

**POWER ENGINEERING CONSULTING  
JOINT STOCK COMPANY 3**

**AUDITED COMBINED FINANCIAL STATEMENTS**

**For the year ended 31 December 2024**

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**March 2025**



**TABLE OF CONTENTS**

<b><u>CONTENTS</u></b>	<b><u>PAGES</u></b>
STATEMENT OF THE BOARD OF GENERAL DIRECTORS	1 - 2
INDEPENDENT AUDITORS' REPORT	3 - 4
COMBINED BALANCE SHEET	5 - 6
COMBINED INCOME STATEMENT	7
COMBINED CASH FLOW STATEMENT	8
NOTES TO THE COMBINED FINANCIAL STATEMENTS	9 - 34

## **STATEMENT OF THE BOARD OF GENERAL DIRECTORS**

The Board of General Directors of Power Engineering Consulting Joint Stock Company 3 (“the Company”) presents this report together with the Company’s combined financial statements for the year ended 31 December 2024.

### **BOARD OF MANAGEMENT AND BOARD OF GENERAL DIRECTORS**

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

#### **Board of Management**

Mr. Nguyen Nhu Hoang Tuan	Chairman
Mr. Lac Thai Phuoc	Member
Mr. Tran Quoc Dien	Member
Mr. Tran Le Minh	Member
Mr. Vo Van Phuong	Independent member

#### **Board of General Directors**

Mr. Lac Thai Phuoc	General Director (Appointed on 01 February 2024)
Mr. Tran Quoc Dien	Deputy General Director
Mr. Tran Le Minh	Deputy General Director
Mr. Nguyen Cong Thang	Deputy General Director

#### **Board of Supervisors**

Ms. Truong Thi Anh Dao	Head of Board of Supervisors
Mr. Nguyen Van Thien	Member
Ms. To Thi My Hang	Member (Appointed on 27 June 2024)
Ms. Nguyen Minh Hieu	Member (Dismissed on 27 June 2024)

#### **Legal representative**

The legal representative of the Company during the year and to the date of this report is Mr. Lac Thai Phuoc - General Director.

### **BOARD OF GENERAL DIRECTORS’ STATEMENT OF RESPONSIBILITY**

The Board of General Directors of the Company is responsible for preparing the combined financial statements, which give a true and fair view of the financial position of the Company as at 31 December 2024, its financial performance and its cash flows for the year then ended. In preparing these combined financial statements, the Board of General Directors is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the combined financial statements;
- Prepare the combined financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the combined financial statements so as to minimize errors and frauds.

The Board of General Directors is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Company and that the combined financial statements comply with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of the combined financial statements. The Board of General Directors is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.

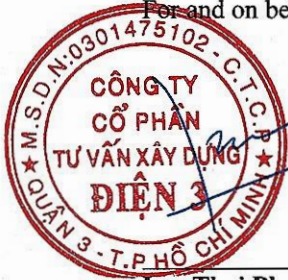
The Board of General Directors confirms that the Company has complied with the above requirements in preparing these combined financial statements.

**STATEMENT OF THE BOARD OF GENERAL DIRECTORS (CONTINUED)**

**BOARD OF GENERAL DIRECTORS' STATEMENT OF RESPONSIBILITY (CONTINUED)**

In the Board of General Directors's opinion, the accompanying combined financial statements give a true and fair view of the financial position of the Company as at 31 December 2024, its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of the combined financial statements.

For and on behalf of the Board of General Directors,



  
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**Lạc Thai Phuoc**  
**General Director**  
*Ho Chi Minh City, 06 March 2025*

No.: 042 /VACO/BCKiT.NV2

## INDEPENDENT AUDITORS' REPORT

**To: The shareholders**  
**The Board of Management and the Board of General Directors**  
**Power Engineering Consulting Joint Stock Company 3**

We have audited the accompanying combined financial statements of Power Engineering Consulting Joint Stock Company 3 (the "Company"), prepared on 06 March 2025 as set out from page 05 to page 34, which comprise the combined balance sheet as at 31 December 2024, the combined income statement and the combined cash flow statement for the year then ended, and the notes to the combined financial statements (hereafter called the "combined financial statements").

### ***Board of General Directors' Responsibility***

The Board of General Directors is responsible for the true and fair preparation and presentation of these combined financial statements in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of the combined financial statements and for such internal control as the Board of General Directors determines as necessary to enable the preparation of combined financial statements that are free from material misstatement, whether due to frauds or errors.

### ***Auditors' Responsibility***

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the combined financial statements, whether due to frauds or errors. In making those risk assessments, the auditors consider internal control relevant to the Company's true and fair preparation and presentation of the combined financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of General Directors, as well as evaluating the overall presentation of the combined financial statements.

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

### ***Basis for Qualified Opinion***

We were unable to obtain the confirmation letters for the Trade receivables and Advances from customers from Southern Vietnam Power Projects Management Board - Branch of National Power Transmission Corporation at 31 December 2024, with the value of VND 5.63 billion and VND 2.99 billion, respectively. We were also unable to perform any other necessary audit procedures to obtain sufficient appropriate audit evidence regarding the existence, completeness, and value of the above-mentioned liabilities. Therefore, we are unable to determine whether we need to make adjustments for the figures related to the above-mentioned items and relevant accounts in the Company's combined financial statements for the year then ended.

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INDEPENDENT AUDITORS' REPORT (CONTINUED)

**Qualified Opinion**

In our opinion, except for the impact of the matter mentioned in the "Basis for Qualified Opinion" paragraph, the combined financial statements give a true and fair view of, in all material respects, the financial position of Power Engineering Consulting Joint Stock Company 3 as at 31 December 2024, its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of the combined financial statements.

**Emphasis of matter**

We would like to draw the readers' attention to Note 35 of the Notes to the combined financial statements on the Company's contingent liabilities. Our opinion is not modified in respect of this matter.



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**Nguyen Duc Tien**  
**Deputy General Director**  
Audit Practising Registration Certificate  
No. 0517-2023-156-1  
*For and on behalf of*  
**VACO AUDITING COMPANY LIMITED**  
*Hanoi, 06 March 2025*

A blue ink handwritten signature of Nguyen Thi Thu Hien.

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**Nguyen Thi Thu Hien**  
**Auditor**  
Audit Practising Registration Certificate  
No. 4262-2023-156-1



## COMBINED BALANCE SHEET

As at 31 December 2024

Unit: VND

ASSETS	Codes	Notes	Closing balance	Opening balance
<b>A - CURRENT ASSETS</b>	<b>100</b>		<b>153,531,070,963</b>	<b>178,379,172,634</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>4</b>	<b>38,941,438,605</b>	<b>26,229,294,323</b>
1. Cash	111		38,941,438,605	16,229,294,323
2. Cash equivalents	112		-	10,000,000,000
<b>II. Short-term financial investments</b>	<b>120</b>	<b>5</b>	<b>220,790,000</b>	<b>220,790,000</b>
1. Trading securities	121		220,790,000	220,790,000
<b>III. Short-term receivables</b>	<b>130</b>		<b>75,993,606,777</b>	<b>111,295,846,049</b>
1. Short-term trade receivables	131	6	93,246,108,463	134,506,140,070
2. Short-term advances to suppliers	132	7	5,997,404,000	6,087,423,480
3. Other short-term receivables	136	8	9,271,447,616	3,825,954,801
4. Provision for short-term doubtful debts	137	9	(32,521,353,302)	(33,123,672,302)
<b>IV. Inventories</b>	<b>140</b>	<b>10</b>	<b>36,644,472,446</b>	<b>39,916,171,590</b>
1. Inventories	141		36,644,472,446	39,916,171,590
<b>V. Other current assets</b>	<b>150</b>		<b>1,730,763,135</b>	<b>717,070,672</b>
1. Short-term prepayments	151	11	1,034,230,882	717,070,672
2. VAT deductibles	152		679,086,399	-
3. Taxes and amounts receivable from the State budget	153	16	17,445,854	-
<b>B - NON-CURRENT ASSETS</b>	<b>200</b>		<b>112,132,228,569</b>	<b>105,570,317,593</b>
<b>I. Long-term receivables</b>	<b>210</b>		<b>44,385,393,998</b>	<b>35,648,088,819</b>
1. Long-term trade receivables	211	6	39,784,897,118	35,165,088,819
2. Other long-term receivables	216	8	4,600,496,880	483,000,000
<b>II. Fixed assets</b>	<b>220</b>		<b>12,589,844,510</b>	<b>15,386,676,290</b>
1. Tangible fixed assets	221	12	4,534,550,927	6,904,291,767
- Cost	222		56,062,330,320	57,801,004,100
- Accumulated depreciation	223		(51,527,779,393)	(50,896,712,333)
2. Intangible fixed assets	227	13	8,055,293,583	8,482,384,523
- Cost	228		21,284,885,526	21,284,885,526
- Accumulated amortisation	229		(13,229,591,943)	(12,802,501,003)
<b>III. Long-term assets in progress</b>	<b>240</b>		<b>1,371,972,000</b>	-
1. Construction in progress	242		1,371,972,000	-
<b>IV. Long-term financial investments</b>	<b>250</b>	<b>5</b>	<b>53,150,000,000</b>	<b>53,150,000,000</b>
1. Equity investments in other entities	253		53,150,000,000	53,150,000,000
<b>V. Other non-current assets</b>	<b>260</b>		<b>635,018,061</b>	<b>1,385,552,484</b>
1. Long-term prepayments	261	11	635,018,061	1,385,552,484
<b>TOTAL ASSETS (270 = 100 + 200)</b>	<b>270</b>		<b>265,663,299,532</b>	<b>283,949,490,227</b>

The accompanying notes are an integral part of these combined financial statements

## COMBINED BALANCE SHEET (CONTINUED)

As at 31 December 2024

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
<b>C - LIABILITIES</b>	<b>300</b>		<b>110,945,577,994</b>	<b>134,520,751,240</b>
<b>I. Current liabilities</b>	<b>310</b>		<b>110,945,577,994</b>	<b>134,520,751,240</b>
1. Short-term trade payables	311	14	15,358,347,515	16,427,812,841
2. Short-term advances from customers	312	15	29,084,508,672	25,355,058,149
3. Taxes and amounts payable to the State budget	313	16	3,169,075,355	5,822,375,573
4. Payables to employees	314		20,229,493,940	38,974,249,265
5. Short-term accrued expenses	315		305,842,352	3,913,450,787
6. Other short-term payables	319	18	12,891,722,240	17,410,631,737
7. Short-term loans and obligations under finance leases	320	19	23,437,501,253	21,086,459,781
8. Bonus and welfare funds	322		6,469,086,667	5,530,713,107
<b>D - EQUITY</b>	<b>400</b>		<b>154,717,721,538</b>	<b>149,428,738,987</b>
<b>I. Owner's equity</b>	<b>410</b>	<b>20</b>	<b>154,717,721,538</b>	<b>149,428,738,987</b>
1. Owner's contributed capital	411		95,173,030,000	95,173,030,000
- Ordinary shares carrying voting rights	411a		95,173,030,000	95,173,030,000
2. Treasury shares	415		(140,000)	(140,000)
3. Investment and development fund	418		35,530,000,000	31,082,000,000
4. Retained earnings	421		24,014,831,538	23,173,848,987
- Retained earnings accumulated to the prior year end	421a		12,261,204,487	8,879,507,823
- Retained earnings of the current year	421b		11,753,627,051	14,294,341,164
<b>TOTAL RESOURCES (440 = 300 + 400)</b>	<b>440</b>		<b>265,663,299,532</b>	<b>283,949,490,227</b>



Lac Thai Phuoc  
General Director  
Ho Chi Minh City, 06 March 2025

Pham Hoang Vinh  
Chief Accountant

Nguyen Tran Phuong Thuy  
Preparer

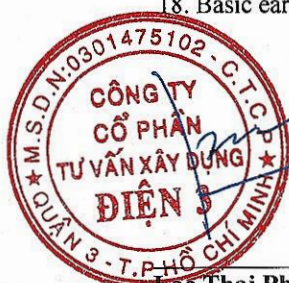


**COMBINED INCOME STATEMENT**

For the year ended 31 December 2024

Unit: VND

ITEMS	Codes	Notes	Current year	Prior year
<b>1. Revenue from goods sold and services rendered</b>	<b>01</b>		<b>185,085,686,110</b>	<b>200,933,522,638</b>
2. Deductions	02		-	7,773,897
<b>3. Net revenue from goods sold and services rendered (10 = 01 - 02)</b>	<b>10</b>	<b>23</b>	<b>185,085,686,110</b>	<b>200,925,748,741</b>
4. Cost of goods sold and services rendered	11	24	133,064,363,995	132,871,364,048
<b>5. Gross profit from goods sold and services rendered (20 = 10 - 11)</b>	<b>20</b>		<b>52,021,322,115</b>	<b>68,054,384,693</b>
6. Financial income	21	26	11,321,324,671	6,416,182,892
7. Financial expenses	22	27	1,905,412,428	1,855,851,227
- In which: Interest expenses	23		832,865,078	736,151,136
8. Selling expenses	25	28	9,665,228,337	12,555,986,085
9. General and administration expenses	26	28	38,367,537,246	42,460,505,645
<b>10. Operating profit {30 = 20 + (21 - 22) - (25 + 26)}</b>	<b>30</b>		<b>13,404,468,775</b>	<b>17,598,224,628</b>
11. Other income	31	29	836,456,147	945,443,121
12. Other expenses	32	30	1,209,898,057	828,212,965
<b>13. Profit from other activities (40 = 31 - 32)</b>	<b>40</b>		<b>(373,441,910)</b>	<b>117,230,156</b>
<b>14. Accounting profit before tax (50 = 30 + 40)</b>	<b>50</b>		<b>13,031,026,865</b>	<b>17,715,454,784</b>
15. Current corporate income tax expense	51	31	1,277,399,814	2,732,493,275
16. Deferred corporate tax (income)/expense	52		-	155,297,352
<b>17. Net profit after corporate income tax (60 = 50 - 51 - 52)</b>	<b>60</b>		<b>11,753,627,051</b>	<b>14,827,664,157</b>
18. Basic earnings per share	70	32	1,111	1,379



Lac Thai Phuoc  
General Director

Ho Chi Minh City, 06 March 2025

Pham Hoang Vinh  
Chief Accountant

Nguyen Tran Phuong Thuy  
Preparer

## COMBINED CASH FLOW STATEMENT

(Indirect method)

For the year ended 31 December 2024

Unit: VND

ITEMS	Codes	Current year	Prior year
<b>I. Cash flows from operating activities</b>			
1. Profit before tax	01	13,031,026,865	17,715,454,784
2. Adjustments for			
- Depreciation and amortisation	02	2,920,831,780	2,716,800,132
- Provisions	03	(454,446,760)	2,802,545,868
- Foreign exchange gain, loss arising from translating foreign currency items	04	(401,143,558)	(45,255,399)
- Gain, loss from investing activities	05	(10,884,982,146)	(6,267,211,008)
- Interest expenses	06	832,865,078	736,151,136
3. Operating profit before movements in working capital	08	5,044,151,259	17,658,485,513
- Increase, decrease in receivables	09	26,762,153,286	1,790,861,389
- Increase, decrease in inventories	10	3,271,699,144	(13,369,831,833)
- Increase, decrease in payables (excluding accrued loan interest and corporate income tax payable)	11	(23,595,622,859)	1,675,544,896
- Increase, decrease in prepayments	12	433,374,213	1,202,775,636
- Interest paid	14	(832,865,078)	(736,151,136)
- Corporate income tax paid	15	(2,471,073,008)	(299,476,711)
- Other cash outflows	17	(767,626,440)	(1,772,610,000)
Net cash flow generated by/(used in) operating activities	20	7,844,190,517	6,149,597,754
<b>II. Cash flows from investing activities</b>			
1. Acquisition and construction of fixed assets	21	(1,127,908,000)	(808,428,839)
2. Proceeds from sale, disposal of fixed assets	22	90,909,091	-
3. Interest earned, dividends and profits received	27	10,813,731,388	6,255,330,453
Net cash flow generated by/(used in) investing activities	30	9,776,732,479	5,446,901,614
<b>III. Cash flows from financing activities</b>			
1. Proceeds from borrowings	33	38,432,876,221	37,129,662,499
2. Repayment of borrowings	34	(36,081,834,749)	(37,569,687,406)
3. Dividends and profits paid	36	(7,202,000,725)	(2,235,471,375)
Net cash flow generated by/(used in) financing activities	40	(4,850,959,253)	(2,675,496,282)
Net cash flow during the year (50 = 20 + 30 + 40)	50	12,769,963,743	8,921,003,086
Cash and cash equivalents at the beginning of the year	60	26,229,294,323	17,305,776,510
Effects of changes in foreign exchange rates	61	(57,819,461)	2,514,727
Cash and cash equivalents at the end of the year (70 = 50 + 60 + 61)	70	38,941,438,605	26,229,294,323



Lac Thai Phuoc  
General Director  
Ho Chi Minh City, 06 March 2025

Pham Hoang Vinh  
Chief Accountant

Nguyen Tran Phuong Thuy  
Preparer

**NOTES TO THE COMBINED FINANCIAL STATEMENTS**

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

**1. GENERAL INFORMATION****Structure of ownership**

Power Engineering Consulting Joint Stock Company 3 (the "Company") is an equitized enterprise from Power Engineering Consulting Company 3 under the Decision No. 335/QĐ-BCN dated 26 January 2007 of the Minister of Industry (now Ministry of Industry and Trade). At present, the Company operates under the first Business Registration Certificate No. 0301475102 dated 17 November 2007 issued by the Department of Planning and Investment of Ho Chi Minh City and the 15th amendment dated 18 January 2024.

Charter capital of the Company is: VND 95,173,030,000, divided into 9,517,303 shares with the par value of VND 10,000/share.

On 01 December 2009, the Company officially listed its shares on the stock market at Hanoi Stock Exchange with the stock code TV3.

The number of employees of the Company as at 31 December 2024 was 393 (as at 31 December 2023 was 408).

**Operating industries and principal activities**

The Company's operating industries and principal activities include:

- Architectural activities and related technical consulting. Details: Construction quality inspection; certification of eligibility for bearing safety and certification of construction quality conformity. Geodetic survey and cadastral map drawing. Planning for electricity investment and development projects. Preparation of reports on investment and investment projects; Preparation of bidding documents for power plant projects (hydro-thermal power-source and power grid), civil and industrial construction projects, renewable energy projects (wind energy, solar energy, biogas, geothermal) power transmission line and substation projects. Preparation of total project cost estimate. Management of investment projects in the construction of power sources and power grids, testing of soil, rock, sand, water, concrete structure, steel and building material samples. Testing and acceptance of hydro-thermal power plants, power transmission lines, substation projects, and construction works. Concrete injection, foundation treatment of construction works. Construction geological survey, construction topographical survey design. Design of electrical works (power plants, transmission lines, substations); Design of irrigation works (dams, tunnels, culverts, irrigation canals, riverbank protection works). Master plan design of construction works; Architectural design of civil and industrial works; Structural design of civil and industrial works. Supervision of irrigation and hydroelectric construction. Supervision of civil and industrial construction. Supervision of geological survey works. Supervision of electrical installation for industrial works. Supervision of electrical work and electrical equipment for transmission lines and substations. Project management consultancy. Design of communication systems for civil and industrial works. Verification of project design. Documentation consulting: compensation for site clearance, relocation, resettlement of power sources, power grids and other construction works. Design and construction of technical infrastructure works. Design of road works. Supervision of road work construction. Supervision of route supply and drainage construction and completion. Supervision of road work construction and completion. Supervision of road-bridge traffic work construction and completion. Supervision of construction and completion: Technical infrastructures;
- Other uncategorized professional, scientific and technological activities. Details: Environmental impact assessment documentation;
- Construction of other civil engineering works. Details: Investment in construction and business of power sources, civil, industrial, traffic, irrigation, hydroelectric projects;
- Preparation of surface. Details: Exploration drilling, testing and sampling for measurement of physical and geological indicators;
- Technical testing and analysis. Details: Quality control of works. Mechanical strength testing of concrete, structure, and building materials. Waterproofing injection, reinforcement and treatment of construction work foundation;
- Trading in real estate, land use rights under ownership, use, or lease. Details: Trading in real estate;

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***1. GENERAL INFORMATION (CONTINUED)****Operating industries and principal activities (Continued)**

- Uncategorized manufacture of other metal products. Details: Fabrication and installation of domestic and industrial electrical equipment (except for mechanical processing, waste recycling, electroplating).

**Normal production and business cycle**

The Company's normal production and business cycle is carried out for a period of 12 months or less.

**Company's structure**

*Affiliated units which have no legal person status and dependent accounting are as follows:*

<b>Name</b>	<b>Address</b>	<b>Principal activity</b>
Central Branch	23/10 Street, Tay Cau Dua Residential Area, Vinh Hiep Commune, Nha Trang City, Khanh Hoa Province	Consultancy, survey, and design
Electricity Survey and Construction Enterprise	No. 32 Ngo Thoi Nhiem Street, Vo Thi Sau Ward, District 3, Ho Chi Minh City	Consultancy, survey, and design

**2. FINANCIAL YEAR, APPLIED ACCOUNTING STANDARDS AND REGIME****Financial year**

The Company's financial year begins on 01 January and ends on 31 December.

**Applied accounting regime**

The Company applied Vietnamese Accounting Standards, accounting regime for enterprises in accordance with Circular No. 200/2014/TT-BTC dated 22 December 2014, Circular No. 53/2016/TT-BTC dated 21 March 2016, and circulars guiding the implementation of accounting standards of the Ministry of Finance in the preparation and presentation of combined financial statements.

**Declaration of compliance with accounting standard and accounting regime**

The Board of General Directors ensures to comply with the requirements of Vietnamese Accounting Standards, accounting regime for enterprises in accordance with Circular No. 200/2014/TT-BTC dated 22 December 2014, Circular No. 53/2016/TT-BTC dated 21 March 2016, and circulars guiding the implementation of accounting standards of the Ministry of Finance in the preparation of combined financial statements.

The accompanying combined financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

**Disclosure of information comparability in the combined financial statements**

The corresponding figures of the prior year are comparable with those of the current year.

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****Accounting convention**

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

Affiliated units have their own accounting work and dependent accounting. The Company's combined financial statements are prepared based on the combination of financial statements of affiliated units. Revenue and balances between affiliates are eliminated when preparing the combined financial statements.

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)**

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

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****Accounting convention ( Continued)**

The accompanying combined financial statements, expressed in Vietnamese Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of combined financial statements.

The significant accounting policies, which have been adopted by the Company in the preparation of these combined financial statements, are as follows:

**Estimates**

The preparation of combined financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of the combined financial statements requires the Board of General Directors to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the combined financial statements and the reported amounts of revenues and expenses during the financial year. Although these accounting estimates are based on the Board of General Directors' best knowledge, actual results may differ from those estimates.

**Evaluation and recognition at fair value**

The Law on Accounting came into effect from 01 January 2017, which included regulations on evaluation and recognition at fair value. However, there is no specific instruction for this matter; therefore, the Board of General Directors has considered and applied as follows:

- a) *Financial instruments are recognized and revaluated at fair value based on historical cost less provisions (if any) in accordance with current regulations.*
- b) *Monetary items denominated in foreign currencies shall be evaluated based on the actual exchange rates;*
- c) *For assets and liabilities (except items a and b as mentioned above), the Company does not have any basis to determine the reliable value; therefore, the Company records at historical cost.*

**Financial instruments*****Initial recognition***

*Financial assets:* At the date of initial recognition, financial assets are recognised at cost plus transaction costs that are directly attributable to the acquisition of the financial assets. Financial assets of the Company comprise cash, cash equivalents, trade and other receivables, and financial investments.

*Financial liabilities:* At the date of initial recognition financial liabilities are recognised at cost plus transaction costs that are directly attributable to the issue of the financial liabilities. Financial liabilities of the Company comprise trade and other payables, accrued expenses, and borrowings.

***Subsequent measurement after initial recognition***

Currently, Circular No. 210/2009/TT-BTC issued by the Ministry of Finance dated 06 November 2009 ("Circular 210") and the current regulations have no specific guidance on determining the fair value of financial assets and liabilities.

**Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, demand deposits and deposits with the term of less than 03 months.

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)**

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

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****Financial investments*****Trading securities***

Trading securities are those the Company holds for trading purpose. Trading securities are recognised from the date the Company obtains the ownership of those securities and initially measured at the fair value of payments made at the transaction date plus directly attributable transaction costs.

In subsequent periods, investments in trading securities are measured at cost less provision for impairment of such investments.

Provision for impairment of trading securities is made for each type of securities which are traded on the market and its market price is lower than the original price. To determine the fair value of trading securities listed on the securities market or traded on UPCOM, the fair value of securities is the closing price at the balance sheet date. If there is no transactions on the securities market or UPCOM at the balance sheet date, the fair value of the securities is the closing price at the day before the balance sheet date.

The change of provision for impairment of trading securities at the balance sheet date is recognized in financial expenses.

***Equity investments in other entities***

Equity investments in other entities represent the Company's investments in ordinary shares of the entities over which the Company has no control, joint control, or significant influence.

Equity investments in other entities are carried at cost less provision for impairment.

Provision of loss for equity investment in other entities as follows:

- For investments in listed shares or the fair value of a defined investment, provision is made based on the market value of the shares.
- For an investment that does not have a fair value at the reporting date, provision is made based on the investee's losses at the rate by the difference between the actual contributed capital of the parties at other unit and owner's equity multiplied by the ratio of capital contribution of the Company to the total actual contributed capital of the parties at other units.

**Receivables**

Receivables represent the amounts recoverable from customers or other debtors and are stated at book value less provision for doubtful debts.

Provision for doubtful debts is made for receivables that are overdue for six months or more, or when the debtor is in dissolution, in bankruptcy, or is experiencing similar difficulties and so may be unable to repay the debt.

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****Inventories**

Inventories are stated at the lower of cost and net realisable value. Cost comprises direct materials and where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Cost is calculated using the weighted average method and is recorded using the perpetual method. Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

The evaluation of necessary provision for inventory obsolescence follows current accounting regulations which allow provisions to be made for obsolete, damaged, or sub-standard inventories and for those which have costs higher than net realisable values as at the balance sheet date.

**Prepayments**

Prepayments are expenses which have already been paid but relate to results of operations of multiple accounting periods, including:

*Tools and supplies:* Tools and supplies which have been used are allocated into expenses using the straight-line method no more than 03 years.

*Other prepayments:* Other prepayments which have been recorded at cost are allocated into expenses using the straight-line method no more than 03 years.

**Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less accumulated depreciation. The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working condition and location for their intended use.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives as follows:

	<u>Estimated useful lives</u>
Buildings and structures	12 - 25
Machinery and equipment	05 - 06
Motor vehicles and conveyances	06 - 10
Management equipment	03 - 05

Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between profit from sales or disposals of assets and their residual values and is recognised in the combined income statement.

**Intangible assets and amortisation*****Land use rights***

Intangible assets represent land use rights that are stated at cost less accumulated amortisation. Land use rights are amortised using the straight-line method over the duration of the land use right. Land use right with indefinite term is not amortised.

***Computer software***

Computer software is initially stated at cost and is amortized using the straight-line method over its estimated useful lives.

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)**

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

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****Payables and accrued expenses**

Payables and accrued expenses are recognized for future amounts payable related to goods and services received. Accrued expenses are recognized based on reasonable estimates of the amount payable.

The classification of payables into trade payables, accrued expenses, and other payables are made on the following principles:

- Trade payables reflect payables arising from purchases of goods, services, assets and sellers are independent units to Company.
- Accrued expenses reflect amounts payable for goods or services received from the seller or provided to the buyer but not be paid due to lack of invoices or incomplete accounting records and documents, payments to employees for leave and prepaid production and business expenses.
- Other payables reflect non-trade payables and does not relate to the purchase, sale or supply of goods or services.

**Equity**

Owner's contributed capital is reflected as the actual charter capital contributed by the shareholders.

The distribution of profits of the Company is made in accordance with the Resolution of the General Meeting of Shareholders, the provisions of the Regulation on financial management of the Company.

**Revenue recognition**

Revenue is recognized when the Company is capable of receiving economic benefits that can be reliably determined. Revenue is determined at the fair value of the amounts received or to be received after deducting trade discounts, sales rebates and sales returns. The following specific recognition conditions must also be met when recognizing revenue:

Revenue of a transaction involving the rendering of services is recognised when the outcome of such transactions can be measured reliably. Where a transaction involving the rendering of services is attributable to several periods, revenue is recognised in each period by reference to the percentage of completion of the transaction at the balance sheet date of that period. The outcome of a transaction can be measured reliably when all four (4) following conditions are satisfied:

- (a) The amount of revenue can be measured reliably;
- (b) It is probable that the economic benefits associated with the transaction will flow to the Company;
- (c) The percentage of completion of the transaction at the balance sheet date can be measured reliably;  
and
- (d) The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

Interest income is accrued on an accrual basis, by reference to the principal outstanding and at the applicable interest rate

**Foreign currencies**

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction date. The balances of monetary items denominated in foreign currencies as at the balance sheet date are retranslated at the exchange rates on the same date. Exchange differences arising from the translation of these accounts are recognised in the combined income statement. Unrealised exchange gains as at the balance sheet date are not treated as part of distributable profit to shareholders.

**Borrowing costs**

Borrowing costs are recognised in the combined income statement in the year when incurred.



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit before tax as reported in the combined income statement because it excludes items of income or expense that are taxable or deductible in other years (including loss carried forward, if any) and it further excludes items that are never taxable or deductible.

Deferred tax is recognised on significant differences between carrying amounts of assets and liabilities in the combined financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using balance sheet liability method. Deferred tax liabilities are generally recognised for all temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset realised. Deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same tax authority and the Company intends to settle its current tax assets and liabilities on a net basis.

The determination of the tax currently payable is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

Other taxes are paid in accordance with the prevailing tax laws in Vietnam.

**Related parties**

Parties are considered to be related when one party has ability to control another or has significant influence in making decisions related to financial and operational policies. Parties are also considered as related parties when they bear the same control and significant influence.

When considering the relationship of related parties, it is more focused on the nature of the relationship than the legal form.

<b><u>Related parties</u></b>	<b><u>Relationship</u></b>
Vietnam Electricity Group	Major shareholder
VP INVEST Company Limited	Major shareholder
Mrs. Bui Thi Kim Yen	Major shareholder
Subsidiaries, Affiliates, affiliated units of Vietnam Electricity Group and member units	Related parties of major shareholder
Board of Management, Board of General Directors, Supervisory Board, and Chief Accountant	Key leaders

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)**

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

**4. CASH AND CASH EQUIVALENTS**

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Cash on hand	283,247,563	1,668,482,444
Bank demand deposits	38,658,191,042	14,560,811,879
Cash equivalents	-	10,000,000,000
<i>Deposits with terms not exceeding 3 months</i>	-	<i>10,000,000,000</i>
<b>Total</b>	<b><u>38,941,438,605</u></b>	<b><u>26,229,294,323</u></b>

**5. FINANCIAL INVESTMENTS**

	<u>Closing balance</u>			<u>Opening balance</u>		
	<u>Cost</u>	<u>Fair value</u>	<u>Provision</u>	<u>Cost</u>	<u>Fair value</u>	<u>Provision</u>
	VND	VND	VND	VND	VND	VND
<b>a) Trading securities</b>	<b>220,790,000</b>	<b>1,798,872,300</b>	-	<b>220,790,000</b>	<b>1,350,488,700</b>	-
Central Hydropower Joint Stock Company (i)	220,790,000	1,798,872,300	-	220,790,000	1,350,488,700	-
<b>b) Equity investments in other entities</b>	<b>53,150,000,000</b>	<b>6,867,000,000</b>	-	<b>53,150,000,000</b>	<b>7,812,000,000</b>	-
EVN International Joint Stock Company (ii)	3,150,000,000	6,867,000,000	-	3,150,000,000	7,812,000,000	-
Thuan Binh Wind Power Joint Stock Company (iii)	50,000,000,000	(*)	-	50,000,000,000	(*)	-
<b>Total</b>	<b><u>53,370,790,000</u></b>	<b><u>8,665,872,300</u></b>	-	<b><u>53,370,790,000</u></b>	<b><u>9,162,488,700</u></b>	-

**Note:**

- (i) Investment in shares listed on HOSE with the quantity of 53,379 shares. The Company determines the fair value of this investment based on the market value traded on HOSE as at 31 December 2024.
- (ii) Capital contribution to EVN International Joint Stock Company with the number of shares held of 315,000 shares, the contribution rate of 0.86% of the total charter capital. The Company determines the fair value of this investment based on the market value traded on UPCOM as at 31 December 2024.
- (iii) Thuan Binh Wind Power Joint Stock Company has a charter capital of VND 500,000,000,000. The Company's capital contribution rate is 10% of the total charter capital.
- (\*) According to Circular No. 200/2014/TT-BTC dated 22 December 2014, the fair value of equity investments in other entities at the balance sheet date must be presented. However, for some investments in other unlisted entities, currently, there is no circular guiding the determination of the fair value of such investments; therefore, the Company does not present its fair value.

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***6. TRADE RECEIVABLES**

	Closing balance		Opening balance	
	VND	VND	VND	VND
<b>a) Short-term</b>	<b>93,246,108,463</b>		<b>134,506,140,070</b>	
<b>a1) Related parties</b>	<b>65,782,278,496</b>		<b>82,258,332,693</b>	
Song Bung 2 Hydro Power Project Management Board	19,480,106,739		19,457,049,128	
Da Nhim - Ham Thuan - Da Mi Hydro Power Joint Stock Company	9,184,521,171		4,495,485,171	
Southern Power Project Management Board - PC 2	8,168,211,293		6,518,900,365	
The Central Vietnam Power Projects Management Board	5,869,701,424		22,908,527,147	
Southern Vietnam Power Projects Management Board	1,617,962,882		11,835,120,856	
Other related parties	21,461,774,987		17,043,250,026	
<b>a2) Others</b>	<b>27,463,829,967</b>		<b>52,247,807,377</b>	
Nam Neun 1 Hydropower Sole Co., Ltd	9,387,893,403		-	
Hiep Phuoc Power Company Limited	9,038,527,272		9,538,527,272	
LEGO Manufacturing Vietnam Company Limited	-		13,832,994,394	
Others	9,037,409,292		28,876,285,711	
<b>b) Long-term</b>	<b>39,784,897,118</b>		<b>35,165,088,819</b>	
<b>b1) Related parties</b>	<b>28,175,916,269</b>		<b>24,388,448,711</b>	
The Central Vietnam Power Projects Management Board	11,794,918,214		9,604,728,943	
Southern Vietnam Power Projects Management Board	4,019,287,139		4,025,016,390	
The Power Transmission Projects Management Board (NPTPNB)	2,681,857,442		2,419,723,282	
Other related parties	9,679,853,474		8,338,980,096	
<b>b2) Others</b>	<b>11,608,980,849</b>		<b>10,776,640,108</b>	
Others	11,608,980,849		10,776,640,108	
<b>Total</b>	<b>133,031,005,581</b>		<b>169,671,228,889</b>	

**7. SHORT-TERM ADVANCES TO SUPPLIERS**

	Closing balance		Opening balance	
	Amount	Recoverable amount	Amount	Recoverable amount
	VND	VND	VND	VND
Power Engineering Consulting Joint Stock Company 1	2,100,000,000	2,100,000,000	-	-
Binh Thanh Construction Corporation	1,286,000,000	1,286,000,000	-	-
24H Map Surveying Technology Company Limited	662,000,000	662,000,000	-	-
Others	1,949,404,000	1,949,404,000	6,087,423,480	6,087,423,480
<b>Total</b>	<b>5,997,404,000</b>	<b>5,997,404,000</b>	<b>6,087,423,480</b>	<b>6,087,423,480</b>

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)**

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

**8. OTHER RECEIVABLES**

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
<b>a) Short-term</b>	<b>9,271,447,616</b>	<b>3,825,954,801</b>
Advances to employees	7,190,635,180	2,949,915,857
Others	2,080,812,436	876,038,944
<b>b) Long-term</b>	<b>4,600,496,880</b>	<b>483,000,000</b>
Deposits	4,600,496,880	483,000,000
<b>Total</b>	<b>13,871,944,496</b>	<b>4,308,954,801</b>

**9. PROVISION FOR SHORT-TERM DOUBTFUL DEBTS**

	<u>Closing balance</u>			<u>Opening balance</u>		
	Cost	Recoverable amount	Provision	Cost	Recoverable amount	Provision
	VND	VND	VND	VND	VND	VND
<b>a) Related parties</b>	<b>21,733,804,690</b>	<b>871,462,248</b>	<b>(20,862,342,442)</b>	<b>20,805,739,777</b>	<b>1,105,569,037</b>	<b>(19,700,170,740)</b>
Song Bung 2 Hydro Power Project Management Board	19,419,132,164	-	(19,419,132,164)	19,392,865,364	696,300,025	(18,696,565,339)
Other related parties	2,314,672,526	871,462,248	(1,443,210,278)	1,412,874,413	409,269,012	(1,003,605,401)
<b>b) Others</b>	<b>15,568,493,219</b>	<b>3,909,482,359</b>	<b>(11,659,010,860)</b>	<b>19,829,607,009</b>	<b>6,406,105,447</b>	<b>(13,423,501,562)</b>
Hiep Phuoc Power Co., Ltd	9,038,527,272	1,672,058,182	(7,366,469,090)	9,538,527,272	3,729,763,636	(5,808,763,636)
Others	6,529,965,947	2,237,424,177	(4,292,541,770)	10,291,079,737	2,676,341,811	(7,614,737,926)
<b>Total</b>	<b>37,302,297,909</b>	<b>4,780,944,607</b>	<b>(32,521,353,302)</b>	<b>40,635,346,786</b>	<b>7,511,674,484</b>	<b>(33,123,672,302)</b>

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***9. PROVISION FOR SHORT-TERM DOUBTFUL DEBTS (CONTINUED)**

The movement of the provision for doubtful debts during the year is as follows:

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
<b>Opening balance</b>	<b>33,123,672,302</b>	<b>30,321,126,434</b>
Provisions made during the year	-	2,802,545,868
Provisions reversed during the year	602,319,000	-
<b>Closing balance</b>	<b><u>32,521,353,302</u></b>	<b><u>33,123,672,302</u></b>

**10. INVENTORIES**

	<u>Closing balance</u>		<u>Opening balance</u>	
	<u>Cost</u>	<u>Provision</u>	<u>Cost</u>	<u>Provision</u>
	VND	VND	VND	VND
Raw materials	99,502,944	-	90,598,728	-
Tools and supplies	3,738,164	-	1,437,617	-
Work in progress	36,541,231,338	-	39,824,135,245	-
<b>Total</b>	<b><u>36,644,472,446</u></b>	<b><u>-</u></b>	<b><u>39,916,171,590</u></b>	<b><u>-</u></b>

**11. PREPAYMENTS**

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
<b>a) Short-term</b>	<b><u>1,034,230,882</u></b>	<b><u>717,070,672</u></b>
Tools and supplies for consumption	58,007,800	41,782,077
Software	976,223,082	675,288,595
<b>b) Long-term</b>	<b><u>635,018,061</u></b>	<b><u>1,385,552,484</u></b>
Tools and supplies for consumption	600,361,496	1,302,231,610
Software	34,656,565	83,320,874
<b>Total</b>	<b><u>1,669,248,943</u></b>	<b><u>2,102,623,156</u></b>

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***12. INCREASE, DECREASE IN TANGIBLE FIXED ASSETS**

	Buildings and structures	Machinery and equipment	Motor vehicles and conveyances	Management equipment	Total
	VND	VND	VND	VND	VND
<b>COST</b>					
Opening balance	13,196,031,024	18,209,212,091	17,493,444,426	8,902,316,559	57,801,004,100
- Purchases	-	124,000,000	-	-	124,000,000
- Disposals	-	(1,285,937,182)	(538,236,598)	(38,500,000)	(1,862,673,780)
Closing balance	<u>13,196,031,024</u>	<u>17,047,274,909</u>	<u>16,955,207,828</u>	<u>8,863,816,559</u>	<u>56,062,330,320</u>
<b>ACCUMULATED DEPRECIATION</b>					
Opening balance	9,676,536,905	16,733,860,805	16,471,443,293	8,014,871,330	50,896,712,333
- Charges for the year	838,279,824	820,267,782	337,025,805	498,167,429	2,493,740,840
- Disposals	-	(1,285,937,182)	(538,236,598)	(38,500,000)	(1,862,673,780)
Closing balance	<u>10,514,816,729</u>	<u>16,268,191,405</u>	<u>16,270,232,500</u>	<u>8,474,538,759</u>	<u>51,527,779,393</u>
<b>NET BOOK VALUE</b>					
Opening balance	<u>3,519,494,119</u>	<u>1,475,351,286</u>	<u>1,022,001,133</u>	<u>887,445,229</u>	<u>6,904,291,767</u>
Closing balance	<u>2,681,214,295</u>	<u>779,083,504</u>	<u>684,975,328</u>	<u>389,277,800</u>	<u>4,534,550,927</u>

Note:

The cost of tangible fixed assets as at 31 December 2024 includes VND 28,578,784,394 (as at 31 December 2023: VND 28,439,871,365) of assets which have been fully depreciated but are still in use.

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***13. INCREASE, DECREASE IN INTANGIBLE FIXED ASSETS**

	Land use rights	Computer software	Total
	VND	VND	VND
<b>COST</b>			
Opening balance	10,257,146,572	11,027,738,954	21,284,885,526
Closing balance	10,257,146,572	11,027,738,954	21,284,885,526
<b>ACCUMULATED AMORTISATION</b>			
Opening balance	2,206,733,061	10,595,767,942	12,802,501,003
- Charges for the year	172,446,096	254,644,844	427,090,940
Closing balance	2,379,179,157	10,850,412,786	13,229,591,943
<b>NET BOOK VALUE</b>			
Opening balance	8,050,413,511	431,971,012	8,482,384,523
Closing balance	7,877,967,415	177,326,168	8,055,293,583

The cost of intangible fixed assets as at 31 December 2024 includes VND 10,623,738,954 (as at 31 December 2023: VND 10,143,826,204) of assets which have been fully amortised but are still in use.

The Company mortgaged the Land use right in District 2 - Land Lot No. 143 with the net book value as at 31 December 2024 of VND 2,475,775,455 (as at 31 December 2023: VND 2,556,070,875) to secure loans at Joint Stock Commercial Bank for Investment and Development of Vietnam - Ho Chi Minh Branch (Note 19).

**14. SHORT-TERM TRADE PAYABLES**

	Closing balance		Opening balance	
	Amount	Amount able to be paid off	Amount	Amount able to be paid off
	VND	VND	VND	VND
Power Engineering Consulting Joint Stock Company 5	4,348,842,746	4,348,842,746	9,496,540,000	9,496,540,000
KBC Vietnam Joint Stock Company	2,782,102,838	2,782,102,838	-	-
GE Power India Limited	2,307,255,300	2,307,255,300	-	-
An Binh 68 Construction Design Consulting Co., Ltd.	1,606,367,548	1,606,367,548	-	-
Others	4,313,779,083	4,313,779,083	6,931,272,841	6,931,272,841
<b>Total</b>	<b>15,358,347,515</b>	<b>15,358,347,515</b>	<b>16,427,812,841</b>	<b>16,427,812,841</b>

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***15. SHORT-TERM ADVANCES FROM CUSTOMERS**

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
<b>a) Related parties</b>	<b>20,673,008,177</b>	<b>21,156,250,507</b>
Southern Power Project Management Board	5,675,664,235	5,810,518,235
The Central Vietnam Power Projects Management Board	4,393,478,562	3,743,072,742
Southern Vietnam Power Projects Management Board	2,988,128,405	3,504,311,506
Other related parties	7,615,736,975	8,098,348,024
<b>b) Others</b>	<b>8,411,500,495</b>	<b>4,198,807,642</b>
Others	8,411,500,495	4,198,807,642
<b>Total</b>	<b>29,084,508,672</b>	<b>25,355,058,149</b>

**16. TAXES AND AMOUNTS RECEIVABLE FROM/PAYABLE TO THE STATE BUDGET**

	<u>Opening balance</u>	<u>Receivable/ Payable during the year</u>	<u>Received/ Paid during the year</u>	<u>Closing balance</u>
	VND	VND	VND	VND
<b>a) Receivables</b>				
Value-added tax	-	-	17,412,002	17,412,002
Other taxes and fees	-	-	33,852	33,852
<b>Total</b>	<b>-</b>	<b>-</b>	<b>17,445,854</b>	<b>17,445,854</b>
<b>b) Payables</b>				
Value-added tax	4,076,917,086	4,689,627,031	6,443,200,795	2,323,343,322
Corporate income tax	1,656,540,684	1,277,399,814	2,471,073,008	462,867,490
Personal income tax	88,917,803	3,241,873,885	2,948,185,421	382,606,267
Other taxes and fees	-	684,693,644	684,435,368	258,276
<b>Total</b>	<b>5,822,375,573</b>	<b>9,893,594,374</b>	<b>12,546,894,592</b>	<b>3,169,075,355</b>

**17. OTHER SHORT-TERM ACCRUED EXPENSES**

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Accrual of project expenses	305,842,352	3,913,450,787
<b>Total</b>	<b>305,842,352</b>	<b>3,913,450,787</b>



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***18. OTHER SHORT-TERM PAYABLES**

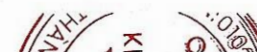
	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Trade union fee	736,342,360	773,209,620
Social, health, and unemployment insurance	75,732,485	77,917,704
Dividends payable to shareholders	882,846,775	3,326,203,000
Payable withholding of PIT	1,173,357,826	4,502,711,154
Payable construction costs	6,100,213,281	7,913,052,059
Others	3,923,229,513	817,538,200
<b>Total</b>	<b><u>12,891,722,240</u></b>	<b><u>17,410,631,737</u></b>

**19. SHORT-TERM LOANS AND OBLIGATIONS UNDER FINANCE LEASES**

	<u>Opening balance</u>		<u>Arising during the year</u>		<u>Closing balance</u>	
	Amount	Amount able to be paid off	Increase	Decrease	Amount	Amount able to be paid off
	VND	VND	VND	VND	VND	VND
Joint Stock Commercial Bank for Investment and Development of Vietnam - Ho Chi Minh Branch (i)	12,040,927,099	12,040,927,099	33,357,225,221	(29,209,374,095)	16,188,778,225	16,188,778,225
Company's Trade Union (ii)	3,000,000,000	3,000,000,000	-	-	3,000,000,000	3,000,000,000
Employees (iii)	6,045,532,682	6,045,532,682	5,075,651,000	(6,872,460,654)	4,248,723,028	4,248,723,028
<b>Total</b>	<b><u>21,086,459,781</u></b>	<b><u>21,086,459,781</u></b>	<b><u>38,432,876,221</u></b>	<b><u>(36,081,834,749)</u></b>	<b><u>23,437,501,253</u></b>	<b><u>23,437,501,253</u></b>

Note:

- (i) Loans from Joint Stock Commercial Bank for Investment and Development of Vietnam - Ho Chi Minh Branch for the purpose of supplementing working capital. Interest rate is 6.3%/year; overdue interest is equal to 150% of the loan interest within the term. Loan is secured by the Land use right in District 2 - Land Lot No. 143.
- (ii) Loans from the Company's Trade Union. The Company and the Trade Union have signed agreements on unsecured loans to the Company from the unpaid salary at the interest rate of 0%/year, and with the term until 10 April 2025.
- (iii) Loans from employees from the salary approved for payment. The Company and the departments have signed agreements on unsecured loans to the Company from the unpaid salary at the interest rate of 0%/year, and with the term until 31 March 2025.



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***20. OWNER'S EQUITY****Movement in owner's equity**

	Owner's contributed capital	Treasury shares	Investment and development fund	Retained earnings	Total
	VND	VND	VND	VND	VND
<b>Prior year's opening balance</b>	<b>95,173,030,000</b>	<b>(140,000)</b>	<b>25,116,000,000</b>	<b>21,759,829,330</b>	<b>142,048,719,330</b>
- Profit for the year	-	-	-	14,827,664,157	14,827,664,157
- Profit distribution	-	-	-	(4,758,644,500)	(4,758,644,500)
- Bonus and welfare fund, bonus fund for the Executive Board	-	-	-	(2,689,000,000)	(2,689,000,000)
- Investment and development fund	-	-	5,966,000,000	(5,966,000,000)	-
<b>Current year's opening balance</b>	<b>95,173,030,000</b>	<b>(140,000)</b>	<b>31,082,000,000</b>	<b>23,173,848,987</b>	<b>149,428,738,987</b>
- Profit for the year	-	-	-	11,753,627,051	11,753,627,051
- Profit distribution (i)	-	-	-	(4,758,644,500)	(4,758,644,500)
- Bonus and welfare fund, bonus fund for the Executive Board (i)	-	-	-	(1,706,000,000)	(1,706,000,000)
- Investment and development fund (i)	-	-	4,448,000,000	(4,448,000,000)	-
<b>Current year's closing balance</b>	<b>95,173,030,000</b>	<b>(140,000)</b>	<b>35,530,000,000</b>	<b>24,014,831,538</b>	<b>154,717,721,538</b>

**Note:**

(i) The Resolution of 2024 General Meeting of Shareholders No. 185/NQ-DHDCD-TVD3 dated 27 June 2024 has decided that:

- 2023 profit distribution: VND 4,758,644,500;
- Appropriation of the Bonus and welfare fund, bonus fund for the Executive Board: VND 1,706,000,000;
- Appropriation of the Investment and development fund: VND 4,448,000,000.

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***20. OWNER'S EQUITY (CONTINUED)**

Shares	<u>Closing balance</u>	<u>Opening balance</u>
	Share	Share
Number of shares registered for issuance	9,517,303	9,517,303
Number of shares issued to the public	9,517,303	9,517,303
- Ordinary shares	9,517,303	9,517,303
Number of shares to be redeemed (treasury shares)	14	14
- Ordinary shares	14	14
Number of outstanding shares in circulation	9,517,289	9,517,289
- Ordinary shares	9,517,289	9,517,289
Par value of outstanding shares (VND)	10,000	10,000

**Charter capital**

As at 31 December 2024, the Company's charter capital has been contributed by the shareholders as follows:

	<u>Closing balance</u>		<u>Opening balance</u>	
	VND	Rate	VND	Rate
Vietnam Electricity Group	46,427,040,000	48.78%	46,427,040,000	48.78%
VP INVEST Company Limited	10,509,250,000	11.04%	11,830,030,000	12.43%
Ms. Bui Thi Kim Yen	7,800,000,000	8.20%	4,220,000,000	4.43%
Other shareholders	30,436,600,000	31.98%	32,695,820,000	34.36%
Treasury shares	140,000	0.00%	140,000	0.00%
<b>Total</b>	<b>95,173,030,000</b>	<b>100%</b>	<b>95,173,030,000</b>	<b>100.00%</b>

During the year, the Company paid dividends of prior years to shareholders with the value of VND 7,202,000,725 (prior year: VND 2,235,471,375).

**21. OFF-COMBINED BALANCE SHEET ITEMS**

	<u>Closing balance</u>	<u>Opening balance</u>
US Dollar (USD)	309,615.24	334.87
Euro (EUR)	1,242.60	2,009.29
Lao kip (LAK)	5,114,307,886.00	-

**22. SEGMENT REPORT**

The Company's revenue and profit are mainly generated from the production, business, consulting, design, and survey, while other revenues account for a negligible proportion of the total revenue of the Company. The Board of General Directors believes that the Company operates in a single business segment of consulting, survey and design in a geographical area, therefore, no further segment information is presented.

**23. NET REVENUE FROM GOODS SOLD AND SERVICES RENDERED**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Revenue from survey, consulting, and design services	185,085,686,110	200,933,522,638
<b>Total</b>	<b>185,085,686,110</b>	<b>200,933,522,638</b>
<b>Deductions</b>	-	7,773,897
Sales rebate	-	7,773,897
<b>Net revenue from goods sold and services rendered</b>	<b>185,085,686,110</b>	<b>200,925,748,741</b>

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***23. NET REVENUE FROM GOODS SOLD AND SERVICES RENDERED (CONTINUED)**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
<i>In which, revenue from related parties</i>	<b>110,547,903,754</b>	<b>132,158,304,258</b>
Southern Vietnam Power Projects Management Board	24,768,897,494	33,814,407,308
The Central Vietnam Power Projects Management Board	39,585,278,878	32,622,604,782
Other related parties	46,193,727,382	65,721,292,168

**24. COST OF GOODS SOLD AND SERVICES RENDERED**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Cost of survey, consulting, and design services	133,064,363,995	132,871,364,048
<b>Total</b>	<b>133,064,363,995</b>	<b>132,871,364,048</b>

**25. PRODUCTION COST BY NATURE**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Raw materials	909,533,911	704,431,103
Labor	81,168,551,631	96,498,650,148
Depreciation and amortisation	2,920,831,780	2,716,800,132
Out-sourced services	59,874,461,064	42,924,608,156
Others	32,486,400,525	55,617,299,126
<b>Total</b>	<b>177,359,778,911</b>	<b>198,461,788,665</b>

**26. FINANCIAL INCOME**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Deposit interest	125,125,555	352,128,808
Dividends, profits earned	10,668,947,500	5,915,082,200
Foreign exchange gain	527,251,616	148,971,884
<b>Total</b>	<b>11,321,324,671</b>	<b>6,416,182,892</b>

**27. FINANCIAL EXPENSES**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Interest expenses	832,865,078	736,151,136
Guarantee fee	1,072,547,350	1,102,842,650
Foreign exchange loss	-	16,857,441
<b>Total</b>	<b>1,905,412,428</b>	<b>1,855,851,227</b>

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***28. SELLING EXPENSES, GENERAL AND ADMINISTRATION EXPENSES**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
<b>a) Selling expenses incurred during the year</b>		
Employees	437,753,300	420,049,800
Out-sourced services	2,622,001,314	3,345,195,585
Others	6,605,473,723	8,790,740,700
<b>Total</b>	<b><u>9,665,228,337</u></b>	<b><u>12,555,986,085</u></b>
<b>b) General and administration expenses incurred during the year</b>		
Employees	14,207,658,969	15,313,389,640
Depreciation and amortisation	1,690,556,058	837,470,590
Provision for doubtful debts	454,446,760	2,802,545,868
Out-sourced services	12,125,233,096	11,563,254,873
Others	9,889,642,363	11,943,844,674
<b>Total</b>	<b><u>38,367,537,246</u></b>	<b><u>42,460,505,645</u></b>

**29. OTHER INCOME**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Transfer Golf member card	365,000,000	495,000,000
Liquidation of fixed assets and tools	114,545,455	5,500,000
Others	356,910,692	444,943,121
<b>Total</b>	<b><u>836,456,147</u></b>	<b><u>945,443,121</u></b>

**30. OTHER EXPENSES**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Administrative penalty expenses	499,076,194	420,127,896
Penalty for breach of contract expenses	656,761,126	230,160,624
Others	54,060,737	177,924,445
<b>Total</b>	<b><u>1,209,898,057</u></b>	<b><u>828,212,965</u></b>

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***31. CURRENT CORPORATE INCOME TAX EXPENSE**

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
<b>Accounting profit before tax</b>	<b>13,031,026,865</b>	<b>17,715,454,784</b>
<b>Adjustments for increasing taxable income</b>	<b>1,255,706,713</b>	<b>497,454,637</b>
Remuneration of the non-specialized Board of Management	71,760,000	143,520,000
Administrative penalties on taxes	497,248,314	353,934,637
Handling of liabilities	641,443,000	-
Foreign exchange gain due to revaluation of cash and receivables at the end of the prior year	45,255,399	-
<b>Adjustments for decreasing taxable income</b>	<b>(11,070,091,058)</b>	<b>(6,748,322,509)</b>
Dividends and profits received	(10,668,947,500)	(5,915,082,200)
Foreign exchange loss due to revaluation of cash and receivables at the end of the prior year	-	(11,498,150)
Foreign exchange gain due to revaluation of cash and receivables at the end of the current year	(401,143,558)	(45,255,399)
Reversal of accelerated depreciation costs of buildings and structures in 2020	-	(776,486,760)
<b>Taxable income</b>	<b>3,216,642,520</b>	<b>11,464,586,912</b>
Current corporate income tax rate	20%	20%
<b>Current corporate income tax</b>	<b>643,328,504</b>	<b>2,292,917,382</b>
Additional payment of corporate income tax of prior year	634,071,310	439,575,893
<b>Total corporate income tax expense</b>	<b>1,277,399,814</b>	<b>2,732,493,275</b>

**32. BASIC EARNINGS PER SHARE**

	<u>Current year</u>	<u>Prior year</u>
	VND	(Restated) VND
Profit after tax in the year	11,753,627,051	14,827,664,157
Bonus and welfare fund (i)	1,175,362,705	1,706,000,000
<b>Profit for calculating basic earnings per share</b>	<b>10,578,264,346</b>	<b>13,121,664,157</b>
Weighted average number of ordinary shares for calculating basics earnings per share	9,517,289	9,517,289
Basic earnings per share	1,111	1,379
Par value per share	10,000	10,000

Note:

- (i) According to the Resolution of the 2024 General Meeting of Shareholders No. 185/NQ-DHDCD-TVD3 dated 27 June 2024, the Company deducted the Bonus and welfare fund from the 2023 profit with an amount of VND 1,706,000,000. Therefore, the Company has adjusted the prior year's comparable figures when calculated the basic earnings per share (Basic earnings per share before the restatement is VND 1,402/share).

The amount of Bonus and welfare fund for the year ended 31 December 2024 is a provisional amount based on 10% of 2024 profit after tax under the Resolution of the 2024 General Meeting of Shareholders No. 185/ NQ-DHDCD-TVD3 dated 27 June 2024.

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)**

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

**33. FINANCIAL INSTRUMENTS****Capital risk management**

The Company manages its capital to ensure that the Company will be able to continue as a going concern while maximising the return to shareholders through the optimisation of the debt and equity balance.

The capital structure of the Company consists of charter capital and retained earnings.

**Gearing ratio**

The gearing ratio of the Company as at the balance sheet date was as follows:

	<u>Closing balance</u>	<u>Opening balance</u>
	VND	VND
Borrowings	23,437,501,253	21,086,459,781
Less: Cash and cash equivalents	(38,941,438,605)	(26,229,294,323)
Net debt	-	-
Equity	<u>154,717,721,538</u>	<u>149,428,738,987</u>
<b>Net debt to equity ratio</b>	<u>-</u>	<u>-</u>

**Significant accounting policies**

Details of the significant accounting policies and methods adopted (including the criteria for recognition, the bases of measurement, and the bases for recognition of income and expenses) for each class of financial assets and liabilities are disclosed in Note 3.

**Categories of financial instruments**

	<u>Closing balance</u>		<u>Opening balance</u>	
	<u>Book value</u>	<u>Fair value</u>	<u>Book value</u>	<u>Fair value</u>
	VND	VND	VND	VND
<b>Financial assets</b>				
Cash and cash equivalents	38,941,438,605	38,941,438,605	26,229,294,323	26,229,294,323
Trade and other receivables	135,101,818,017	135,101,818,017	170,537,267,833	170,537,267,833
Short-term financial investments	220,790,000	1,798,872,300	220,790,000	1,350,488,700
Deposits	4,610,496,880	4,610,496,880	493,000,000	493,000,000
<b>Total</b>	<u>178,874,543,502</u>	<u>180,452,625,802</u>	<u>197,480,352,156</u>	<u>198,610,050,856</u>
<b>Financial liabilities</b>				
Borrowings	23,437,501,253	23,437,501,253	21,086,459,781	21,086,459,781
Trade and other payables	27,437,994,910	27,437,994,910	32,987,317,254	32,987,317,254
Accrued expenses	305,842,352	305,842,352	3,913,450,787	3,913,450,787
<b>Total</b>	<u>51,181,338,515</u>	<u>51,181,338,515</u>	<u>57,987,227,822</u>	<u>57,987,227,822</u>

The Company has determined the fair value of its financial assets and liabilities as at the balance sheet date as stated in Note 3, since there is no comprehensive guidance under Circular No. 210/2009/TT-BTC issued by the Ministry of Finance on 06 November 2009 ("Circular 210") and other relevant prevailing regulations to determine fair value of these financial assets and liabilities. While Circular 210 refers to the application of International Financial Reporting Standards ("IFRS") on presentation and disclosures of financial instruments, it did not adopt the equivalent guidance for the recognition and measurement of financial instruments, including application of fair value, in accordance with IFRS.

**Financial risk management objectives**

The Company has set up risk management system to identify and assess the risks exposed by the Company and designed control policies and procedures to manage those risks at an acceptable level. Risk management system is reviewed on a regular basis to reflect changes in market conditions and the Company's operations.

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***33. FINANCIAL INSTRUMENTS (CONTINUED)**

Financial risks include market risk (including interest rate risk), credit risk and liquidity risk.

***Market risk***

The Company's activities expose it primarily to the financial risks of changes in interest rates. The Company does not hedge these risk exposures due to the lack of active market for the trading activities of financial instruments.

***Interest rate risk management***

The Company has significant interest rate risks arising from interest bearing loans which are arranged. The risk is managed by the Company by maintaining an appropriate level of borrowings and analysing market competition to enjoy favourable interest rates from appropriate lenders.

***Credit risk***

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company has a credit policy in place and the exposure to credit risk is monitored on an on-going basis. The Company does not have any significant credit risk exposure to any counterparty because receivables consist of a large number of customers, spread across diverse industries and geographical areas.

***Liquidity risk management***

The purpose of liquidity risk management is to ensure the availability of funds to meet present and future financial obligations. Liquidity is also managed by ensuring that the excess of maturing liabilities over maturing assets in any period is kept to manageable levels relative to the amount of funds that the Company believes can generate within that period. The Company policy is to regularly monitor current and expected liquidity requirements to ensure that the Company maintains sufficient reserves of cash, borrowings and adequate committed funding from its shareholders to meet its liquidity requirements in the short and longer term.

The following table details the Company's remaining contractual maturity for its non-derivative financial assets and financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial assets and undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The inclusion of information on non-derivative financial assets is necessary in order to understand the Company's liquidity risk management as the liquidity is managed on a net asset and liability basis.

	Less than 1 year	From 2 - 5 years	More than 5 years	Total
	VND	VND	VND	VND
<b>Closing balance</b>				
Cash and cash equivalents	38,941,438,605	-	-	38,941,438,605
Trade and other receivables	95,316,920,899	39,784,897,118	-	135,101,818,017
Short-term financial investments	220,790,000	-	-	220,790,000
Deposits	10,000,000	4,600,496,880	-	4,610,496,880
<b>Total</b>	<b>134,489,149,504</b>	<b>44,385,393,998</b>	<b>-</b>	<b>178,874,543,502</b>
<b>Closing balance</b>				
Borrowings	23,437,501,253	-	-	23,437,501,253
Trade and other payables	27,437,994,910	-	-	27,437,994,910
Accrued expenses	305,842,352	-	-	305,842,352
<b>Total</b>	<b>51,181,338,515</b>	<b>-</b>	<b>-</b>	<b>51,181,338,515</b>
<b>Net liquidity gap</b>	<b>83,307,810,989</b>	<b>44,385,393,998</b>	<b>-</b>	<b>127,693,204,987</b>



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***33. FINANCIAL INSTRUMENTS (CONTINUED)***Liquidity risk management (Continued)*

	Less than 1 year	From 2 - 5 years	More than 5 years	Total
	VND	VND	VND	VND
<b>Opening balance</b>				
Cash and cash equivalents	26,229,294,323	-	-	26,229,294,323
Trade and other receivables	128,708,615,949	41,828,651,884	-	170,537,267,833
Short-term financial investments	220,790,000	-	-	220,790,000
Deposits	-	493,000,000	-	493,000,000
<b>Total</b>	<b>155,158,700,272</b>	<b>42,321,651,884</b>	<b>-</b>	<b>197,480,352,156</b>
<b>Opening balance</b>				
Borrowings	21,086,459,781	-	-	21,086,459,781
Trade and other payables	32,987,317,254	-	-	32,987,317,254
Accrued expenses	3,913,450,787	-	-	3,913,450,787
<b>Total</b>	<b>57,987,227,822</b>	<b>-</b>	<b>-</b>	<b>57,987,227,822</b>
<b>Net liquidity gap</b>	<b>97,171,472,450</b>	<b>42,321,651,884</b>	<b>-</b>	<b>139,493,124,334</b>

The Board of Management and the Board of General Directors assessed the liquidity risk at low level. The Chairmand of Board of Management and the Board of General Directors believe that the Company will be able to generate sufficient funds to meet its financial obligations as and when they fall due.

**34. TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

*During the year, in addition to the transactions and balances with its related parties as stated in Notes 6, 9, 15, 20 and 23, the Company also entered into the following significant transactions with its related parties as follows:*

	Current year	Prior year
	VND	VND
<b>Dividend payment</b>		
Vietnam Electricity Group	2,321,352,000	2,321,352,000
<b>Total</b>	<b>2,321,352,000</b>	<b>2,321,352,000</b>

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***34. TRANSACTIONS AND BALANCES WITH RELATED PARTIES(CONTINUED)*****Remuneration paid to the Board of Management, the Board of General Directors, the Supervisory Board, and the Chief Accountant during the year was as follows:***

	<u>Position</u>	<u>Current year</u>	<u>Prior year</u>
		VND	VND
<b>Remuneration paid to the Board of Management</b>		<b>1,651,200,000</b>	<b>1,691,982,200</b>
Mr. Nguyen Nhu Hoang Tuan	Chairman	429,960,000	443,544,600
Mr. Lac Thai Phuoc	Member and General Director	414,360,000	341,757,600
Mr. Tran Quoc Dien	Member and Deputy General Director	367,560,000	407,460,000
Mr. Tran Le Minh	Member and Deputy General Director	367,560,000	427,460,000
Mr. Vo Van Phuong	Independent member	71,760,000	71,760,000
<b>Remuneration paid to the Board of General Directors</b>		<b>564,070,640</b>	<b>847,966,800</b>
Mr. Nguyen Cong Thang	Deputy General Director	564,070,640	847,966,800
<b>Remuneration paid to the Supervisory Board</b>		<b>652,066,163</b>	<b>921,295,073</b>
Ms. Truong Thi Anh Dao	Head of Board of Supervisors	166,793,000	437,060,000
Ms. Nguyen Minh Hieu	Member	35,880,000	71,760,000
Ms. To Thi My Hang	Member	35,880,000	-
Mr. Nguyen Van Thien	Member	413,513,163	412,475,073
<b>Chief Accountant</b>		<b>542,378,971</b>	<b>630,352,740</b>
Mr. Pham Hoang Vinh	Chief Accountant	542,378,971	630,352,740
<b>Total</b>		<b>3,409,715,774</b>	<b>4,091,596,813</b>

**35. CONTINGENT LIABILITIES****- Dispute over "Insurance Contract":**

In 2020, insurance companies (including Global Insurance Corporation, Baoviet Insurance Corporation, and Vietnam National Aviation Insurance Corporation) filed lawsuits at the People's Court of Ho Chi Minh City to ask consulting contractors related to the incident at the diversion tunnel of Song Bung 2 Hydropower Plant in 2016 (including Power Engineering Consulting Joint Stock Company 3, Kunming Survey and Design Institute and Power Engineering Consulting Joint Stock Company 2) to jointly reimburse the amount of VND 6,516,225,000 to the above mentioned insurance companies, without specifying the reimbursement amount of each contractor in the petition. The Company made a response to the People's Court of Ho Chi Minh City on 22 September 2020 stating that the field construction product of the diversion tunnel valve tower is not a design consulting product of the Company, therefore, the Company is not liable for such reimbursement.

In June 2021, the People's Court of Ho Chi Minh City issued a notice on the handling of the additional case No. 49A/TB-TA dated 28 June 2021, which adjusted the jointly reimbursement amount from VND 6,516,225,000 to VND 14,871,605,885. On 16 December 2021, the Company made a response to the People's Court of Ho Chi Minh City, which further affirmed that the field construction product of the diversion tunnel valve tower is not a design consulting product of KHIDI and PECC3, therefore, the Company shall not be liable for such reimbursement. In addition, in this document, the Company requested the Court to solicit an expert assessment of KHIDI and PECC3's design dossiers of the diversion tunnel to determine its errors (if any).

On 02 November 2022, Kunming Survey and Design Institute (KHIDI) also sent an explanation to the People's Court of Ho Chi Minh City, which asked the Court to reconsider the limitations period and dismiss Plaintiff's unwarranted claims.

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)**

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

**35. CONTINGENT LIABILITIES (CONTINUED)**

On 06 June 2024, the Company received the Notice No. 2517/2024/QĐ-TCGD from the People's Court of Ho Chi Minh City soliciting Joint Stock Company for Civil Engineering Consultant and Construction - COFEC to conduct an appraisal of the design documents to ensure the load-bearing safety and determine the consultant's fault (if any).

On 06 September 2024, the Judicial expertise appraiser - Joint Stock Company for Civil Engineering Consultant and Construction - COFEC made the Judicial Expertise Conclusion No. 07/2024/CV-COFEC upon request of Appraisal Request Decision No. 2517/2024/QĐ-TCGD dated 06 June 2024 of the People's Court of Ho Chi Minh City. The appraisal conclusion states that the design documents of the Project's construction items ensure the legality, comply with the provisions of laws, and meet the requirements of the Investor, and the technical design documents and construction drawings of the diversion tunnel of Song Bung 2 Hydropower Plant ensure the safety and load bearing capacity as required.

On 29 October 2024, the Company sent to the People's Court of Ho Chi Minh City a written opinion on the Appraisal Conclusion. In the document, the Company reaffirmed that it is not responsible for compensation for damages as requested by the plaintiff because the Appraisal Conclusion clearly stated that the Company's design documents ensure the legality, comply with the provisions of laws, and meet the requirements of the Investor, and the technical design documents and construction drawings of the diversion tunnel of Song Bung 2 Hydropower Plant ensure the safety and load bearing capacity as required.

On 06 December 2024, the People's Court of Ho Chi Minh City issued Document No. 5726/TATP-TLD dated 06 December 2024 to the Ministry of Industry and Trade regarding the provision of information and documents related to compensation for damages in the incident of the diversion tunnel of the Song Bung 2 Hydropower Project.

On 10 January 2025, the Ministry of Industry and Trade issued Document No. 69/DL-TD dated 10 January 2025 on the provision of information and documents in response to Document No. 5726/TATP-TLD dated 06 December 2024 of the People's Court of Ho Chi Minh City. Accordingly, the Ministry of Industry and Trade, following the direction of the Prime Minister, organized an appraisal of the cause of the incident at the Song Bung 2 Hydropower Project.

- Dispute over "Compensation for damages outside the contract":

In 2022, the Company also received the Notice No. 39/2022/TLBS of the People's Court of Binh Thanh District dated 11 July 2022 on the additional handling of the lawsuit; in which Hydraulics Construction Corporation No. 4 - JSC sued PECC3 and Lung Lo Construction Corporation to jointly compensate for the residual value of equipment and motorbikes at the time of being swept away in the diversion tunnel breaking of Song Bung 2 Hydropower Project with the amount of VND 6,595,720,000. The Company made a response to the People's Court of Binh Thanh District on 26 July 2022 asking the Court to reject the Plaintiff's claim and remove the Company's liability for compensation. The Company affirmed that the field construction product of the diversion tunnel valve tower is not a design consulting product of the Company and KHIDI, therefore, the Company is not liable for such compensation. In addition, the Company also requested the Court to solicit an expert assessment of KHIDI and the Company's design dossiers of the diversion tunnel to determine its errors (if any).

In 2023, the Company received the Notice No. 1837/2023/QĐST-DS of the People's Court of Binh Thanh District dated 19 September 2023 on the transfer of preliminary civil case file No. 1745/2020/TLST-DS dated 29 October 2020 of the People's Court of Binh Thanh District, Ho Chi Minh City to the People's Court of Ho Chi Minh City to resolve by authority.

On 25 February 2025, the People's Court of Ho Chi Minh City summoned the parties to appear at the headquarter of the People's Court of Ho Chi Minh City to publicly announce the Plaintiff's amended Petition (4th time) with the content of re-determining the parties' participation in the proceedings and requesting the Court to request valuation of the assets that the Plaintiff suffered damage, specifically: Defendants include: Lung Lo Construction Corporation, Power Construction Consulting Joint Stock Company 3, Power Generation Corporation 2 - LLC, Power Construction Consulting Joint Stock Company 2 and Kunming Research, Survey and Design Institute; Persons with related rights and obligations: Post and Telecommunication Insurance Joint Stock Corporation, Ministry of Industry and Trade.

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (CONTINUED)***These notes are an integral part of and should be read in conjunction with the accompanying combined financial statements***35. CONTINGENT LIABILITIES (CONTINUED)**

Currently, the People's Court of Ho Chi Minh City is still conducting sessions to summon the litigants to work at the Court to photocopy documents additionally submitted by the Plaintiff (Irrigation Construction Corporation 4-JSC) and the evidence obtained by the Court from the Ministry of Industry and Trade.

By the time of these combined financial statements, the Company has not received a notice from the People's Court of Ho Chi Minh City about the schedule of mediation and trial for the above 02 lawsuits. Accordingly, these combined financial statements do not include the impacts (if any) related to the results of the above 02 lawsuits.

**36. OPERATING LEASE COMMITMENTS**

The Company rents head office at No. 32 Ngo Thoi Nhiem Street, Vo Thi Sau Ward, District 3, Ho Chi Minh City for the head office under the Appendix to the House Lease Contract No. 145/PLHD-QLKDN-KD dated 14 August 2023 with Ho Chi Minh City House Trade Management Company Limited. The lease term is 02 years from 01 January 2023 to 31 December 2024 with the rental unit price inclusive of value added tax of VND 568,500,000/month, the rent is paid quarterly.

Head office rent expenses is recorded in year:

	<u>Current year</u>	<u>Prior year</u>
	VND	VND
Head office rent expenses	6,822,000,000	5,484,000,000
<b>Total</b>	<b><u>6,822,000,000</u></b>	<b><u>5,484,000,000</u></b>

**37. SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION****Supplemental non-cash disclosures**

Interest earned, dividends and profits received during the year include VND 19,658,333 representing the interest receivables in the prior year that has been received in the current year. Therefore, a corresponding amount has been adjusted on the increase and decrease in receivables.

Dividends, profits paid to owners during the year do not include VND 882,846,775, representing the outstanding dividends incurred this year, and includes VND 3,326,203,000, representing the prior year's dividends paid this year. Therefore, a corresponding amount has been adjusted on the increase and decrease in payables.

Cash flows from proceeds from sale, disposal of fixed assets do not include VND 368,064,000, which is the amount payable to suppliers for purchasing and constructing fixed assets. Therefore, a corresponding amount has been adjusted on the increase and decrease in payables.



**Lac Thai Phuoc**  
General Director  
Ho Chi Minh City, 06 March 2025

**Pham Hoang Vinh**  
Chief Accountant

**Nguyen Tran Phuong Thuy**  
Preparer

No : 849 /TVĐ3-KT

Ho Chi Minh City, 07 March 2025

Re: Explanation of the profit variance compared to the same period last year in the audited combined financial statements and the qualified audit opinion on the 2024 combined financial statements.

To: - The State Securities Commission;  
- Ha Noi Stock Exchange.

- Pursuant to Article 14 of Circular No. 96/2020/TT-BTC dated November 16, 2020 issued by the Ministry of Finance providing guidelines on disclosure of information on securities market.

- Based on the business performance results for 2023 and 2024 on the audited combined financial statements of Power Engineering Consulting Joint Stock Company 3;

Power Engineering Consulting Joint Stock Company 3 would like to provide explanations for each of the following cases:

**1. The after-tax profit in the 2024 combined financial statements changed by over 10% compared to the same period last year:**

Comparison of production and business results in 2024 and 2023:

Number	Indicator	2023	2024	Variance	Compare (%)
<i>a</i>	<i>b</i>	<i>c</i>	<i>d</i>	<i>e=d-c</i>	<i>f=e:c</i>
1	Net revenue	200.925.748.741	185.085.686.110	-15.840.062.631	-7,88%
2	Net profit after tax	14.827.664.157	11.753.627.051	-3.074.037.106	-20,73%

The profit after tax in the combined financial statements for 2024 changed by over 10% compared to the same period last year, mainly due to: Net revenue decreased compared to the same period last year.

**2. The qualified audit opinion in the 2024 combined financial statements:**

In the 2024 combined financial statements of Power Engineering Consulting Joint Stock Company 3, which were audited by VACO Auditing Company Limited.

**The independent auditor provided the basis for the qualified audit opinion as follows:**

“We were unable to collect the confirmation letter of Trade account receivables and Advance from customers with the Southern Power Project Management Board - Branch of the National Power Transmission Corporation at 31 December 2024 with the value of VND 5.63 billion and VND 2.99 billion, respectively. We were also



unable to perform any other necessary audit procedures to obtain sufficient appropriate audit evidence regarding the existence, completeness and value of the above-mentioned debt. Therefore, we were unable to determine whether any adjustments to the figures in the consolidated financial statements related to the above-mentioned items and related accounts in the combined financial statements for the fiscal year ended on the same date of the Company.”

**Power Engineering Consulting Joint Stock Company 3 would like to provide the following explanation:**

For the confirmation letter regarding accounts receivable and advances from customers with the Southern Power Project Management Board, the Company has recorded the actual outstanding balances in detail for each project, accompanied by full acceptance records, invoices, and payment documents in accordance with regulations. The confirmation letters were fully and timely issued by the auditor, and the Company has proactively informed the customer to conduct reconciliation and return the confirmation to the auditor. However, due to objective reasons, the Company was unable to ensure that the confirmation letters were returned on time by the issuance date of the audit report. Currently, we are continuing to work with the customer to verify the outstanding balances and collect the issued confirmation letters.

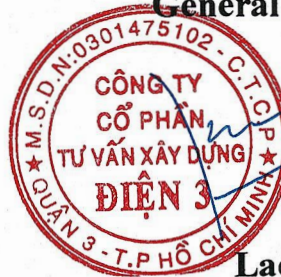
Above is our Company's explanation regarding the profit variance compared to the same period last year in the audited combined financial statements for 2024 and the qualified audit opinion on the 2024 combined financial statements.

Best regards./.

***Recipients:***

- As above;
- Archived: VT, KT.

**General Director**



**Lac Thai Phuoc**

