

**FINANCIAL STATEMENTS**

**TIA SANG BATTERY JOINT STOCK COMPANY**

For the fiscal year ended as at 31 December 2024

(Audited)



**Tia Sang Battery Joint Stock Company**

Address: Ton Duc Thang Boulevard, An Dong Ward, An Duong District, Hai Phong City

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**Tia Sang Battery Joint Stock Company**

Address: Ton Duc Thang Boulevard, An Dong Ward, An Duong District, Hai Phong City

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**REPORT OF THE BOARD OF MANAGEMENT**

The Board of Management of Tia Sang Battery Joint Stock Company ("the Company") presents its report and the Company's Financial Statements for the fiscal year ended as at 31 December 2024.

**THE COMPANY**

Tia Sang Battery Joint Stock Company was converted from a state-owned enterprise according to Decision No. 54/2004/QĐ-BCN dated 22 June 2004, by the Minister of the Ministry of Industry on the transformation of Tia Sang Battery Company into Tia Sang Battery Joint Stock Company. The company operates under Business Registration Certificate No. 0200168458, initially registered on 01 October 2004, and the 11th amendment on 10 January 2025, issued by the Department of Planning and Investment of Hai Phong City.

The Company's head office is located at Ton Duc Thang Boulevard, An Dong Ward, An Duong District, Hai Phong City.

**BOARD OF DIRECTORS**

Members of Board of Directors during the fiscal year and to the reporting date are:

Mr. Dao Huu Huyen	Chairman	
Mr. Dao Huu Duy Anh	Member	
Mr. Phung Trong Tu	Member	
Ms. Pham Thi Thu Ha	Member	
Mr. Luong Van Tuyen	Member	(Appointed on 15 March 2024)
Ms. Nguyen Thi Thanh Ha	Member	(Resigned on 15 March 2024)

**BOARD OF MANAGEMENT**

Member of Board of Management during the fiscal year and to the reporting date are:

Mr. Phung Trong Tu	Director
Mr. Luong Van Tuyen	Vice Director
Mr. Doan Van Quang	Vice Director

**LEGAL REPRESENTATIVE**

The legal representative of the Company during the year and until the preparation of this Financial Statements is Mr. Phung Trong Tu – Director.

**BOARD OF SUPERVISION**

Members of the Board of Supervision:

Ms. Hoang Thuy Ha	Leader
Ms. Vu Thu Hien	Member
Mr. Nguyen Dinh Trung	Member

**AUDITORS**

The auditors of AASC Auditing Firm Company Limited have taken the audit of Financial Statements for the Company.

**STATEMENT OF THE BOARD OF MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE FINANCIAL STATEMENTS**

The Board of Management is responsible for the Financial Statements which give a true and fair view of the financial position of the Company, its operating results and its cash flows for the year. In preparing those Financial Statements, the Board of Management is required to:

**Tia Sang Battery Joint Stock Company**

Address: Ton Duc Thang Boulevard, An Dong Ward, An Duong District, Hai Phong City

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- Establish and maintain an internal control system which is determined necessary by the Board of Directors and Board of Management to ensure the preparation and presentation of Financial Statements do not contain any material misstatement caused by errors or frauds;
- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Financial Statements;
- Prepare the Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of Financial Statements;
- Prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Board of Management is responsible for ensuring that accounting records are kept to reflect the financial position of the Company, with reasonable accuracy at any time and to ensure that the Financial Statements comply with the current State's regulations. It is responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Management confirms that the Financial Statements give a true and fair view of the financial position at 31 December 2024, its operation results and cash flows in the year 2024 of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Financial Statements.

**Other commitments**

The Board of Management pledges that the Company complies with Decree No. 155/2020/ND-CP dated 31 December 2020 on detailing and guiding the implementation of a number of articles of the Law on Securities and the Company does not violate the obligations of information disclosure in accordance with the regulations of the Circular No. 96/2020/TT-BTC dated 16 November 2020 issued by the Ministry of Finance guiding the disclosure of information on Securities Market and Circular No. 68/2024/TT-BTC dated 18 September 2024 of the Ministry of Finance amending and supplementing a number of articles of Circular No. 96/2020/TT-BTC.

On behalf of the Board of Management



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**Phung Trong Tu**

Director

Hai Phong, 14 February 2025



No:140225.005/BCTC.KT5

## INDEPENDENT AUDITORS' REPORT

**To: Shareholders, Board of Directors and Board of Management  
Tia Sang Battery Joint Stock Company**

We have audited the accompanying Financial Statements of Tia Sang Battery Joint Stock Company prepared on 14 February 2025 from page 05 to page 32, including: Statement of Financial position as at 31 December 2024, Statement of Income, Statement of Cash flows and Notes to Financial Statements for the fiscal year ended as at 31 December 2024.

### Board of Management' Responsibility

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

### Auditor's Responsibility

Our responsibility is to express an opinion on these Financial Statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with standards and ethical requirements; plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board of Management, as well as evaluating the overall presentation of the Financial Statements.

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

### Auditor's Opinion

In our opinion, the Financial Statements give a true and fair view, in all material respects, of the financial position of Tia Sang Battery Joint Stock Company as at 31 December 2024, its operating results and its cash flows for the year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Financial Statements.

**AASC Auditing Firm Company Limited**



**Phạm Anh Tuan**  
Deputy General Director  
Registered Auditor No: 0777-2023-002-1  
Ha Noi, 14 February 2025

**Nguyen Duy Quang**  
Auditor  
Registered Auditor No: 3363-2025-002-1

**STATEMENT OF FINANCIAL POSITION**  
*As at 31 December 2024*

Code	ASSETS	Note	31/12/2024 VND	01/01/2024 VND
<b>100</b>	<b>A. CURRENT ASSETS</b>		<b>96,299,832,399</b>	<b>85,810,415,919</b>
<b>110</b>	<b>I. Cash and cash equivalents</b>	<b>3</b>	<b>5,850,968,675</b>	<b>1,465,651,091</b>
111	1. Cash		1,850,968,675	1,465,651,091
112	2. Cash equivalents		4,000,000,000	-
<b>120</b>	<b>II. Short-term investments</b>	<b>4</b>	<b>31,500,000,000</b>	<b>19,000,000,000</b>
123	1. Held-to-maturity investments		31,500,000,000	19,000,000,000
<b>130</b>	<b>III. Short-term receivables</b>		<b>12,833,414,828</b>	<b>12,521,691,989</b>
131	1. Short-term trade receivables	5	17,017,379,297	16,962,807,741
132	2. Short-term prepayments to suppliers		130,983,595	82,416,090
136	3. Other short-term receivables	6	650,250,946	410,501,992
137	4. Provision for short-term doubtful debts		(4,965,199,010)	(4,934,033,834)
<b>140</b>	<b>IV. Inventories</b>	<b>8</b>	<b>44,879,474,425</b>	<b>49,470,313,756</b>
141	1. Inventories		45,182,334,214	49,682,782,589
149	2. Provision for devaluation of inventories		(302,859,789)	(212,468,833)
<b>150</b>	<b>V. Other short-term assets</b>		<b>1,235,974,471</b>	<b>3,352,759,083</b>
151	1. Short-term prepaid expenses	9	17,250,002	74,942,054
152	2. Deuctible VAT		1,122,779,288	2,972,117,929
153	3. Taxes and other receivables from State budget	15	95,945,181	305,699,100
<b>200</b>	<b>B. NON-CURRENT ASSETS</b>		<b>20,266,847,287</b>	<b>23,108,651,453</b>
<b>220</b>	<b>I. Fixed assets</b>		<b>19,636,654,122</b>	<b>22,352,776,778</b>
221	1. Tangible fixed assets	10	18,636,654,122	21,352,776,778
222	- Historical cost		146,551,444,271	144,266,681,426
223	- Accumulated depreciation		(127,914,790,149)	(122,913,904,648)
227	2. Intangible fixed assets	11	1,000,000,000	1,000,000,000
228	- Historical cost		1,000,000,000	1,000,000,000
229	- Accumulated amortization		-	-
<b>240</b>	<b>II. Long-term assets in progress</b>	<b>12</b>	<b>-</b>	<b>317,219,774</b>
242	1. Construction in progress		-	317,219,774
<b>260</b>	<b>III. Other long-term assets</b>		<b>630,193,165</b>	<b>438,654,901</b>
261	1. Long-term prepaid expenses	9	630,193,165	438,654,901
<b>270</b>	<b>TOTAL ASSETS</b>		<b>116,566,679,686</b>	<b>108,919,067,372</b>

**STATEMENT OF FINANCIAL POSITION**  
*As at 31 December 2024*  
*(Continued)*

Code CAPITAL	Note	<u>31/12/2024</u> VND	<u>01/01/2024</u> VND
<b>300 C. LIABILITIES</b>		<b>36,158,725,780</b>	<b>29,552,246,439</b>
<b>310 I. Current liabilities</b>		<b>35,977,504,124</b>	<b>29,381,314,003</b>
311 1. Short-term trade payables	13	4,941,158,587	3,268,280,979
312 2. Short-term prepayments from customers	14	31,231,025	3,488,060,782
313 3. Taxes and other payables to State budget	15	336,406,339	1,092,459,762
314 4. Payables to employees		2,714,552,586	5,033,083,392
315 5. Short-term accrued expenses	16	13,525,755	284,105,681
319 6. Other short-term payables	17	360,940,526	426,024,659
320 7. Short-term borrowings and finance lease liabilities	18	27,427,222,597	15,083,114,871
322 8. Bonus and welfare fund		152,466,709	706,183,877
<b>330 II. Non-currents liabilities</b>		<b>181,221,656</b>	<b>170,932,436</b>
337 1. Other long-term payables	17	181,221,656	170,932,436
<b>400 D. OWNER'S EQUITY</b>		<b>80,407,953,906</b>	<b>79,366,820,933</b>
<b>410 I. Owner's equity</b>	<b>19</b>	<b>80,407,953,906</b>	<b>79,366,820,933</b>
411 1. Contributed capital		67,454,800,000	67,454,800,000
411a - Ordinary shares with voting rights		67,454,800,000	67,454,800,000
418 2. Development and investment funds		7,738,382,855	7,525,722,200
421 3. Retained earnings		5,214,771,051	4,386,298,733
421a - Retained earnings accumulated to previous year		-	154,786,746
421b - Retained earnings of the current year		5,214,771,051	4,231,511,987
<b>440 TOTAL CAPITAL</b>		<b><u>116,566,679,686</u></b>	<b><u>108,919,067,372</u></b>

  
Bui Thi Thao  
Preparer

  
Nguyen Van Thoa  
Chief Accountant

  
Phung Trong Tu  
Director  
Hai Phong, 14 February 2025



**STATEMENT OF INCOME**  
*Year 2024*

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
01	1. Revenue from sales of goods and rendering of services	21	187,739,563,589	160,833,648,267
02	2. Revenue deductions	22	5,685,669,738	3,286,630,955
10	3. Net revenues from sales of goods and rendering of services		182,053,893,851	157,547,017,312
11	4. Cost of goods sold and services rendered	23	155,331,213,362	135,618,440,025
20	5. Gross profit from sales of goods and rendering of services		26,722,680,489	21,928,577,287
21	6. Financial income	24	2,132,586,466	730,026,437
22	7. Financial expense	25	1,004,965,180	435,761,452
23	<i>In which: Interest expense</i>		660,938,326	290,296,983
25	8. Selling expense	26	15,000,413,941	10,880,993,523
26	9. General and administrative expenses	27	6,302,019,222	6,045,329,901
30	10. Net profit from operating activities		6,547,868,612	5,296,518,848
31	11. Other income		1,482,800	23,112,500
32	12. Other expenses		5,219,506	166,399
40	13. Other profit		(3,736,706)	22,946,101
50	14. Total net profit before tax		6,544,131,906	5,319,464,949
51	15. Current corporate income tax expense	28	1,329,360,855	1,087,952,962
60	16. Profit after corporate income tax		<u>5,214,771,051</u>	<u>4,231,511,987</u>
70	17. Basic earnings per share	29	773	627



Bui Thi Thao  
Preparer



Nguyen Van Thoa  
Chief Accountant



Phung Trong Tu  
Director  
Hai Phong, 14 February 2025



**STATEMENT OF CASH FLOWS**  
**Year 2024**  
*(Indirect method)*

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>				
01	<b>1. Profit before tax</b>		<b>6,544,131,906</b>	<b>5,319,464,949</b>
	<b>2. Adjustment for</b>			
02	- Depreciation and amortization of fixed assets and investment properties		5,000,885,501	5,542,929,476
03	- Provisions		121,556,132	(1,462,986,139)
04	- Exchange gains/ losses from retranslation of monetary items denominated in foreign currency		172,701,816	36,133,462
05	- Gains/ losses from investment activities		(1,429,435,919)	(164,453,557)
06	- Interest expense		660,938,326	290,296,983
08	<b>3. Operating profit before changes in working capital</b>		<b>11,070,777,762</b>	<b>9,561,385,174</b>
09	- Increase/ decrease in receivables		1,831,250,689	121,381,389
10	- Increase/ decrease in inventories		4,500,448,375	8,366,295,201
11	- Increase/ decrease in payables		(4,432,875,801)	2,019,296,799
12	- Increase/ decrease in prepaid expenses		(133,846,212)	(279,658,720)
14	- Interest paid		(653,381,635)	(301,609,743)
15	- Corporate income tax paid		(2,087,952,962)	(281,580,130)
17	- Other payments on operating activities		(976,868,366)	(934,396,533)
20	<b>Net cash flow from operating activities</b>		<b>9,117,551,850</b>	<b>18,271,113,437</b>
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>				
21	1. Purchase or construction of fixed assets and other long-term assets		(1,967,543,071)	(435,026,174)
22	2. Proceeds from disposals of fixed assets and other long-term assets		-	15,222,500
23	3. Loans and purchase of debt instruments from other entities		(45,500,000,000)	(19,000,000,000)
24	4. Collection of loans and resale of debt instrument of other entities		33,000,000,000	-
27	5. Interest and dividend received		1,141,041,400	31,800,918
30	<b>Net cash flow from investing activities</b>		<b>(13,326,501,671)</b>	<b>(19,388,002,756)</b>
<b>III. CASH FLOWS FROM FINANCIAL ACTIVITIES</b>				
33	1. Proceeds from borrowings		121,513,418,198	53,452,248,368
34	2. Repayment of principal		(109,169,310,472)	(47,205,138,193)
35	3. Repayment of financial principal		-	(1,478,148,518)
36	4. Dividends or profits paid to owners		(3,750,486,880)	(3,372,740,000)
40	<b>Net cash flow from financing activities</b>		<b>8,593,620,846</b>	<b>1,396,221,657</b>

**STATEMENT OF CASH FLOWS**  
 Year 2024  
 (Indirect method)  
 (Continued)

Code ITEMS	Note	Year 2024	Year 2023
		VND	VND
50	Net cash flow in the year	4,384,671,025	279,332,338
60	Cash and cash equivalents at the beginning of the year	1,465,651,091	1,186,267,692
61	Effect of exchange rate fluctuations	646,559	51,061
70	Cash and cash equivalents at the end of the year	5,850,968,675	1,465,651,091



**Bui Thi Thao**  
Preparer



**Nguyen Van Thoa**  
Chief Accountant




**Phung Trong Tu**  
Director  
Hai Phong, 14 February 2025

**NOTES TO THE FINANCIAL STATEMENTS**  
*Year 2024*

**1 GENERAL INFORMATION**

**Form of ownership**

Tia Sang Battery Joint Stock Company was converted from a state-owned enterprise according to Decision No. 54/2004/QĐ-BCN dated 22 June 2004, by the Minister of the Ministry of Industry on the transformation of Tia Sang Battery Company into Tia Sang Battery Joint Stock Company. The company operates under Business Registration Certificate No. 0200168458, initially registered on 01 October 2004, and the 11th amendment on 10 January 2025, issued by the Department of Planning and Investment of Hai Phong City.

The Company's head office is located at Ton Duc Thang Boulevard, An Dong Ward, An Duong District, Hai Phong City.

Charter capital is VND 67,454,800,000, equivalent to 6,745,480 shares, with a nominal value of VND 10,000 per share.

The total number of employees of the company as of 31 December 2024, is 153 people (compared to 160 people on 01 January, 2024).

**Business field** Battery production and trading.

**Business activities**

Main business activities of the Company include:

- Production of batteries and accumulators;
- Wholesale of common chemicals (excluding those used in agriculture); wholesale of raw materials; materials for battery production; wholesale of battery accessories.

**The Company's operation in the year that affects the Financial Statements**

During the year, market purchasing power improved, sales of domestic products of the Company increased significantly. This causes the target Net revenue from sales and service provision to increase by VND 24.5 billion, corresponding to an increase rate of 15.55%, and the target Cost of goods sold increased by VND 19.7 billion, equivalent to a rate of 14.54% compared to the previous year.

**Corporate structure**

The Company's member entities are as follows:

<u>Branch</u>	<u>Address</u>	<u>Main business activities</u>
Hanoi Branch	Hanoi	Battery trading business
Da Nang Branch	Da Nang	Battery trading business
Ho Chi Minh Branch	Ho Chi Minh	Battery trading business

**Comparability of information in financial statements**

The information in the financial statements has been presented consistently by the Company and can be compared between accounting periods.

**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 Vietnam Dong (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 and 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 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 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 Management 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 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 payables;
- Provision for devaluation of inventory;
- Estimated useful life of fixed assets;
- Estimated allocation of prepaid expenses;
- Classification and provision of financial investments;
- Estimated corporate 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 Management to be reasonable under the circumstances.

## **2.4 Foreign currency transactions**

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

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

- For asset accounts, applying the bid rate of the commercial bank where the Company regularly conducts transaction;
- For cash deposited in bank, applying the bid rate of the commercial bank where the Company opens its foreign currency accounts;
- For liability accounts, applying the offer rate of the commercial bank where the Company regularly conducts transactions.

All exchange differences arising as a result of transactions or revaluation at the balance sheet date shall be recorded into the financial income or expense in the year.

## **2.5 Cash and cash equivalents**

Cash comprises cash on hand, demand deposits.

Cash equivalents are short-term investments with the maturity of not over than 3 months from the date of investment, that are highly liquid and readily convertible into known amount of cash and that are subject to an insignificant risk of conversion into cash.

## **2.6 Financial investments**

*Investments held to maturity* include: Term bank deposits held to maturity for the purpose of earning periodic interest and other held to maturity investments.

Provisions for devaluation of investments are made at the end of the year specifically as follows: based on recovery ability to set up provisions for bad debts according to the provisions of law.

## **2.7 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. The receivables shall be classified into short-term receivables or long-term receivables on the financial statements according to their remaining terms 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 missing and making fleeing or estimating the possible losses.

## **2.8 Inventories**

Inventories are initially recognized at original cost including purchase price, processing cost 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 minus the estimated costs for completing the products and the estimated costs needed for their consumption.

Inventory value is calculated using weighted average method.

Inventories are accounted for using the regular declaration method.

Method for determining the value of unfinished products at the end of the year: actual costs incurred for each type of unfinished product.

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

## **2.9 Fixed assets**

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

### *Subsequent measurement after initial recognition*

If these costs aument future economic benefits obtained from the use of tangible fixed assets are extended to their initial standards conditions, these costs are capitalized as an incremental in their historical cost.

Other costs incurred after tangible fixed assets have been put into operation such as repair, maintenance and overhaul costs are recognized in the Statement of Income in the year in which the costs are incurred.

Depreciation of fixed assets is calculated using the straight-line method over their estimated useful life as follows:

- Buildings, structures	05 - 25 years
- Other Machinery, equipment	03 - 15 years
- Vehicles, Transportation equipment	07 - 10 years
- Office equipment and furniture	03 - 10 years
- Other fixed assets	05 - 10 years
- Land use rights	No depreciation

#### **2.10 Construction in progress costs**

Construction in progress includes fixed assets under procurement and construction that have not been completed at the end of the fiscal year and are recorded at cost. This cost includes costs of construction, installation of machinery and equipment and other direct costs.

#### **2.11 Operating lease**

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

#### **2.12 Prepaid expenses**

Expenses incurred related to production and business results of many fiscal years are accounted into prepaid expenses to gradually allocate to business results in the following fiscal years.

The calculation and allocation of long-term prepaid expenses into production and business expenses for each fiscal year is based on the nature and level of each type of expense to choose a reasonable method and allocation criteria.

*The Company's prepaid expenses include:*

- Tools and supplies include assets that the Company holds for use in the normal course of business operations, with the historical cost of each asset being less than VND 30 million and therefore not eligible for recognition as fixed assets according to current regulations. The cost of tools and equipment is amortized using the straight-line method over a period of 01 to 03 years;
- Other prepaid expenses are recorded at cost and amortized using the straight-line method over a useful period of 01 to 03 years.

#### **2.13 Payables**

The payables shall be recorded in detail in terms of due date, entities payable, types of currency and other factors according to the requirements for management of the Company. The payables shall be classified into short-term payables or long-term payables on the financial statements according to their remaining terms at the reporting date.

#### **2.14 Borrowings**

Borrowings shall be recorded in detail in terms of lending entities, loan agreement and terms of borrowings and finance lease liabilities. In case of borrowings or liabilities denominated in foreign currency, they shall be recorded in details in terms of types of currency.

#### **2.15 Borrowing costs**

Borrowing costs are recognized as operating expenses in the year, in which it is incurred excepting those which are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with VAS No. 16 "Borrowing costs". Besides, regarding borrowings serving the construction of fixed assets and investment properties, the interests shall be capitalized even when the construction duration is under 12 months.

## **2.16 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 interest expenses, etc which are recorded as operating expenses of the reporting year.

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.

## **2.17 Owner's equity**

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

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

Dividends to be paid to shareholders are recognised as a payable in Statement of Financial position after the announcement of dividend payment from the Board of Directors and announcement of cut-off date for dividend payment of Vietnam Securities Depository and Clearing Corporation.

## **2.18 Revenue**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured regardless of when payment is being made. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, and sales returns. The following specific recognition conditions must also be met when recognizing revenue:

### *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 company no longer holds the right to manage the goods as the goods owner, or the right to control the goods;

### *Financial income*

Financial incomes arising from interest and other financial income is recognised when the two conditions are satisfied:

- There is a possibility of obtaining economic benefits from that transaction;
- Revenue is determined relatively reliably.

## **2.19 Revenue deductions**

Revenue deductions from sales of goods and rendering of services arising in the year include: Trade discounts, sales discounts and sales returns.

Trade discount, sales discount and sales return incurred in the same period of sale of goods and rendering of services are recorded as a decrease in revenue in the incurring period. In case goods and services are sold in the previous periods, but until the next period they are incurred as deductible items, the Company records the decrease in revenue under the following principles: If it is incurred prior to the issuance of Financial Statements, it is then recorded as a decrease in revenue on the Financial Statements of the reporting period (the previous period); and if it is incurred after the issuance of Financial Statements, it is recorded as a decrease in revenue of incurring period (the next period).

## **2.20 Cost of goods sold**

Cost of goods sold is the total cost incurred for finished products, goods, and materials sold to customers during the year, recorded in accordance with the revenue generated during the year and ensuring compliance with the principle of prudence. Cases of loss of materials and goods exceeding the norm, labour cost and fixed manufacturing overheads not allocated to the value of inventory, provisions for devaluation of inventory, loss of inventory after deducting the responsibilities of relevant collectives and individuals... are recorded fully and promptly in the cost of goods sold during the year.

## **2.21 Financial expenses**

Items recorded into financial expenses comprise:

- Borrowing costs;
- Losses from sale of foreign currency, exchange loss, etc.

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

## **2.22 Corporate income tax**

*Current corporate income tax expenses*

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

*Current corporate income tax rate*

The fiscal year ended as at 31 December 2024, the Company applies the corporate income tax rate of 20% for the operating activities which has taxable income.

## **2.23 Earnings per share**

Basic earnings per share are calculated by dividing net profit or loss after tax for the year attributable to ordinary shareholders of the Company (after adjusting for the bonus and welfare fund and allowance for Board of Management) by the weighted average number of ordinary shares outstanding during the year.

## **2.24 Related Parties**

The parties are regarded as related parties if that party has the ability to control or significantly influence 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 including directors and employees of the Company, the close family members of these individuals;
- Enterprises that the above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence on these enterprises.

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



## 2.25 Segment information

A segment is a distinguishable component of the Company that is engaged in providing an individual or group of related products or services (business segment), or providing products or services within a particular economic environment (geographical segment). Each segment is subject to risks and returns that are different from other ones.

Segment information should be prepared in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company in order to help users of financial statements better understand and make more informed judgements about the Company as a whole.

## 3 CASH AND CASH EQUIVALENTS

	31/12/2024	01/01/2024
	VND	VND
Cash on hand	448,316,419	162,171,232
Demand deposits	1,402,652,256	1,303,479,859
Cash equivalents (i)	4,000,000,000	-
	<b><u>5,850,968,675</u></b>	<b><u>1,465,651,091</u></b>

(i) As at 31 December 2024, the cash equivalents of the company are deposits with term of 01 month with the amount of VND 4,000,000,000 at Asia Commercial Joint Stock Bank – Hoang Cau Branch at the interest rate of 4.7% / year.

## 4 FINANCIAL INVESTMENTS

### Held to maturity investments

	31/12/2024		01/01/2024	
	Original cost VND	Provision VND	Original cost VND	Provision VND
<b>Short-term investments</b>	<b>31,500,000,000</b>	-	<b>19,000,000,000</b>	-
Term deposits (i)	31,500,000,000	-	19,000,000,000	-
	<b><u>31,500,000,000</u></b>	<b><u>-</u></b>	<b><u>19,000,000,000</u></b>	<b><u>-</u></b>

(i) As at 31 December, 2024, the Company's short-term held-to-maturity investments are deposits with terms of 06 to 12 months with a total value of VND 31,500,000,000 deposited at Joint Stock Commercial Bank for Investment and Development of Vietnam - East Hai Phong Branch and Asia Commercial Joint Stock Bank - Hoang Cau Branch with interest rates from 5.0% to 5.7%/year.

**5 SHORT-TERM TRADE RECEIVABLES**

	31/12/2024		01/01/2024	
	Value VND	Provison VND	Value VND	Provision VND
<b>Related parties</b>	<b>58,134,672</b>	-	<b>6,771,600</b>	-
Duc Giang Lao Cai Chemicals Limited Company	25,280,640	-	6,771,600	-
Duc Giang Chemicals Group Joint Stock	32,854,032	-	-	-
<b>Others</b>	<b>16,959,244,625</b>	<b>(4,965,199,010)</b>	<b>16,956,036,141</b>	<b>(4,934,033,834)</b>
Bakather General Trading LLC	-	-	2,808,841,521	-
Orfan Mujib Rawzayee LTD	1,233,672,956	-	-	-
BMC Vinh Phuc Joint Stock Company	770,558,940	-	788,324,940	-
Janpan Colorful Metal Company Limited	891,000,000	-	-	-
Mobifone Central Network Center - Branch of Mobifone Telecommunications Corporation	838,976,400	-	-	-
Other customers	13,225,036,329	(4,965,199,010)	13,358,869,680	(4,934,033,834)
	<b>17,017,379,297</b>	<b>(4,965,199,010)</b>	<b>16,962,807,741</b>	<b>(4,934,033,834)</b>

**6 OTHER SHORT-TERM RECEIVABLES**

	31/12/2024		01/01/2024	
	Value VND	Provision VND	Value VND	Provision VND
Receivable interest on deposits	405,824,658	-	117,430,139	-
Receivables from employees	104,396,040	-	108,037,607	-
Advances receivable	111,124,332	-	151,748,598	-
Mortgages	12,000,000	-	12,000,000	-
Other receivables	16,905,916	-	21,285,648	-
	<b>650,250,946</b>	-	<b>410,501,992</b>	-

## 7 DOUBTFUL DEBTS

Total value of receivables and debts that are overdue or not due but difficult to be recovered:

	31/12/2024		01/01/2024	
	Original cost	Recoverable value	Original cost	Recoverable value
	VND	VND	VND	VND
Duy Thinh Company Limited	838,646,000	-	838,646,000	-
Hong Ha General Trading Services Company Limited	482,504,836	-	482,504,836	-
Phong Lam Company Limited	431,170,879	-	431,170,879	-
Others	3,388,945,679	176,068,384	3,486,444,393	304,732,274
	<b>5,141,267,394</b>	<b>176,068,384</b>	<b>5,238,766,108</b>	<b>304,732,274</b>

## 8 INVENTORIES

	31/12/2024		01/01/2024	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw materials	22,126,894,821	-	17,654,138,910	-
Tools, supplies	4,261,914,122	-	4,096,933,074	-
Work in progress	-	-	15,562,822,092	-
Finished goods	15,243,402,936	(302,859,789)	8,832,540,502	(212,468,833)
Goods	115,460,214	-	156,948,854	-
Consignments	3,434,662,121	-	3,379,399,157	-
	<b>45,182,334,214</b>	<b>(302,859,789)</b>	<b>49,682,782,589</b>	<b>(212,468,833)</b>

## 9 PREPAID EXPENSES

	31/12/2024	01/01/2024
	VND	VND
<b>a) Short-term</b>		
Dispatched tools and supplies	17,250,002	68,138,600
Fixed assets repair costs	-	6,803,454
	<b>17,250,002</b>	<b>74,942,054</b>
<b>b) Long-term</b>		
Dispatched tools and supplies	86,283,034	263,240,982
Major repair of fixed assets	520,704,930	89,563,426
Other long-term prepaid expenses	23,205,201	85,850,493
	<b>630,193,165</b>	<b>438,654,901</b>

**10 TANGIBLE FIXED ASSETS**

	Buildings, structures	Machinery, equipment	Vehicles, transportation equipment	Instruments, tools for management	Others	Total
	VND	VND	VND	VND	VND	VND
<b>Historical cost</b>						
Beginning balance	24,120,117,569	106,597,326,920	3,992,562,862	452,958,000	9,103,716,075	144,266,681,426
- Purchase in the year	-	1,130,000,000	-	-	-	1,130,000,000
- Completed construction investment	1,154,762,845	-	-	-	-	1,154,762,845
<b>Ending balance of the year</b>	<b>25,274,880,414</b>	<b>107,727,326,920</b>	<b>3,992,562,862</b>	<b>452,958,000</b>	<b>9,103,716,075</b>	<b>146,551,444,271</b>
<b>Accumulated depreciation</b>						
Beginning balance	17,504,567,687	94,623,406,883	3,984,785,106	442,224,194	6,358,920,778	122,913,904,648
- Depreciation in the year	857,160,485	3,475,455,910	7,777,756	10,733,806	649,757,544	5,000,885,501
<b>Ending balance of the year</b>	<b>18,361,728,172</b>	<b>98,098,862,793</b>	<b>3,992,562,862</b>	<b>452,958,000</b>	<b>7,008,678,322</b>	<b>127,914,790,149</b>
<b>Net carrying amount</b>						
Beginning balance	6,615,549,882	11,973,920,037	7,777,756	10,733,806	2,744,795,297	21,352,776,778
<b>Ending balance</b>	<b>6,913,152,242</b>	<b>9,628,464,127</b>	<b>-</b>	<b>-</b>	<b>2,095,037,753</b>	<b>18,636,654,122</b>

The original cost of fully depreciated tangible fixed assets still in use as at 31 December 2024 is VND 4,440,471,433 (as at 01 January 2024 is VND 6,370,069,597).

The original cost of fully depreciated tangible fixed assets still in use as at 31 December 2024 is VND 85,809,982,967 (as at 01 January 2024 is VND 83,267,111,170).

**11 INTANGIBLE FIXED ASSETS**

The Company's intangible fixed assets as of 31 December 2024 have a historical cost of VND 1 billion and are long-term land use rights according to land use right certificate No. BE 572895 dated 10 August 2011, with an area of 200.8 m<sup>2</sup> at lot 800 Nguyen Luong Bang street, Hoa Hiep Nam ward, Lien Chieu district, Da Nang city. The land plot is currently used to open the Company's Da Nang Branch.

**12 CONSTRUCTION IN PROGRESS**

	31/12/2024	01/01/2024
	VND	VND
- Lithium Battery Lab Construction	-	317,219,774
	<u>-</u>	<u>317,219,774</u>

**13 SHORT-TERM TRADE PAYABLES**

	31/12/2024		01/01/2024	
	Outstanding balance VND	Amount can be paid VND	Outstanding balance VND	Amount can be paid VND
<b>Related parties</b>	<b>137,502,866</b>	<b>137,502,866</b>	<b>264,013,349</b>	<b>264,013,349</b>
Duc Giang Lao Cai Chemicals Limited Company	14,100,240	14,100,240	115,180,648	115,180,648
Duc Giang Chemicals Group Joint Stock Company	108,838,704	108,838,704	131,247,792	131,247,792
Van Minh Company Limited	14,563,922	14,563,922	17,584,909	17,584,909
<b>Others</b>	<b>4,803,655,721</b>	<b>4,803,655,721</b>	<b>3,004,267,630</b>	<b>3,004,267,630</b>
Kim Vu Minh Company Limited	901,971,950	901,971,950	296,503,856	296,503,856
Hoa Quan Technology Company Limited	492,926,472	492,926,472	-	-
Huizhou Hilong New Material Technology Company	624,239,036	624,239,036	-	-
Thuan Hung Mechanical Plastics & Construction Stock Company	294,192,000	294,192,000	679,216,320	679,216,320
Other suppliers	2,490,326,263	2,490,326,263	2,028,547,454	2,028,547,454
	<u>4,941,158,587</u>	<u>4,941,158,587</u>	<u>3,268,280,979</u>	<u>3,268,280,979</u>

**14 SHORT-TERM PREPAYMENTS FROM CUSTOMERS**

	31/12/2024	01/01/2024
	VND	VND
<b>Others</b>		
TM Sky Limited	-	3,440,675,971
Others	31,231,025	47,384,811
	<u>31,231,025</u>	<u>3,488,060,782</u>

## 15 TAX AND OTHER PAYABLES TO THE STATE BUDGET

	Opening receivable	Opening payable	Payables in the year	Actual payment in the year	Closing receivables	Tax payable at the end of the
	VND	VND	VND	VND	VND	VND
Value-added tax	-	-	3,123,173,940	3,219,119,121	95,945,181	-
Export, import duties	-	-	119,636,327	119,636,327	-	-
Corporate income tax	-	1,087,952,962	1,329,360,855	2,087,952,962	-	329,360,855
Personal income tax	-	4,506,800	146,575,670	144,036,986	-	7,045,484
Land tax and land rental	305,699,100	-	1,065,590,682	759,891,582	-	-
Fees, charges and other payables	-	-	15,993,044	15,993,044	-	-
	<b>305,699,100</b>	<b>1,092,459,762</b>	<b>5,800,330,518</b>	<b>6,346,630,022</b>	<b>95,945,181</b>	<b>336,406,339</b>

The Company's tax settlements are subject to examination by the tax authorities. Because the application of tax laws and regulations on many types of transactions is susceptible to varying interpretations, amounts reported in the Financial Statements could be changed at a later date upon final determination by the authorities.

**16 SHORT-TERM ACCRUED EXPENSES**

	<u>31/12/2024</u>	<u>01/01/2024</u>
	VND	VND
Interest expense	13,525,755	5,969,064
Accrued electricity expenses	-	185,544,025
Other accrued expenses	-	92,592,592
	<u><b>13,525,755</b></u>	<u><b>284,105,681</b></u>

**17 OTHER PAYABLES**

	<u>31/12/2024</u>	<u>01/01/2024</u>
	VND	VND
<b>a) Short-term payables</b>		
Trade union fee	230,929,817	195,153,372
Other payables	130,010,709	230,871,287
- Sales support	29,353,000	34,023,000
- Commission, brokerage fees	-	80,498,843
- Charity and social security funds	72,078,709	87,578,709
- Others	28,579,000	28,770,735
	<u><b>360,940,526</b></u>	<u><b>426,024,659</b></u>
<b>b) Long-term payables</b>		
Long-term deposits, collateral received	181,221,656	170,932,436
	<u><b>181,221,656</b></u>	<u><b>170,932,436</b></u>

**Tia Sang Battery Joint Stock Company**

Address: Ton Duc Thang Boulevard, An Dong Ward, An Duong District, Hai Phong City

**Financial Statements**

for the fiscal year ended as at 31/12/2024

**18 SHORT-TERM BORROWINGS AND FINANCE LEASE LIABILITIES**

	01/01/2024		During the year		31/12/2024	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding balance	Amount can be paid
	VND	VND	VND	VND	VND	VND
Short-term borrowings (i)	15,083,114,871	15,083,114,871	121,513,418,198	109,169,310,472	27,427,222,597	27,427,222,597
	<b>15,083,114,871</b>	<b>15,083,114,871</b>	<b>121,513,418,198</b>	<b>109,169,310,472</b>	<b>27,427,222,597</b>	<b>27,427,222,597</b>

(i) Detailed information on short-term borrowings and long-term debts due are as follows:

	Currency	Contract No.	Interest Rate	Maturity	Loan purpose	Guarantee	31/12/2024	01/01/2024
							VND	VND
<b>Others</b>								
Bank of Investment and Development of Vietnam - Branch East Hai Phong	VND	01/2023/513 1017/HDTD	Floating	12 months	Supplementing working capital, guarantees, opening letters of credit	Mortgage by fixed assets	-	15,083,114,871
Bank of Investment and Development of Vietnam - Branch East Hai Phong	VND	01/2024/513 1017/HDTD	Floating	12 months	Supplementing working capital, guarantees, opening letters of credit	Mortgage by fixed assets	27,427,222,597	-
							<b>27,427,222,597</b>	<b>15,083,114,871</b>

Borrowings from banks have been secured by mortgage/pledge/guarantee contracts with lenders and have been fully registered for secured transactions.



**19 OWNER'S EQUITY**

**a) Changes in owner's equity**

	Contributed capital	Development and investment funds	Retained earnings	Total
	VND	VND	VND	VND
<b>Beginning balance of previous year</b>	<b>67,454,800,000</b>	<b>7,353,247,291</b>	<b>4,051,799,187</b>	<b>78,859,846,478</b>
Profit for previous year	-	-	4,231,511,987	4,231,511,987
Dividend distribution	-	-	(3,372,740,000)	(3,372,740,000)
Provision for development investment fund	-	172,474,909	(172,474,909)	-
Appropriation for reward and welfare fund	-	-	(344,949,818)	(344,949,818)
Other decrease	-	-	(6,847,714)	(6,847,714)
<b>Ending balance of previous year</b>	<b>67,454,800,000</b>	<b>7,525,722,200</b>	<b>4,386,298,733</b>	<b>79,366,820,933</b>
<b>Beginning balance of current year</b>	<b>67,454,800,000</b>	<b>7,525,722,200</b>	<b>4,386,298,733</b>	<b>79,366,820,933</b>
Profit for this year	-	-	5,214,771,051	5,214,771,051
Dividend distribution	-	-	(3,750,486,880)	(3,750,486,880)
Provision for development investment fund	-	212,660,655	(212,660,655)	-
Appropriation for reward and welfare fund	-	-	(423,151,198)	(423,151,198)
<b>Ending balance of this year</b>	<b>67,454,800,000</b>	<b>7,738,382,855</b>	<b>5,214,771,051</b>	<b>80,407,953,906</b>

The Resolution of the 2024 Annual General Meeting of Shareholders No. 01/2024/NQ-DHDCD dated March 15, 2024 of the Company approved the distribution of profits in 2023 as follows:

	Rate %	Value VND
Undistributed after-tax profit as of 31/12/2023	100	4,386,298,733
Provision for development investment fund	5	212,660,655
Appropriation for reward and welfare fund	10	423,151,198
Dividend payment (equivalent to 5.56% of charter capital)	85	3,750,486,880
Remaining undistributed after-tax profit		-

**b) Details of Contributed capital**

	31/12/2024	Rate	01/01/2024	Rate
	VND	%	VND	%
Duc Giang Chemicals Group Joint Stock Company	34,402,520,000	51.00	34,402,520,000	51.00
Others	33,052,280,000	49.00	33,052,280,000	49.00
	<b><u>67,454,800,000</u></b>	<b><u>100%</u></b>	<b><u>67,454,800,000</u></b>	<b><u>100%</u></b>

**c) Capital transactions with owners and distribution of dividends and profits**

	Year 2024	Year 2023
	VND	VND
<b>Owner's contributed capital</b>		
- At the beginning of the year	67,454,800,000	67,454,800,000
- At the end of the year	67,454,800,000	67,454,800,000
<b>Distributed dividends and profit</b>		
- Dividend payable at the beginning of the year	-	-
- Dividend payable in the year	3,750,486,880	3,372,740,000
+ Dividend payable from last year's profit	3,750,486,880	3,372,740,000
- Dividend paid in cash in the year	3,750,486,880	3,372,740,000
+ Dividend paid from last year's profit	3,750,486,880	3,372,740,000
- Dividend payable at the end of the year	-	-

**d) Share**

	31/12/2024	01/01/2024
Quantity of Authorized issuing shares	6,745,480	6,745,480
Quantity of issued shares	6,745,480	6,745,480
- Common shares	6,745,480	6,745,480
Quantity of outstanding shares in circulation	6,745,480	6,745,480
- Common shares	6,745,480	6,745,480
Par value per share: 10.000 VND/ Share		

**e) Company's reserves**

	31/12/2024	01/01/2024
	VND	VND
Development and investment funds	7,738,382,855	7,525,722,200
	<b><u>7,738,382,855</u></b>	<b><u>7,525,722,200</u></b>

**20 OFF STATEMENT OF FINANCIAL POSITION ITEMS AND OPEEARTING LEASE COMMITMENT**

**a) Operating asset for leasing**

The company signed a land lease contract in An Dong ward, An Duong district, Hai Phong city to use for the purpose of building a working house and factory from 01 December 1994 to 01 December 2044 with a leased land area of 34,894 m<sup>2</sup> and in So Dau ward, Hong Bang district, Hai Phong city to use for the purpose of building a product introduction store from 15 October 1993 to

15 October 2043 with an area of 106 m2. According to these contracts, the Company must pay annual land rent until the contract maturity date according to current State regulations.

**b) Foreign currencies**

	<u>31/12/2024</u>	<u>01/01/2024</u>
USD	927.19	1,329.58

**21 TOTAL REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES**

	<u>Year 2024</u>	<u>Year 2023</u>
	VND	VND
Revenue from sales of goods	35,536,139	144,196,000
Revenue from sales of finished goods	187,704,027,450	160,689,452,267
	<u><b>187,739,563,589</b></u>	<u><b>160,833,648,267</b></u>
In which: Revenue from related parties (Detailed in Note 33)	597,718,620	441,067,800

**22 REVENUE DEDUCTIONS**

	<u>Year 2024</u>	<u>Year 2023</u>
	VND	VND
Trade discounts	5,635,665,738	3,263,161,373
Sale returns	50,004,000	23,469,582
	<u><b>5,685,669,738</b></u>	<u><b>3,286,630,955</b></u>

**23 COST OF GOODS SOLD**

	<u>Year 2024</u>	<u>Year 2023</u>
	VND	VND
Cost of goods sold	16,631,685	75,830,163
Cost of finished goods sold	155,224,190,721	135,847,830,380
Provision/ Reversal for devaluation of inventories	90,390,956	(305,220,518)
	<u><b>155,331,213,362</b></u>	<u><b>135,618,440,025</b></u>

**24 FINANCIAL INCOME**

	<u>Year 2024</u>	<u>Year 2023</u>
	VND	VND
Interest income	1,429,435,919	149,231,057
Gain on exchange difference in the year	703,150,547	580,795,380
	<u><b>2,132,586,466</b></u>	<u><b>730,026,437</b></u>

**25 FINANCIAL EXPENSES**

	<u>Year 2024</u>	<u>Year 2023</u>
	VND	VND
Interest expenses	660,938,326	290,296,983
Loss on exchange difference in the year	171,325,038	109,331,007
Loss on exchange difference ar the year - end	172,701,816	36,133,462
	<u><b>1,004,965,180</b></u>	<u><b>435,761,452</b></u>

**26 SELLING EXPENSES**

	<u>Year 2024</u>	<u>Year 2023</u>
	VND	VND
Raw materials	452,959,398	77,246,738
Labour expenses	5,061,050,482	3,912,172,292
Cost of tools, tools and utensils	182,459,636	134,554,082
Depreciation expenses	92,435,308	104,261,557
Tax, Charge, Fee	99,193,058	41,788,690
Provision/ (Reversal) of other provision	-	(573,267,173)
Expenses of outsourcing services	3,749,394,126	3,781,418,900
Other expenses in cash	5,362,921,933	3,402,818,437
	<u><b>15,000,413,941</b></u>	<u><b>10,880,993,523</b></u>

**27 GENERAL AND ADMINISTRATIVE EXPENSE**

	<u>Year 2024</u>	<u>Year 2023</u>
	VND	VND
Raw materials	84,246,056	675,000
Labour expenses	2,827,332,579	3,297,993,462
Cost of tools, tools and utensils	40,647,873	65,720,789
Depreciation expenses	559,833,874	595,530,072
Tax, Charge, Fee	1,036,817,697	441,168,700
Provision expenses/ (Reversal) of provision expenses	31,165,176	(55,549,903)
Expenses of outsourcing services	1,270,828,316	680,967,291
Other expenses in cash	451,147,651	1,018,824,490
	<u><b>6,302,019,222</b></u>	<u><b>6,045,329,901</b></u>

**28 CURRENT CORPORATE INCOME TAX EXPENSES**

	Year 2024 VND	Year 2023 VND
Total profit before tax	6,544,131,906	5,319,464,949
Increase	103,318,926	120,350,922
- <i>Ineligible expenses</i>	5,219,506	166,399
- <i>Remuneration of the Board of Directors not directly administered</i>	96,000,000	84,000,000
- <i>Exchange rate loss due to revaluation of money and receivables</i>	2,099,420	36,184,523
Decrease	(646,559)	(51,061)
- <i>Exchange rate loss due to revaluation of money and receivables</i>	(646,559)	(51,061)
Taxable income	6,646,804,273	5,439,764,810
<b>Current corporate income tax expense (tax rate 20%)</b>	<b>1,329,360,855</b>	<b>1,087,952,962</b>
Additional payment of corporate income tax in 2022	-	6,847,714
Tax payable at the beginning of the year	1,087,952,962	274,732,416
Tax paid in the year	(2,087,952,962)	(281,580,130)
<b>Corporate income tax payable at the end of the year</b>	<b>329,360,855</b>	<b>1,087,952,962</b>

**29 BASIC EARNINGS PER SHARE**

Basic earnings per share distributed to common shareholders of the Company are calculated as follows:

	Year 2024 VND	Year 2023 VND
Net profit after tax	5,214,771,051	4,231,511,987
Profits distributed to common shares	5,214,771,051	4,231,511,987
Average number of outstanding common shares in circulation in the year	6,745,480	6,745,480
<b>Basic earnings per share</b>	<b>773</b>	<b>627</b>

The Company has not planned to deduct the Bonus and Welfare Fund from Profit after tax at the time of preparing financial statements.

As at 31 December, 2024, the Company does not have stocks with potential dilutive earnings per share.

**30 BUSINESS AND PRODUCTIONS COST BY ITEMS**

	Year 2024	Year 2023
	VND	VND
Raw materials	104,299,928,116	101,304,674,069
Labour expenses	25,426,138,557	23,623,831,854
Cost of tools, tools and utensils	223,107,509	200,274,871
Depreciation expenses	5,000,885,501	5,542,929,476
Tax, Charge, Fee	1,136,010,755	441,168,700
Provision expenses/ (Reversal) of provision expenses	31,165,176	(628,817,076)
Expenses of outsourcing services	23,006,053,427	10,736,061,457
Other expenses in cash	8,251,375,185	4,596,718,489
	<b><u>167,374,664,226</u></b>	<b><u>145,816,841,840</u></b>

**31 SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD**

There have been no significant events occurring after the reporting period, which would require adjustments or disclosures to be made in the financial statements.

**32 SEGMENT REPORTING**

**a) Under business fields:**

The Company's revenue is mainly from the sale of batteries and battery production components, so the Company does not make a Division Report by business field.

**b) Under geographical areas:**

	Domestic	Overseas	Grand Total
	VND	VND	VND
Net revenue from sales to external customers	136,159,282,923	45,894,610,928	182,053,893,851
Segment assets	15,783,706,341	1,233,672,956	17,017,379,297
Unallocated assets	-	-	99,549,300,389
Total cost of purchase of fixed assets	1,967,543,071	-	1,967,543,071

### 33 TRANSACTION AND BALANCES WITH RELATED PARTIES

List and relation between related parties and the Company are as follows:

<u>Related parties</u>	<u>Relation</u>
Duc Giang Chemicals Group Joint Stock Company	Parent company
Duc Giang Lao Cai Chemicals Limited Company	Subsidiary company
Duc Giang Dinh Vu Chemicals One Member Company Limited	Subsidiary company
Duc Giang Nghi Son Chemical Company Limited	Subsidiary company
Duc Giang Chemical Sports Company Limited	Subsidiary company
Duc Giang - Dak Nong Chemical Company Limited	Subsidiary company
Apatit Vietnam Phosphorus Joint Stock Company	Subsidiary company
Van Minh Company Limited	Stakeholders of the Chairman of the Board of Directors
Phosphorus 6 One Member Limited Company	Subsidiary company
The members of the Board, the Board of Management, the Board of Supervision/ Audit Committee, other managers of the Company	Key management members of the Company

In addition to the information with related parties presented in the above Note, during the year, the Company has transactions with related parties as follows:

	Year 2024 VND	Year 2023 VND
<b>Revenue from sales of goods</b>	<b>597,718,620</b>	<b>441,067,800</b>
Duc Giang Lao Cai Chemicals Limited Company	346,149,160	300,081,000
Duc Giang Chemicals Group Joint Stock Company	201,214,460	76,540,400
Phosphorus 6 One Member Limited Company	38,682,000	20,959,400
Apatit Vietnam Phosphorus Joint Stock Company	5,100,000	43,487,000
Duc Giang Dinh Vu Chemicals One Member Company Limited	579,000	-
Van Minh Company Limited	5,994,000	-
<b>Buy goods and services</b>	<b>1,679,103,957</b>	<b>1,683,442,358</b>
Duc Giang Lao Cai Chemicals Limited Company	138,139,238	493,907,062
Duc Giang Chemicals Group Joint Stock Company	1,279,809,391	540,742,705
Van Minh Company Limited	261,155,328	648,792,591
<b>Purchase of fixed assets</b>	<b>-</b>	<b>117,806,400</b>
Duc Giang Lao Cai Chemicals Limited Company	-	117,806,400

Remuneration, salary and other incomes of members of the Management Board, Director, Supervisory Board and other managers are as follows:

	Position	Year 2024 VND	Year 2023 VND
Mr. Dao Huu Huyen	Chairman of the Board of Directors (Appointed on 09/03/2023)	-	-
Mr. Nguyen Xuan Bac	Chairman of the Board of Directors (Resigned on 09/03/2023)	-	10,000,000
Mr. Dao Huu Duy Anh	Member of the Board of Directors (Appointed on 09/03/2023)	36,000,000	30,000,000
Mr. Phung Trong Tu	Member of the Board of Directors Director (Appointed on 09/03/2023)	385,581,002	306,978,000
Ms. Pham Thi Thu Ha	Member of the Board of Directors (Appointed on 09/03/2023)	36,000,000	30,000,000
Mr. Luong Van Tuyen	Member of the Board of Directors Deputy Director (Appointed as a member of the Board of Directors on 15/03/2024)	365,612,039	301,390,888
Mr. Ngo Quang Huy	Member of the Board of Directors (Resigned on 09/03/2023)	-	6,000,000
Mr. Ma Thinh Duong	Member of the Board of Directors (Resigned on 09/03/2023)	-	6,000,000
Ms. Nguyen Thi Thanh Ha	Member of the Board of Directors Chief Accountant (Dismissal Chief Accountant on 15/02/2024 and Dismissal from the Board of Directors on 15/03/2024)	36,815,265	276,303,100
Mr. Doan Van Quang	Deputy Director	368,931,558	332,047,312
Ms. Hoang Thuy Ha	Head of the Supervisory Board (Appointed from 09/03/2023)	24,000,000	20,000,000
Mr. Tran Quang Huy	Head of the Supervisory Board (Resigned from 09/03/2023)	-	32,015,323
Ms. Vu Thanh Thuy	Member of the Supervisory Board (Resigned from 09/03/2023)	-	2,000,000
Ms. Vu Thu Hien	Member of the Supervisory Board (Appointed from 09/03/2023)	12,000,000	12,000,000
Mr. Nguyen Dinh Trung	Member of the Supervisory Board (Appointed from 09/03/2023)	12,000,000	10,000,000



In addition to the above related parties' transactions, other related parties did not have any transactions during the year and have no balance at the end of the fiscal year with the Company.

**34 COMPARATIVE FIGURES**

The comparative figures are figures in the Financial Statements for the fiscal year ended as at 31 December 2023, which was audited by AASC Auditing Firm Company Limited.

**Bui Thi Thao**  
Preparer

**Nguyen Van Thoa**  
Chief Accountant



**Phung Trong Tu**  
Director  
Hai Phong, 14 February 2025

