</i>	5.325.000	5.325.000	<i>Overdue for more than 3 years</i>	5.325.000	5.325.000
Mr. Nguyen Van Thua	<i>Overdue for more than 3 years</i>	1.500.000	1.500.000	<i>Overdue for more than 3 years</i>	1.500.000	1.500.000
Mr. Le Minh Duc	<i>Overdue for more than 3 years</i>	22.921.300	22.921.300	<i>Overdue for more than 3 years</i>	22.921.300	22.921.300
Mr. Nguyen Sy Phuc	<i>Overdue for more than 3 years</i>	5.000.000	5.000.000	<i>Overdue for more than 3 years</i>	5.000.000	5.000.000
Mr. Nguyen Tuan Anh	<i>Overdue for more than 3 years</i>	22.650.000	22.650.000	<i>Overdue for more than 3 years</i>	22.650.000	22.650.000
Phuc Loc Van Co., Ltd.	<i>Unlikely to be recoverable</i>	3.000.000	3.000.000	<i>Unlikely to be recoverable</i>	3.000.000	3.000.000
Phu Thanh Construction, Trading, and Services Co., Ltd.	<i>Unlikely to be recoverable</i>	18.000.000	18.000.000	<i>Unlikely to be recoverable</i>	18.000.000	18.000.000
Mr. Phan Van Nhat	<i>Unlikely to be recoverable</i>	5.511.763	5.511.763	<i>Unlikely to be recoverable</i>	5.511.763	5.511.763
<b>Total</b>		<b>14.718.703.377</b>	<b>11.817.017.907</b>		<b>14.718.703.377</b>	<b>11.817.017.907</b>



**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**  
Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam  
**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024**  
**NOTES TO THE FINANCIAL STATEMENTS**

The changes in the provision for doubtful receivables are as follows:

	<b>Short-term Receivables</b>	<b>Long-term Receivables</b>	<b>Total</b>
Opening balance	11.817.017.907	-	11.817.017.907
Additional Provision		2.901.685.470	2.901.685.470
Closing balance	<u>11.817.017.907</u>	<u>2.901.685.470</u>	<u>14.718.703.377</u>

**6. Inventories**

	<b>Closing balance</b>		<b>Opening balance</b>	
	Original Price	Provision	Original Price	Provision
Raw Materials and Supplies	1.723.246.156	-	1.723.246.156	-
Work in Progress (WIP)	11.483.929.994	-	9.519.642.726	-
Merchandise	5.958.713.226	-	5.913.959.336	-
<b>Total</b>	<u>19.165.889.376</u>	<u>-</u>	<u>17.156.848.218</u>	<u>-</u>

**7. Prepayments**

**a. Short-term prepayments**

	<b>Closing balance</b>	<b>Opening balance</b>
Prepaid Expenses Pending Allocation	55.381.680	96.454.756
<b>Total</b>	<u>55.381.680</u>	<u>96.454.756</u>

**b. Long -term prepayments**

	<b>Closing balance</b>	<b>Opening balance</b>
Fixed Asset Repair Costs	46.047.103	230.246.825
Prepaid Expenses Pending Allocation	-	7.568.182
<b>Total</b>	<u>46.047.103</u>	<u>237.815.007</u>

**8. Tangible fixed assets**

	<b>Buildings and structures</b>	<b>Machinery and equipment</b>	<b>Motor vehicles</b>	<b>Total</b>
<b>Cost</b>				
Opening balance	1.243.460.275	51.036.167.082	21.073.198.770	73.352.826.127
Purchases within the year	-	-	-	-
Disposal and Transfer of Assets	-	(1.309.331.434)	(2.489.523.809)	(3.822.574.989)
<b>Closing balance</b>	<u>1.243.460.275</u>	<u>49.666.960.016</u>	<u>18.583.674.961</u>	<u>69.494.362.252</u>
<i>Including:</i>				
Fully Depreciated but Still in Use	1.243.460.275	44.557.985.215	11.447.583.405	57.249.028.895
<b>Accumulated depreciation</b>				
Opening balance	1.243.460.275	48.731.768.383	14.814.130.217	64.789.358.875
Depreciation for the year	-	1.114.423.439	609.959.724	1.724.383.163
Disposal and Transfer of Assets	-	(1.333.051.180)	(2.489.523.809)	(3.822.574.989)
<b>Closing balance</b>	<u>1.243.460.275</u>	<u>48.513.140.642</u>	<u>12.934.566.132</u>	<u>62.691.167.049</u>

**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**  
Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam  
**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024**  
**NOTES TO THE FINANCIAL STATEMENTS**

	<u>Buildings and structures</u>	<u>Machinery and equipment</u>	<u>Motor vehicles</u>	<u>Total</u>
<b>Net book value</b>				
Opening balance	-	2.304.398.699	6.259.068.553	8.563.467.252
<b>Closing balance</b>	-	<u>1.153.819.374</u>	<u>5.649.108.829</u>	<u>6.803.195.203</u>

Some tangible fixed assets with an original cost and residual value of VND 6,018,408,889 and VND 5,931,791,869, respectively, are being used as collateral for a long-term loan from the Vietnam Bank for Agriculture and Rural Development - Hanoi Branch.

**9. Intangible fixed assets**

It is the auction value of automobile license.

**10. Long-term Work in progress**

This represents the unfinished value of projects that have been completed but are yet to be settled.

**11. Construction in progress**

This includes the costs for the modification of the MCO9 barge. Details of the costs incurred during the year are as follows:

	<u>Closing balance</u>	<u>Opening balance</u>
<b>Construction in progress</b>	922.558.923	922.558.923
<i>Repair of MCO 09 Barge</i>	922.558.923	922.558.923
<b>Total</b>	<u>922.558.923</u>	<u>922.558.923</u>

**12. Financial Investments**

	<u>Closing balance</u>			<u>Opening balance</u>		
	<u>Original Cost</u>	<u>Provision</u>	<u>Fair Value</u>	<u>Original Cost</u>	<u>Provision</u>	<u>Fair Value</u>
<b>Investment in Joint Ventures and Associates</b>						
MCK Investment and Construction Joint Stock Company (a)	4.180.644.391	-	4.180.644.391	4.180.644.391	-	4.180.644.391
<b>Total</b>	<u>4.180.644.391</u>	<u>-</u>	<u>4.180.644.391</u>	<u>4.180.644.391</u>	<u>-</u>	<u>4.180.644.391</u>

(a) This is the investment in MCK Investment and Construction Joint Stock Company, as per Business Registration Certificate No. 2901092786 dated June 16, 2009, amended for the first time on November 23, 2010. The total charter capital of MCK Investment and Construction Joint Stock Company is VND 83,200,000,000, with the ownership structure as follows:

- BDC Vietnam Investment and Construction Joint Stock Company: 41%
- CK Vietnam Investment Joint Stock Company: 39%
- T&T Group Joint Stock Company: 20%

As of December 31, 2023, BDC Vietnam Investment and Construction Joint Stock Company has temporarily contributed capital in cash and expenses amounting to VND 4,180,644,391.



**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**  
Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam  
**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024**  
**NOTES TO THE FINANCIAL STATEMENTS**

**13. Short-term payables to suppliers**

	<u>Closing balance</u>	<u>Opening balance</u>
<i>Others payables to suppliers</i>	<b>28.282.997.058</b>	<b>35.494.363.464</b>
Concrete Construction Development Investment Joint Stock Company	1.484.919.900	2.633.743.640
Viet Duc Construction Company	429.981.115	579.980.059
Phu Thinh Viet Yen Construction and Trading Co., Ltd.	99.000.000	969.778.447
Quang Uyen Construction Material Exploitation Co., Ltd.	363.575.000	1.650.000.000
Ho Nguyen Construction and Trading Joint Stock Company	555.661.600	976.832.000
Other entities	25.349.859.443	28.684.029.318
<b>Total</b>	<b><u>28.282.997.058</u></b>	<b><u>35.494.363.464</u></b>

**14. Short-term advances from customers**

	<u>Closing balance</u>	<u>Opening balance</u>
<i>Advances from other customers</i>	<b>5.486.217.866</b>	<b>14.303.131.660</b>
Military Region Training School	-	2.468.000.000
Bien Hoa - Vung Tau Expressway Development Joint Stock Company	713.898.000	713.898.000
Provincial Military Command	-	6.453.658.000
Other entities	4.772.319.866	4.667.575.660
<b>Total</b>	<b><u>5.486.217.866</u></b>	<b><u>14.303.131.660</u></b>

**15. Taxes and Amounts Payable to the State Treasury**

	<u>Opening balance</u>		<u>Closing balance</u>	
	<u>Payable</u>	<u>Receivable</u>	<u>Payable</u>	<u>Receivable</u>
VAT on domestic sales	20.838.436.383	-	20.928.752.214	-
Corporate Income Tax	593.465.843	965.920.551	-	374.016.677
Personal Income Tax	7.385.844	-	7.385.844	-
Resource Tax	-	-	-	-
Fees, Charges, and Other Payables	-	-	-	-
<b>Total</b>	<b><u>21.439.288.070</u></b>	<b><u>965.920.551</u></b>	<b><u>20.936.138.058</u></b>	<b><u>374.016.677</u></b>

The company's tax settlements are subject to examination by tax authorities. As the application of tax laws and regulations to various types of transactions may be interpreted differently, the taxes presented in the Financial Statements may be adjusted according to the decisions of the tax authorities.

**Value-Added Tax (VAT)**

The company applies the credit method for VAT with a tax rate of 10%.

**Corporate Income Tax (CIT)**

The company is required to pay CIT on taxable income at a tax rate of 20%.



**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**  
Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam  
**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024**  
**NOTES TO THE FINANCIAL STATEMENTS**

**16. Accrued expenses**

**a. Short-term accrued expenses**

	<u>Closing balance</u>	<u>Opening balance</u>
Project Wages	7.441.450.000	7.674.900.000
<b>Total</b>	<b><u>7.441.450.000</u></b>	<b><u>7.674.900.000</u></b>

**b. Long-term accrued expenses**

	<u>Closing balance</u>	<u>Opening balance</u>
Accrued Loan Interest Expenses - Vietnam Joint Stock Commercial Bank for Industry and Trade	2.203.931.117	1.699.931.117
<b>Total</b>	<b><u>2.203.931.117</u></b>	<b><u>1.699.931.117</u></b>

**17. Other Payables**

	<u>Closing balance</u>	<u>Opening balance</u>
Payables to Other Entities and Individuals	3.852.740.901	1.175.054.124
<b>Total</b>	<b><u>3.852.740.901</u></b>	<b><u>1.175.054.124</u></b>

**18. Loans and finance lease liabilities**

**a) Short-term loans and finance lease liabilities**

	<u>Closing balance</u>		<u>Opening balance</u>	
	<u>Amount</u>	<u>Amountable to be paid off</u>	<u>Amount</u>	<u>Amountable to be paid off</u>
<b>Short-term bank loans</b>	<b>1.462.730.200</b>	<b>1.462.730.200</b>	<b>2.318.157.677</b>	<b>2.318.157.677</b>
Vietnam Bank for Agriculture and Rural Development - Hanoi Branch (1)	1.462.730.200	1.462.730.200	2.318.157.677	2.318.157.677
<b>Short-term loans from other organizations and individuals</b>	<b>750.000.000</b>	<b>750.000.000</b>	<b>5.472.918.499</b>	<b>5.472.918.499</b>
<b>Current portion of long-term loans (disclosed in Note 18.b)</b>	<b>1.970.000.000</b>	<b>1.970.000.000</b>	<b>492.500.000</b>	<b>492.500.000</b>
Vietnam Bank for Agriculture and Rural Development - Hanoi Branch (1)	1.970.000.000	1.970.000.000	492.500.000	492.500.000
<b>Total</b>	<b><u>1.995.000.000</u></b>	<b><u>4.182.730.200</u></b>	<b><u>8.283.576.176</u></b>	<b><u>8.283.576.176</u></b>

(1) Vietnam Bank for Agriculture and Rural Development - Hanoi Branch short-term loans, the loans are obtained under credit agreements as follows:

Credit Agreement No. 1500LAV2023.00501, dated March 10, 2023, with a maximum loan amount of VND 8,500,000,000. Disbursement is made in installments based on promissory notes. The loan is intended to cover the costs of implementing construction projects. Each promissory note has a maximum repayment period of 5 months, with the interest rate specified in each promissory note.

Collateral for the credit agreements includes:

+ Full ownership of residential houses and land use rights certified under a third-party Land Use Rights and Housing Ownership Certificate. These are secured under a real estate mortgage agreement for third-party obligations, notarized as Contract No. 1309.2020 on April 9, 2020. The collateral value is VND 23.152.000.000.

**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**  
Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam  
**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024**  
**NOTES TO THE FINANCIAL STATEMENTS**

+ Full ownership of residential houses and land use rights certified under a third-party Land Use Rights and Housing Ownership Certificate. These are secured under a real estate mortgage agreement No. 1606/2021-HĐTC-BDC. The collateral value is VND 23.315.000.000.

Details of short-term borrowings and finance lease liabilities are as follows:

	<u>Opening balance</u>	<u>Incurred during the year</u>	<u>Transferred from Long-term Loans and Liabilities</u>	<u>Paid during the year</u>	<u>Closing balance</u>
Short-term Bank Loans	2.318.157.677	7.763.138.828		(10.081.296.505)	-
Short-term Loans from Other Organizations and Individuals	5.472.918.499	-		(4.722.918.499)	750.000.000
Current portion of long-term loans	492.500.000	-	2.100.000.000	(1.347.500.000)	1.245.000.000
<b>Total</b>	<b>7.791.076.176</b>	<b>7.763.138.828</b>	<b>2.592.500.000</b>	<b>(13.833.984.804)</b>	<b>1.995.000.000</b>

**b) Long-term loans and finance lease liabilities**

	<u>Closing balance</u>		<u>Opening balance</u>	
	<u>Amount</u>	<u>Amountable to be paid off</u>	<u>Amount</u>	<u>Amountable to be paid off</u>
<b>Long-term Bank Loans</b>	<b>1.347.500.000</b>	<b>1.347.500.000</b>	<b>3.447.500.000</b>	<b>3.447.500.000</b>
Vietnam Bank for Agriculture and Rural Development (2)	1.347.500.000	1.347.500.000	3.447.500.000	3.447.500.000
<b>Long-term Loans from Other Individuals</b>	<b>2.145.000.000</b>	<b>2.145.000.000</b>	<b>2.145.000.000</b>	<b>2.145.000.000</b>
Mr. Nguyen Tai Thach	2.100.000.000	2.100.000.000	2.100.000.000	2.100.000.000
Mrs. Le Thi Binh	45.000.000	45.000.000	45.000.000	45.000.000
<b>Total</b>	<b>3.492.500.000</b>	<b>3.492.500.000</b>	<b>5.592.500.000</b>	<b>5.592.500.000</b>

(2) Vietnam Bank for Agriculture and Rural Development - Hanoi Branch long-term loans, the loans are obtained under credit agreements as follows:

- Credit Agreement No. 1500-LAV-202303145, dated November 23, 2023:

- Purpose: To finance the purchase of an automobile under Sales Contract No. 0527/TPV/2023/HĐMB dated September 20, 2023.
- Loan Amount: VND 2,900,000,000
- Loan Term: 48 months
- Interest Rate: Fixed at 7.7% per year for the first 6 months, then floating as per Agribank's regulations.
- Overdue Interest Rate: 150% of the in-term rate.
- Late Payment Penalty: Maximum 10% per year.
- Collateral: The automobile purchased, secured under Future Movable Asset Mortgage Contract No. 01/2023/HĐTC dated November 21, 2023.

- Credit Agreement No. 1500-LAV-202303681, dated December 28, 2023:

- Purpose: To finance the purchase of a DOOSAN DX 140W-5 wheel excavator (Chassis No. DHKCEWANEG5001479).



**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**

Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam

**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024****NOTES TO THE FINANCIAL STATEMENTS**

- Loan Amount: VND 1,040,000,000
- Loan Term: 48 months
- Interest Rate: Fixed at 7.7% per year for the first 6 months, then floating as per Agribank's regulations.
- Overdue Interest Rate: 150% of the in-term rate.
- Late Payment Penalty: Maximum 10% per year.
- Collateral: The DOOSAN DX 140W-5 wheel excavator (Chassis No. DHKCEWANEG5001479) with a collateral value of VND 1,388,888,889.

Details of long-term borrowings and finance lease liabilities incurred are as follows:

	Opening balance	Incurred during the year	Paid during the year	Transferred to Short- term Loans and Liabilities	Closing balance
Long-term Bank Loans	3.447.500.000	-	-	(2.100.000.000)	1.347.500.000
Long-term Loans from Individuals	2.145.000.000	-	-	-	2.145.000.000
<b>Total</b>	<b>5.592.500.000</b>	<b>-</b>	<b>-</b>	<b>(2.100.000.000)</b>	<b>3.492.500.000</b>

**19. Owners' Equity****a) Reconciliation of Changes in Equity Table**

	Owners' contributed capital	Share Capital Surplus	Development Investment Fund	Retained earnings	Total
Beginning Balance of Previous Year	41.039.290.000	149.852.000	3.343.084.386	8.136.470.942	52.668.697.328
Profit for Previous Year	-	-	-	314.584.387	314.584.387
<b>End of Previous Year</b>	<b>41.039.290.000</b>	<b>149.852.000</b>	<b>3.343.084.386</b>	<b>8.451.055.329</b>	<b>52.983.281.715</b>
Beginning of Current Year	41.039.290.000	149.852.000	3.343.084.386	8.451.055.329	52.983.281.715
Profit for Current Year	-	-	-	199.414.689	199.414.689
<b>End of Current Year</b>	<b>41.039.290.000</b>	<b>149.852.000</b>	<b>3.343.084.386</b>	<b>8.650.470.018</b>	<b>53.182.696.404</b>

**b) Details of Capital Contributions by Owners**

	Closing balance	Opening balance
Capital Contribution from Waterway Construction Corporation	4.706.740.000	4.706.740.000
Capital Contribution from Other Shareholders	36.332.550.000	36.332.550.000
Share Capital Surplus	149.852.000	149.852.000
<b>Total</b>	<b>41.189.142.000</b>	<b>41.189.142.000</b>

**c) Shares**

	Closing balance	Opening balance
Registered Shares for Issuance	4.103.929	4.103.929



**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**

Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam

**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024****NOTES TO THE FINANCIAL STATEMENTS**

---

	<u>Closing balance</u>	<u>Opening balance</u>
Shares Issued to the Public	4.103.929	4.103.929
- <i>Common Shares</i>	4.103.929	4.103.929
-		
- <i>Preferred Shares</i>	-	-
-		
Shares Repurchased	-	-
- <i>Common Shares</i>	-	-
-		
- <i>Preferred Shares</i>	-	-
-		
Outstanding Shares	4.103.929	4.103.929
- <i>Common Shares</i>	4.103.929	4.103.929
-		
- <i>Preferred Shares</i>	-	-
-		

The par value of outstanding shares is 10,000 VND per share.

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

**1. Revenue**

*Revenue from sales of goods and provision of services*

	<u>Cumulative to End of Q4 this year (VND)</u>	<u>Cumulative to End of Q4 last year (VND)</u>
Revenue from Construction Contracts	54.937.895.620	80.800.967.685
<b>Total</b>	<b><u>54.937.895.620</u></b>	<b><u>80.800.967.685</u></b>

**2. Cost of good sold (COGS)**

	<u>Cumulative to End of Q4 this year (VND)</u>	<u>Cumulative to End of Q4 last year (VND)</u>
COGS from Construction Contracts	48.592.581.848	77.930.923.922
<b>Total</b>	<b><u>48.592.581.848</u></b>	<b><u>77.930.923.922</u></b>

**3. Financial Revenue**

	<u>Cumulative to End of Q4 this year (VND)</u>	<u>Cumulative to End of Q4 last year (VND)</u>
Interest Income	2.991.055	11.806.528
<b>Total</b>	<b><u>2.991.055</u></b>	<b><u>11.806.528</u></b>

**4. Financial Expense**

	<u>Cumulative to End of Q4 this year (VND)</u>	<u>Cumulative to End of Q4 last year (VND)</u>
Financial Expense	355.868.867	294.362.375
<b>Total</b>	<b><u>355.868.867</u></b>	<b><u>294.362.375</u></b>

**5. Administrative Expenses**

	<u>Cumulative to End of Q4 this year (VND)</u>	<u>Cumulative to End of Q4 last year (VND)</u>
Employee Expenses	928.561.271	845.480.500
Depreciation of Fixed Assets	609.959.724	298.540.059
Provision for Doubtful Receivables	2.901.685.470	-
Other Expenses	1.640.776.659	1.330.242.490
<b>Total</b>	<b><u>6.080.983.124</u></b>	<b><u>2.474.263.049</u></b>

**6. Other Expenses**

	<u>Cumulative to End of Q4 this year (VND)</u>	<u>Cumulative to End of Q4 last year (VND)</u>
Other Expenses	165.839.074	28.767.142
<b>Total</b>	<b><u>165.839.074</u></b>	<b><u>28.767.142</u></b>

**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**  
 Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam  
**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024**  
**NOTES TO THE FINANCIAL STATEMENTS**

**7. Current Corporate Income Tax Expenses**

The corporate income tax (CIT) payable for the year is estimated as follows:

	<u>Cumulative to End of Q4 this year (VND)</u>	<u>Cumulative to End of Q4 last year (VND)</u>
Total Accounting Profit Before Tax	338.795.462	409.003.275
Adjustments to Determine Taxable Income	-	-
- Adjustments Increasing Profit	-	-
<i>Non-deductible Expenses</i>	-	-
- Adjustments Decreasing Profit	-	-
Taxable Income	<u>338.795.462</u>	<u>409.003.275</u>
Corporate Income Tax Rate 20%	20%	20%
Corporate Income Tax Payable at Standard Rate	<u>67.759.092</u>	<u>81.800.000</u>
<b>Total Corporate Income Tax Payable</b>	<b><u>67.759.092</u></b>	<b><u>81.800.000</u></b>



## VII. OTHER INFORMATION

### 1. Related Party Information

Related parties of the Company include key management personnel, individuals related to key management personnel, and other related parties.

#### A, Transactions and Balances with Key Management Personnel and Related Individuals

Key management personnel include members of the Board of Directors/Board of Members, Executive Committee, General Director, Chief Financial Officer, and Chief Accountant. Related individuals include immediate family members of key management personnel.

*Transactions with Key Management Personnel and Related Individuals:*

- Receivables from key management personnel and their related individuals are unsecured and will be settled in cash.
- No provisions for doubtful debts have been made for receivables from key management personnel and their related individuals.

*Income of Key Management Personnel:*

At the end of the financial year, balances with other related parties are disclosed in Note V.4 ./.

### 2. Segment Information

Segment information is presented based on business sectors and geographic areas. The primary reporting format is by business sector, based on the Company's internal organization, management structure, and internal financial reporting system, as the Company's business activities are managed and organized by the nature of the products and services it provides. Each segment represents a business unit offering distinct products and serving different markets, as the Company's risk and profitability are significantly influenced by differences in the products and services it offers.

#### A, Business Sector Information

During the year, the Company operated exclusively in the construction sector.

#### B, Geographic Information

All of the Company's operations are conducted within the territory of Vietnam.

### 3. Financial Risk Management

The Company's activities expose it to various financial risks, including credit risk, liquidity risk, and market risk. The Executive Board is responsible for establishing policies and controls to mitigate these risks and for monitoring their implementation.

#### A, Credit Risk

Credit risk arises when a counterparty fails to meet its contractual obligations, leading to financial loss for the Company. Sources of Credit Risk:

*Receivables from Customers:*

The Company mitigates credit risk by transacting only with financially sound entities and requiring letters of credit or collateral for first-time transactions or entities with unknown financial positions. Additionally, accounts receivable staff regularly monitor receivables to ensure timely collections. The Company's receivables are spread across multiple entities and individuals, resulting in low credit concentration risk.

*Bank Deposits:*

The Company's term and non-term bank deposits are held at well-known banks in Vietnam, resulting in low credit risk

## **B, Liquidity Risk**

Liquidity risk arises when the Company faces difficulties in meeting its financial obligations due to insufficient cash.

Sources of Liquidity Risk: The Company's liquidity risk mainly arises from mismatches in maturities of financial assets and financial liabilities.

Liquidity Risk Management Measures: Regularly monitoring current and projected payment requirements to maintain adequate cash and borrowing levels; Comparing actual cash flows with projections to minimize the impact of cash flow fluctuations.

Payment Terms for Non-derivative Financial Liabilities: (The following table outlines the undiscounted payment terms of non-derivative financial liabilities based on contractual maturity dates, excluding interest payable.):

	<u>Within 1 Year</u>	<u>Within 1 Year</u>	<u>Within 1 Year</u>	<u>Total</u>
<b>End of Period (VND)</b>				
Borrowings and Debts	1.995.000.000	3.492.500.000	-	5.487.500.000
Payables to Suppliers	28.282.997.058	-	-	28.282.997.058
Other Payables	11.432.183.511	2.203.931.117	-	13.636.114.628
<b>Total</b>	<b><u>41.710.180.569</u></b>	<b><u>5.696.431.117</u></b>	<b><u>-</u></b>	<b><u>47.406.611.686</u></b>
<b>Beginning of Period (VND)</b>				
Borrowings and Debts	8.283.576.176	5.592.500.000	-	13.876.076.176
Payables to Suppliers	35.494.363.464	-	-	35.494.363.464
Other Payables	8.980.474.131	1.699.931.117	-	10.680.405.248
<b>Total</b>	<b><u>52.758.413.771</u></b>	<b><u>7.292.431.117</u></b>	<b><u>-</u></b>	<b><u>60.050.844.888</u></b>

The Executive Board believes that the risk of default is low. The Company has the ability to meet its debt obligations through cash flows generated from operating activities and proceeds from maturing financial assets. Additionally, the Company has sufficient access to funding, and loans maturing within the next 12 months can be renewed with existing lenders.

## **C, Market Risk**

Market risk refers to the risk of losses arising from changes in market prices, including interest rates, foreign exchange rates, and other market factors, which could adversely affect the Company's financial performance or position.

### *Interest Rate Risk:*

The Company is exposed to interest rate risk primarily due to its borrowings with floating interest rates. Changes in interest rates may impact borrowing costs and overall profitability. The Company monitors interest rate movements and assesses opportunities to negotiate fixed-rate loans or use financial instruments, if necessary.

### *Commodity/Material Price Risk*



The Company faces risks associated with fluctuations in the prices of goods and raw materials.

Risk Management Measures: The Company closely monitors market information and trends to make informed decisions regarding the timing of purchases, production planning, and inventory levels.

Inventory management and production schedules are aligned with market conditions to mitigate the impact of price volatility. The Company does not use derivative instruments to hedge commodity or raw material price risks at present. The Company is committed to minimizing market risks by continuously improving its risk management strategies and maintaining a flexible approach to adapt to market changes.

#### 4. Fair Value of Financial Assets and Liabilities

	Carrying Value		Fair Value	
	Closing balance	Opening balance	Closing balance	Opening balance
<b>Financial Assets</b>				
- Cash and Cash Equivalents	3.505.909.094	8.733.478.101	3.505.909.094	8.733.478.101
- Accounts Receivable from Customers	9.281.964.124	23.191.288.904	13.281.96.124	23.191.288.904
- Other Receivables	23.396.553.608	20.910.325.354	23.396.553.608	20.910.325.354
- Available-for-sale Financial Assets	4.180.644.391	4.180.644.391	4.180.644.391	4.180.644.391
<b>Total Financial Assets</b>	<b>44.365.071.217</b>	<b>57.015.736.750</b>	<b>44.365.071.217</b>	<b>57.015.736.750</b>
<b>Financial Liabilities</b>				
- Borrowings and Debts				
- Payables to Suppliers	7.312.730.200	13.876.076.176	7.312.730.200	13.876.076.176
- Other Payables	28.699.235.137	35.494.363.464	28.699.235.137	35.494.363.464
<b>Financial Assets</b>	11.863.072.290	10.549.885.241	11.863.072.290	10.549.885.241
<b>Total</b>	<b>47.875.037.627</b>	<b>59.920.324.881</b>	<b>47.875.037.627</b>	<b>59.920.324.881</b>

The fair value of financial assets and liabilities is reflected as the value that could be exchanged in a current transaction between knowledgeable, willing parties.

Methods and Assumptions for Fair Value Estimation:

- The fair value of cash and cash equivalents, accounts receivable, loans, other receivables, borrowings, payables to suppliers, and other short-term payables is approximately equal to their carrying value (net of provisions for estimated uncollectible amounts) due to their short-term maturities.
- Available-for-sale Financial Assets: For listed financial assets, the fair value is based on the published market price as of the financial year-end. For unlisted financial assets, fair value is estimated using appropriate valuation methods
- The fair value of long-term loans, accounts receivable, other receivables, borrowings, payables to suppliers, and other long-term payables is estimated by discounting future cash flows using the interest rates applicable to liabilities with similar characteristics and remaining maturities.

#### 5. Comparative Information

The comparative figures presented are based on the **financial statements** for the financial year ending December 31, 2023 and the **financial statements for Q4 of 2023**.



**BDC VIETNAM INVESTMENT AND CONSTRUCTION JOINT STOCK COMPANY**  
Address: No. 15, Alley 45 Hao Nam, O Cho Dua Ward, Dong Da District, Hanoi City, Vietnam  
**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND YEAR ENED 31 DECEMBER 2024**  
**NOTES TO THE FINANCIAL STATEMENTS**

---

Hanoi, 20 January 2025  
Prepared by

**Chief Accountant**



---

**Ngo Duc Nam**



---

**Nguyen Quoc Huong**

**BDC VIETNAM INVESTMENT AND  
CONSTRUCTION JOINT STOCK  
COMPANY**

**THE SOCIALIST REPUBLIC OF VIETNAM**  
**Independence - Freedom - Happiness**

No: 1/2001/2025/BDC

*Hanoi, January 20, 2025*

Re : Difference in business results for Q4/2024  
compared to the same period last year.

**To: The State Securities Commission  
The Ha Noi Stock Exchange**

BDC Vietnam Investment and Construction Joint Stock Company would like to express our sincere gratitude to the State Securities Commission and the Hanoi Stock Exchange for the support and assistance to our company in the past period.

We would like to explain the difference in business results in the Q4/2024 Financial Report (net profit of 121.85 million VND) compared to the same period last year (net profit of 217.03 million VND) as follows:

In Q4 2024, revenue (after deducting revenue reductions) decreased by 6.09 billion VND/33.9 billion VND compared to the same period in 2023, while the cost of goods sold decreased by 5.16 billion VND/33.16 billion VND. At the same time:

- Gross profit increased by 926.42 million VND/778.24 million VND compared to the same period last year.
- Financial expenses increased by 59.71 million VND/49.11 million VND.
- Business management expenses decreased by 715.03 million VND/776.47 million VND.

The total difference in business results for Q4 2024 compared to 2023 is 121.85 million VND/217.03 million VND.

Above are the explanations provided by BDC Vietnam Investment and Construction Joint Stock Company regarding to the difference in business results for Q4 2024 compared to the same period last year, submitted to the State Securities Commission and the Hanoi Stock Exchange.

*Best Regard,*

**GENERAL DIRECTOR**  
CÔNG TY  
CỔ PHẦN  
ĐẦU TƯ VÀ XÂY DỰNG  
BDC VIETNAM  
Đ. ĐỒNG ĐÀ - TP. HÀ NỘI



**NGUYEN QUOC HUONG**