



AAC AUDITING AND ACCOUNTING CO., LTD
A member of PrimeGlobal

**QUANG NGAI AGRICULTURAL
PRODUCTS AND FOODSTUFF JSC**
Separate financial statements
For the year ended 31/12/2024



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PRODUCTS AND FOODSTUFF JSC**
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REPORT OF MANAGEMENT

The Management of Quang Ngai Agricultural Products and Foodstuff Joint Stock Company presents this report together with the audited separate financial statements for the year ended 31/12/2024.

Overview

Quang Ngai Agricultural Products and Foodstuff Joint Stock Company (abbreviated as APFCO, hereinafter referred to as the “Company”) was incorporated through the equitization of a state-owned enterprise (Quang Ngai Agricultural Products and Foodstuff Company under the management of the People’s Committee of Quang Ngai Province) pursuant to Decision No. 252/QĐ-UB dated 25/12/2003 by the People’s Committee of Quang Ngai Province. The Company is an independent accounting entity, operating in compliance with its Business Registration Certificate (now Enterprise Registration Certificate No. 4300321643), first issued by the Department of Planning and Investment of Quang Ngai Province on 26/12/2003, the Law on Enterprises, its Charter, and other relevant regulations. Since its establishment, the Company has amended the Enterprise Registration Certificate 29 times, most recently on 19/09/2024.

The Company’s shares have been registered for trading on the UPCOM market of the Hanoi Stock Exchange under the ticker symbol APF since 08/06/2017.

Charter capital (as at 31/12/2024): VND297,705,780,000.

Share capital as at 31/12/2024: VND297,705,780,000.

Head office

- Address: 48 Pham Xuan Hoa Street, Tran Hung Dao Ward, Quang Ngai City, Quang Ngai Province
- Tel: (84) 0255 3827308, 3819549, 3826952, 3822529
- Fax: (84) 0255 3822060
- Website: www.apfco.com.vn

Principal activities

- Manufacture of starches and starch products;
- Manufacture of structural metal products;
- Machining; treatment and coating of metals;
- Manufacture of other fabricated metal products n.e.c.;
- Installation of industrial machinery and equipment;
- Wholesale of food;
- Wholesale of beverages;
- Non-specialized wholesale trade;
- Manufacture and trading of starch products (modified starch, ethanol alcohol);
- Manufacture of mechanical equipment;
- Manufacture and trading of food-grade alcohol.

REPORT OF MANAGEMENT (cont'd)

The Company has 9 dependent accounting units, each managing its own accounting books, and also has subsidiaries and associate, as follows:

Dependent units:

- Tan Chau Tapioca Starch Manufacturing Factory;
- Dak To Ethanol and Tapioca Starch Manufacturing Factory;
- Gia Lai Tapioca Starch Manufacturing Factory;
- Quang Ngai Wheat Starch Manufacturing Factory;
- Quang Ngai Market Trade Center;
- Dong Xuan Tapioca Starch Manufacturing Factory;
- Mechanical Workshop;
- Dong Phu Tapioca Starch Manufacturing Factory;
- Dak Song Tapioca Starch Manufacturing Factory.

Subsidiaries:

No.	Company Name	Address	Business Sector	% of Equity and Voting Rights
1.	Sepone Tapioca Starch Processing Sole Co., Ltd	Oa-Lay Village, Sepone District, Savannakhet Province, Lao PDR	Manufacture	100%
2.	Kon Tum Tapioca Starch Co., Ltd	Binh Giang Village, Sa Binh Commune, Sa Thay District, Kon Tum Province	Manufacture	51%
3.	Dak Nong Tapioca Starch Co., Ltd	Village 12, Nhan Co Commune, Dak R'lap District, Dak Nong Province	Manufacture	100%
4.	Khanh Duong Dak Lak Trading Co., Ltd	Village 3, Krong Jing Commune, M'Drak District, Dak Lak Province	Manufacture	70%
5.	Eakar Tapioca Starch JSC	Village 9, Ea Sar Commune, Ea Kar District, Dak Lak Province	Manufacture	51%
6.	Attapeu Tapioca Starch Processing Sole Co., Ltd	Yaimounhuamuong Village, Samakkhixay District, Attapeu Province, Lao PDR	Manufacture	100%
7.	Taoy Tapioca Starch Processing Sole Co., Ltd	Pangangdao Village, Taoy District, Salavan Province, Lao PDR	Manufacture	100%
8.	Pathoumphone Tapioca Starch Processing Sole Co., Ltd	Paktuay Village, Pathoumphone District, Champasack Province, Lao PDR	Manufacture	100%

REPORT OF MANAGEMENT (cont'd)

(*) The Company established Pathoumphone Tapioca Starch Processing Sole Co., Ltd pursuant to Resolution No. 114/NQ-HĐQT dated 17/09/2024 by the Board of Directors. As at 31/12/2024, the Company has not yet contributed capital to this subsidiary.

Associate:

Company Name	Address	Business Sector	% of Equity and Voting Rights
Tay Nguyen Co., Ltd	Agricultural Village 2, Ea Kiet Commune, Cu M'gar District, Dak Lak Province	Manufacture	20%

Employees

As at 31/12/2024, the Company had a total workforce of 858 employees (as at 01/01/2024: 899).

Members of the Board of Directors, Supervisory Board, Management, and Chief Accountant during the year and up to the reporting date are as follows:

Board of Directors

• Mr. Vo Van Danh	Chairman	Reappointed on 27/04/2024
• Mr. Tran Ngoc Hai	Vice Chairman	Appointed on 27/04/2024
• Mr. Dong Van Lap	Member	Reappointed on 27/04/2024
• Mr. Le Ngoc Hinh	Member	Reappointed on 27/04/2024
• Mr. Nguyen Duc Thang	Member	Appointed on 27/04/2024

Supervisory Board

• Mr. Pham Van Lam	Chief Supervisor	Appointed on 27/04/2024
• Mr. Nguyen Thanh	Supervisor	Appointed on 27/04/2024
• Mr. Nguyen Van Thai	Supervisor	Appointed on 27/04/2024

Management and Chief Accountant

• Mr. Tran Ngoc Hai	General Director	Reappointed on 29/04/2024
• Mr. Dong Van Lap	Deputy General Director	Reappointed on 29/04/2024
• Mr. Le Ngoc Hinh	Deputy General Director	Reappointed on 29/04/2024
• Mr. Tran Duc Thach	Deputy General Director	Reappointed on 29/04/2024
• Mr. Pham Quoc Tau	Chief Accountant	Reappointed on 29/04/2024

Independent auditor

These financial statements were audited by AAC Auditing and Accounting Co., Ltd (Head office: Lot 78 – 80, Street 30/4, Hai Chau District, Da Nang City; Tel: (84) 0236.3655886; Fax: (84) 0236.3655887; Website: www.aac.com.vn; Email: aac@dng.vnn.vn).

REPORT OF MANAGEMENT (cont'd)

Management's statement of responsibility in respect of the financial statements

The Company's Management is responsible for the preparation and fair presentation of these financial statements on the basis of:

- Complying with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and other relevant regulations;
- Selecting suitable accounting policies and then applying them consistently;
- Making judgments and estimates that are reasonable and prudent;
- Preparing the financial statements on the going concern basis.
- Responsibility for such internal control as the Management determines is necessary to enable the preparation and presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Members of the Company's Management hereby confirm that the accompanying financial statements, including the balance sheet, the income statement, the statement of cash flows, and the notes thereto, give a true and fair view of the financial position of the Company as at 31/12/2024, and of the results of its operations and its cash flows for the year then ended in accordance with the prevailing Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and the statutory requirements relevant to the preparation and presentation of financial statements.

On behalf of the Management 



Quang Ngai Province, 25 March 2025



No. 444/2025/BCKT-AAC

INDEPENDENT AUDITORS' REPORT

**To: The Shareholders, Board of Directors, and Management
Quang Ngai Agricultural Products and Foodstuff Joint Stock Company**

We have audited the financial statements prepared on 25/03/2025 of Quang Ngai Agricultural Products and Foodstuff Joint Stock Company (the "Company") as set out on pages 7 to 45, which comprise the balance sheet as at 31/12/2024, the income statement and the statement of cash flows for the year then ended, and the notes thereto.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation and fair presentation of these financial statements 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 the Management determines is necessary to enable the preparation and presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' 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 ethical requirements and 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 auditors' 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 auditors consider internal control relevant to the Company's preparation and fair presentation of the 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 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.

Opinion

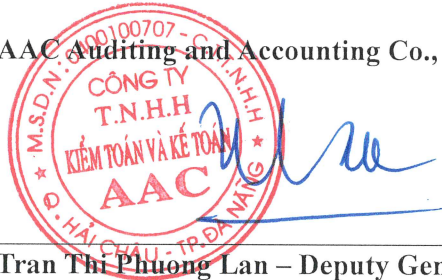
In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as at 31/12/2024, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System, and the statutory requirements relevant to the preparation and presentation of financial statements.

Emphasis of Matter

We draw attention to the disclosure in Note 3 of the notes to the financial statements, which states that the accompanying financial statements are the separate financial statements of the Company for the year 2024. These financial statements should be read in conjunction with the Company's consolidated financial statements for the year 2024 to obtain a comprehensive view of the Company's consolidated financial position, consolidated financial performance, and consolidated cash flows.

Our audit opinion is not modified in respect of this matter.

AAC Auditing and Accounting Co., Ltd.



Tran Thi Phuong Lan – Deputy General Director

Audit Practicing Registration Certificate

No. 0396-2023-010-1

Da Nang, 25 March 2025

A blue ink signature of Dinh Thi Ngoc Thuy.

Dinh Thi Ngoc Thuy – Auditor

Audit Practicing Registration Certificate

No. 1463-2023-010-1

110-1-1-1011

BALANCE SHEET
As at 31 December 2024

Form B 01 - DN

Issued under Circular No. 200/2014/TT – BTC
dated 22/12/2014 by the Ministry of Finance

ASSETS	Code	Note	31/12/2024 VND	01/01/2024 VND
A. CURRENT ASSETS	100		1,818,059,011,840	1,684,806,051,558
I. Cash and cash equivalents	110		54,399,156,451	95,746,943,605
1. Cash	111	5	54,399,156,451	95,746,943,605
2. Cash equivalents	112		-	-
II. Short-term financial investments	120		10,000,000,000	-
1. Trading securities	121		-	-
2. Held-to-maturity investments	123	6	10,000,000,000	-
III Short-term receivables	130		861,479,709,155	767,614,100,077
1. Short-term trade receivables	131	7	377,883,259,982	429,143,246,737
2. Short-term prepayments to suppliers	132	8	371,642,438,479	189,768,325,414
3. Short-term loan receivables	135	9	7,650,000,000	12,300,000,000
4. Other short-term receivables	136	10.a	115,727,486,340	138,304,031,783
5. Provision for doubtful (short-term) debts	137	11	(11,423,475,646)	(1,901,503,857)
IV Inventories	140	12	814,314,665,311	651,455,709,552
1. Inventories	141		814,314,665,311	651,455,709,552
2. Provision for decline in value of inventories	149		-	-
V. Other current assets	150		77,865,480,923	169,989,298,324
1. Short-term prepaid expenses	151	13.a	17,989,270,035	13,076,353,185
2. Deductible value-added tax	152		59,876,210,888	156,554,015,624
3. Taxes and amounts recoverable from the State	153	21	-	358,929,515
B. NON-CURRENT ASSETS	200		1,053,488,153,136	964,155,733,189
I. Long-term receivables	210		2,443,252,903	3,832,857,108
1. Long-term trade receivables	211		-	-
2. Other long-term receivables	216	10.b	2,443,252,903	3,832,857,108
II. Fixed assets	220		591,767,378,703	630,080,511,460
1. Tangible fixed assets	221	14	575,880,039,585	606,790,190,050
- Cost	222		1,760,271,540,344	1,702,443,906,881
- Accumulated depreciation	223		(1,184,391,500,759)	(1,095,653,716,831)
2. Finance lease assets	224		-	6,456,353,876
- Cost	225	15	-	13,187,310,945
- Accumulated depreciation	226		-	(6,730,957,069)
3. Intangible fixed assets	227	16	15,887,339,118	16,833,967,534
- Cost	228		22,656,630,562	22,656,630,562
- Accumulated amortization	229		(6,769,291,444)	(5,822,663,028)
III Investment properties	230		-	-
IV Non-current assets in progress	240		3,626,550,508	14,021,994,313
1. Long-term work in progress	241		-	-
2. Construction in progress	242	17	3,626,550,508	14,021,994,313
V. Long-term financial investments	250	18	443,401,186,527	303,729,736,016
1. Investments in subsidiaries	251		430,894,596,527	291,223,146,016
2. Investments in associates and joint ventures	252		12,000,000,000	12,000,000,000
3. Equity investments in other entities	253		506,590,000	506,590,000
VI Other non-current assets	260		12,249,784,495	12,490,634,292
1. Long-term prepaid expenses	261	13.b	12,249,784,495	12,490,634,292
2. Other non-current assets	268		-	-
TOTAL ASSETS	270		2,871,547,164,976	2,648,961,784,747

BALANCE SHEET (cont'd)
As at 31 December 2024

RESOURCES	Code	Note	31/12/2024 VND	01/01/2024 VND
C. LIABILITIES	300		1,853,170,816,521	1,638,060,085,490
I. Current liabilities	310		1,786,197,908,221	1,563,312,177,190
1. Short-term trade payables	311	19	131,140,232,257	219,102,993,670
2. Short-term advances from customers	312	20	29,485,556,513	27,083,602,096
3. Taxes and amounts payable to the State	313	21	41,709,981,177	53,570,123,777
4. Payables to employees	314		9,960,375,870	22,012,289,399
5. Short-term accrued expenses	315	22	7,669,252,065	6,735,485,456
6. Short-term unearned revenue	318		-	-
7. Other short-term payables	319	23.a	8,717,468,618	19,980,686,194
8. Short-term loans and finance lease liabilities	320	24.a	1,543,703,336,435	1,199,768,180,141
9. Reward and welfare fund	322		13,811,705,286	15,058,816,457
II. Non-current liabilities	330		66,972,908,300	74,747,908,300
1. Other long-term payables	337	23.b	282,408,300	282,408,300
2. Long-term loans and finance lease liabilities	338	24.b	66,690,500,000	74,465,500,000
D. EQUITY	400		1,018,376,348,455	1,010,901,699,257
I. Owners' equity	410	25	1,018,376,348,455	1,010,901,699,257
1. Share capital	411	25	297,705,780,000	259,367,480,000
- Common shares with voting rights	411a		297,705,780,000	259,367,480,000
- Preferred shares	411b		-	-
2. Share premium	412	25	137,974,546,380	107,609,873,380
3. Development and investment fund	418	25	277,917,663,115	260,566,019,457
4. Undistributed profit after tax	421	25	304,778,358,960	383,358,326,420
- Undistributed profit up to prior year-end	421a		210,734,937,433	209,841,889,840
- Undistributed profit for the current year	421b		94,043,421,527	173,516,436,580
II. Other resources and funds	430		-	-
TOTAL RESOURCES	440		2,871,547,164,976	2,648,961,784,747



Tran Ngoc Hai
General Director

Quang Ngai Province, 25 March 2025

Pham Quoc Tau
Chief Accountant

Le Van Thanh
Preparer

INCOME STATEMENT
For the year ended 31/12/2024

Form B 02 - DN
Issued under Circular No. 200/2014/TT - BTC
dated 22/12/2014 by the Ministry of Finance

ITEMS	Code	Note	Year 2024 VND	Year 2023 VND
1. Revenue from sales and service provision	01	27	6,357,798,971,910	6,384,200,670,003
2. Revenue deductions	02	28	-	2,550,603,801
3. Net revenue from sales and service provision	10		6,357,798,971,910	6,381,650,066,202
4. Cost of goods sold	11	29	6,012,818,896,870	5,976,615,484,292
5. Gross profit from sales and service provision	20		344,980,075,040	405,034,581,910
6. Financial income	21	30	98,821,339,764	112,760,014,091
7. Financial expenses	22	31	94,483,208,689	79,066,343,006
<i>Including: Interest expenses</i>	23		88,933,680,770	69,743,091,206
8. Selling expenses	25	32.a	215,416,823,706	232,562,083,988
9. Administrative expenses	26	32.b	33,770,908,781	30,062,751,676
10. Operating profit	30		100,130,473,628	176,103,417,331
11. Other income	31	33	826,946,487	491,101,598
12. Other expenses	32	34	1,334,140,146	1,331,609,105
13. Other profit	40		(507,193,659)	(840,507,507)
14. Accounting profit before tax	50		99,623,279,969	175,262,909,824
15. Current corporate income tax expense	51	35	5,579,858,442	1,746,473,244
16. Deferred corporate income tax expense	52		-	-
17. Profit after tax	60		94,043,421,527	173,516,436,580



[Signature]
Tran Ngoc Hai
General Director

Quang Ngai Province, 25 March 2025

[Signature]
Pham Quoc Tau
Chief Accountant

[Signature]
Le Van Thanh
Preparer

STATEMENT OF CASH FLOWS

For the year ended 31/12/2024

Form B 03 - DN

Issued under Circular No. 200/2014/TT – BTC
dated 22/12/2014 by the Ministry of Finance

ITEMS	Code	Note	Year 2024	Year 2023
			VND	VND
I. Cash flows from operating activities				
1. Profit before tax	01		99,623,279,969	175,262,909,824
2. Adjustments for				
- Depreciation and amortization of fixed assets	02	14,15,16	87,026,523,260	90,520,902,632
- Provisions	03		9,521,971,789	1,210,000,000
- Foreign exchange (gains)/losses from revaluation of monetary items denominated in foreign currencies	04		(597,874,428)	(47,019,028)
- (Profits)/losses from investing activities	05	30, 33	(60,467,633,998)	(82,695,344,117)
- Interest expenses	06	31	88,933,680,770	69,743,091,206
3. Operating profit before changes in working capital	08		224,039,947,362	253,994,540,517
- (Increase)/Decrease in receivables	09		(6,574,501,347)	192,525,516,146
- (Increase)/Decrease in inventories	10		(162,858,955,759)	1,023,688,083
- Increase/(Decrease) in payables (excluding loan interest and corporate income tax payable)	11		(118,026,919,509)	(90,197,974,154)
- (Increase)/Decrease in prepaid expenses	12		(4,672,067,053)	(563,401,413)
- Loan interest paid	14	22, 31	(88,522,790,232)	(69,990,933,275)
- Corporate income tax paid	15	21	(3,859,022,207)	(954,184,575)
- Other cash receipts from operating activities	16		942,174,000	820,651,500
- Other payments for operating activities	17		(10,865,107,000)	(8,394,720,180)
Net cash from operating activities	20		<u>(170,397,241,745)</u>	<u>278,263,182,649</u>
II. Cash flows from investing activities				
1. Purchase and construction of fixed assets and other non-current assets	21		(34,128,257,804)	(33,584,733,344)
2. Proceeds from disposal of fixed assets and other non-current assets	22	33	403,209,428	748,440,000
3. Cash paid for loans, acquisition of debt instruments	23		(15,050,000,000)	(10,450,000,000)
4. Recovery of loans, re-sales of debt instruments	24		9,700,000,000	8,880,000,000
5. Cash paid for capital contribution in other entities	25	18	(139,671,450,511)	(66,483,693,870)
6. Loan interest, dividends and profits received	27	10, 30	54,674,314,748	82,609,988,811
Net cash from investing activities	30		<u>(124,072,184,139)</u>	<u>(18,279,998,403)</u>


STATEMENT OF CASH FLOWS (cont'd)
For the year ended 31/12/2024


ITEMS	Code	Note	Year 2024	Year 2023
			VND	VND
III. Cash flows from financing activities				
1. Proceeds from stock issuance, capital contribution	31	23,25	36,513,663,151	5,127,999,849
2. Proceeds from borrowings	33	24	5,029,894,730,416	4,653,778,859,289
3. Repayment of borrowings	34	24	(4,692,135,246,250)	(4,802,403,679,506)
4. Cash paid for finance lease obligation	35	24	(1,599,327,872)	(1,903,922,102)
5. Dividends, profits paid to owners	36	23,25	(119,585,780,975)	(101,450,745,225)
Net cash from financing activities	40		253,088,038,470	(246,851,487,695)
Net cash flows for the period	50		(41,381,387,414)	13,131,696,551
Cash and cash equivalents at the beginning of the period	60	5	95,746,943,605	82,677,424,463
Impacts of exchange rate fluctuations	61		33,600,260	(62,177,409)
Cash and cash equivalents at the end of the period	70	5	54,399,156,451	95,746,943,605



Fran Ngoc Hai
General Director

Quang Ngai Province, 25 March 2025


Pham Quoc Tau
Chief Accountant


Le Van Thanh
Preparer

NOTES TO THE FINANCIAL STATEMENTS

(These notes form part of and should be read in conjunction
with the accompanying financial statements)

Form B 09 - DN

Issued under Circular No. 200/2014/TT - BTC
dated 22/12/2014 by the Ministry of Finance

1. Nature of operations

1.1. Overview

Quang Ngai Agricultural Products and Foodstuff Joint Stock Company (abbreviated as APFCO, hereinafter referred to as the “Company”) was incorporated through the equitization of a state-owned enterprise (Quang Ngai Agricultural Products and Foodstuff Company under the management of the People’s Committee of Quang Ngai Province) pursuant to Decision No. 252/QĐ-UB dated 25/12/2003 by the People’s Committee of Quang Ngai Province. The Company is an independent accounting entity, operating in compliance with its Business Registration Certificate (now Enterprise Registration Certificate No. 4300321643), first issued by the Department of Planning and Investment of Quang Ngai Province on 26/12/2003, the Law on Enterprises, its Charter, and other relevant regulations. Since its establishment, the Company has amended the Enterprise Registration Certificate 29 times, most recently on 19/09/2024.

1.2. Principal activities

- Manufacture of starches and starch products;
- Manufacture of structural metal products;
- Machining; treatment and coating of metals;
- Manufacture of other fabricated metal products n.e.c.;
- Installation of industrial machinery and equipment;
- Wholesale of food;
- Wholesale of beverages;
- Non-specialized wholesale trade;
- Manufacture and trading of starch products (modified starch, ethanol alcohol);
- Manufacture of mechanical equipment;
- Manufacture and trading of food-grade alcohol.

1.3. Enterprise structure

As at 31/12/2024, Company had 9 dependent accounting units, each managing its own accounting books, and subsidiaries and associate, as follows:

Dependent units:

- Tan Chau Tapioca Starch Manufacturing Factory;
- Dak To Ethanol and Tapioca Starch Manufacturing Factory;
- Gia Lai Tapioca Starch Manufacturing Factory;
- Quang Ngai Wheat Starch Manufacturing Factory;
- Quang Ngai Market Trade Center;
- Dong Xuan Tapioca Starch Manufacturing Factory;

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

- Mechanical Workshop;
- Dong Phu Tapioca Starch Manufacturing Factory;
- Dak Song Tapioca Starch Manufacturing Factory.

Subsidiaries:

No.	Company Name	Address	Business Sector	% of Equity and Voting Rights
1.	Sepone Tapioca Starch Processing Sole Co., Ltd	Oa-Lay Village, Sepone District, Savannakhet Province, Lao PDR	Manufacture	100%
2.	Kon Tum Tapioca Starch Co., Ltd	Binh Giang Village, Sa Binh Commune, Sa Thay District, Kon Tum Province	Manufacture	51%
3.	Dak Nong Tapioca Starch Co., Ltd	Village 12, Nhan Co Commune, Dak R'lap District, Dak Nong Province	Manufacture	100%
4.	Khanh Duong Dak Lak Trading Co., Ltd	Village 3, Krong Jing Commune, M'Drak District, Dak Lak Province	Manufacture	70%
5.	Eakar Tapioca Starch JSC	Village 9, Ea Sar Commune, Ea Kar District, Dak Lak Province	Manufacture	51%
6.	Attapeu Tapioca Starch Processing Sole Co., Ltd	Yaimounhuamuong Village, Samakxixay District, Attapeu Province, Lao PDR	Manufacture	100%
7.	Taoy Tapioca Starch Processing Sole Co., Ltd	Pangangdao Village, Taoy District, Salavan Province, Lao PDR	Manufacture	100%
8.	Pathoumphone Tapioca Starch Processing Sole Co., Ltd	Paktuay Village, Pathoumphone District, Champasack Province, Lao PDR	Manufacture	100%

(*) The Company established Pathoumphone Tapioca Starch Processing Sole Co., Ltd pursuant to Resolution No. 114/NQ-HĐQT dated 17/09/2024 by the Board of Directors. As at 31/12/2024, the Company has not yet contributed capital to this subsidiary.

Associate:

Company Name	Address	Business Sector	% of Equity and Voting Rights
Tay Nguyen Agricultural Co., Ltd	Village 2, Ea Kiet Commune, Cu M'gar District, Dak Lak Province	Manufacture	20%

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

2. Accounting period, currency used in accounting

The Company's annual accounting period starts on 1 January and ends on 31 December.

Financial statements and accounting transactions are expressed in Vietnamese Dong (VND).

3. Applied accounting standards and accounting system

The Company adopts Vietnamese Accounting Standards and Vietnamese Corporate Accounting System as guided in Circular No. 200/2014/TT-BTC dated 22/12/2014 and Circular No. 53/2016/TT-BTC dated 21/3/2016 providing amendments and supplements to certain articles of Circular No. 200/2014/TT-BTC promulgated by the Ministry of Finance.

As at 31/12/2024, the Company had subsidiaries. Accordingly, in 2024, the Company prepared both its separate financial statements and consolidated financial statements. Users of the financial statements should read these separate financial statements in conjunction with the 2024 consolidated financial statements to obtain comprehensive information on the Company's consolidated financial position, consolidated financial performance, and consolidated cash flows.

4. Summary of significant accounting policies

4.1 Exchange rate differences applied in accounting

Transactions denominated in foreign currency are translated into VND using the actual exchange rate announced by the commercial bank where the Company trades on the date of the transactions.

At the balance sheet date, monetary items denominated in foreign currency that are classified as assets are revaluated using the buying exchange rate and monetary items denominated in foreign currency that are classified as liabilities are revaluated using the selling exchange rate of the commercial bank where the Company regularly trades. Foreign currency deposits in banks are revaluated using the buying exchange rate of the bank where the Company opens foreign currency accounts.

Exchange rate differences are realized in accordance with Vietnamese Accounting Standard No. 10 "The Effects of Changes in Foreign Exchange Rates". Accordingly, foreign exchange differences arising during the period and those resulting from the revaluation of the closing balances of monetary items denominated in foreign currencies are recorded in the financial results for the period.

4.2 Cash and cash equivalents

Cash includes cash on hand, bank demand deposits, and cash in transit.

All short-term investments which are collectible or mature of 3 months or less as from purchasing date, that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value at reporting date shall be recognized as cash equivalents.

4.3 Financial investments

Held-to-maturity investments

Held-to-maturity investments are term deposits (including treasury bills and promissory notes), bonds, and preferred shares that the issuer is required to repurchase at a certain time in the future, as well as held-to-maturity loans that generate periodic interest income and other held-to-maturity investments.

Held-to-maturity investments are recorded at book value upon revaluation. Provision for loss of held-to-maturity investments shall be recorded as a decrease directly in the book value of investments.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

In case where held-to-maturity investments are monetary items denominated in foreign currencies, they are revaluated using the buying rate of the commercial bank where the Company regularly conducts transactions at the time of the financial statements.

Loans

Loan receivables are presented in the financial statements at cost less provision for doubtful debts.

Provision for doubtful debts represents the estimated loss as at the balance sheet date for overdue loans that the Company has repeatedly attempted to collect but remain uncollected, or for loans not yet overdue but the debtor is in the state of insolvency, doing dissolution procedures, missing, or running away.

Investments in subsidiaries, associates, and long-term equity investments in other entities

A subsidiary is an entity controlled by the Company. An entity is considered as a subsidiary if the Company holds (directly or indirectly) more than 50% of the voting shares and has the power to govern the financial and operating policies of the subsidiary.

An associate is an entity over which the Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the associate but not control or joint control over those policies. An entity is considered as an associate if the Company holds (directly or indirectly) from 20% to less than 50% of the voting shares of the entity.

Long-term equity investments in other companies are investments which the Company has no power to control or joint control, no significant influence over the investees.

Investments in subsidiaries, associates, and long-term equity investments in other companies are stated at cost less provisions. Dividends and profits received in money or non-monetary assets for the period prior to the investment date shall be recorded as a decrease in value of investment.

Provision

Provision for investments in subsidiaries and associates is made if these investments are impaired or if the investees suffer losses, leading to the irrecoverability of the Company's investments. Provision for long-term equity investments in other companies is made as follows:

- If an investment in listed shares or the fair value of the investment is determined reliably, the provision shall be made based on the market value of the shares;
- If the fair value of the shares is not identifiable, the provision shall be made based on the loss reported in the financial statements of the investee.

With regards to the investees who are required to prepare the consolidated financial statements, the provision is made based on the consolidated financial statements. For other cases, the provision is made based on the financial statements of the investees.

4.4 Receivables

Receivables include trade receivables and other receivables.

- Trade receivables are trade-related amounts arising from trading activities between the Company and its customers.
- Other receivables include non-trade amounts which are not related to trading activities, intra-company transactions.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Receivables are recorded at cost less provision for doubtful debts. Provision for doubtful debts represents the estimated loss as at the balance sheet date for overdue receivables that the Company has repeatedly attempted to collect but remain uncollected, or for receivables not yet overdue but the debtor is in the state of insolvency, doing dissolution procedures, missing, or running away.

4.5 Inventories

Inventories are stated at the lower of cost and net realizable value.

Inventories are accounted for using the perpetual method. Value of inventories is calculated using the weighted average method.

Cost of inventories comprises:

- Materials, goods: Cost comprises costs of purchase, costs of conversion and any directly attributable costs of bringing the inventories to their present location and condition;
- Finished products: Cost comprises costs of direct materials and labor plus attributable overhead allocated based on the normal level of activities.

Net realizable value is the estimated selling price less the estimated costs of completing the products and the estimated costs needed for their consumption.

Provision for decline in value of inventories is made for each kind of inventories when the net realizable value of that kind of inventories is less than cost.

4.6 Tangible fixed assets

Cost

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of tangible assets comprises their purchase price and all the costs incurred by the Company to acquire those assets as of the time of putting such assets into the ready-for-use state. The costs incurred after the initial recognition of tangible fixed asset shall be recorded as increase in their historical cost if these costs are certain to augment future economic benefits obtained from the use of those assets. Those incurred costs which fail to meet this requirement must be recognized as production and business expenses in the period.

Depreciation

Depreciation of tangible fixed assets is calculated on a straight-line basis over their estimated useful lives. The depreciation period is in conformity with Circular No. 45/2013/TT-BTC dated 25 April 2013 by the Ministry of Finance:

<u>Kinds of assets</u>	<u>Depreciation period (years)</u>
Buildings, architectures	5 – 50
Machinery, equipment	3 – 15
Motor vehicles	6 - 10
Office equipment	3 – 10

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

4.7 Finance leases

Cost

Finance leases are reflected at cost less accumulated depreciation.

A lease in which a significant portion of the risks and rewards incident to ownership of the leased asset was transferred substantially to the Company is classified as a finance lease. Cost of a finance lease shall equal value of the leased asset at the inception of the lease plus initial direct costs incurred in connection with financial leasing activities. Value of the leased asset at the inception of the lease is fair value of the leased asset. In case where the fair value is higher than the present value of the minimum lease payments, the value of the leased asset is the present value of the minimum lease payments.

Depreciation

The depreciation policy of finance lease assets is consistent with the depreciation policy of fixed assets of the same kind of the Company. Accordingly, finance lease assets are depreciated in accordance with the straight-line method over their estimated useful lives. Depreciation period is in conformity with Circular No. 45/2013/TT-BTC dated 25/4/2013 by the Ministry of Finance. In case it is not sure that the Company shall acquire the ownership over the assets upon the expiry date of the finance lease contract and the lease term is shorter than the estimated useful life of leased assets, the leased assets are depreciated over the lease term.

Depreciation period for finance lease assets at the Company is as follows:

<u>Kind of leased assets</u>	<u>Depreciation period (years)</u>
Machinery, equipment	7 - 15

4.8 Intangible fixed assets

Cost

Intangible fixed assets are stated at cost less accumulated amortization.

The cost of intangible fixed assets comprises all the costs incurred by the Company to acquire those assets as of the time of putting such assets into the ready-for-use state.

Land use rights

Intangible fixed assets are land use rights, including:

- Land use rights allocated by the State with a land use fee or acquired through legal transfer (including definite-term and indefinite-term land use rights);
- Prepaid land rent (either paid for the entire lease term or prepaid for multiple years, provided that the remaining prepaid lease term is at least five years) under land lease agreements signed before the effective date of the Land Act 2003 and being granted with a land use right certificate by the competent authority.

The cost of land use rights includes all costs directly attributable to the acquisition of legal land use rights.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Amortization

Intangible fixed assets being land use rights with an indefinite term are not amortized. For land use rights with a definite term, the amortization period is the period in which the Company is allowed to use the land.

Other intangible fixed assets are amortized using the straight-line method based on their estimated useful lives. The amortization period complies with Circular No. 45/2013/TT-BTC dated 25/04/2013 issued by the Ministry of Finance.

<u>Asset title</u>	<u>Amortization period (years)</u>
Computer software	4

4.9 Prepaid expenses

Prepaid expenses are reported as short-term or long-term prepaid expenses. These are expenditures that have been incurred but related to the operations of many accounting periods. The Company selects appropriate method and criteria of allocation over the period in which economic benefits are expected to be received based on the nature and extent of the prepaid expenses.

4.10 Payables

Payables include trade payables and other payables.

- Trade payables are trade-related amounts, arising from trading activities between the company and its suppliers;
- Other payables are non-trade amounts, which are not related to trading activities, intra-company transactions.

Payables are recognized at cost and reported as short-term or long-term payables based on the remaining terms at the balance sheet date.

Payables are monitored according to their creditors, principal terms, remaining terms and original currencies.

4.11 Accrued expenses

Accruals are recognized for amounts to be paid in the future for goods and services received, whether or not billed to the Company.

4.12 Unearned revenue

Unearned revenue of the Company consists of amounts received in advance for one or multiple accounting periods for services provided to customers, which are allocated over the periods for which the payments were received in advance.

4.13 Loans and finance lease liabilities

Loans and finance lease liabilities are recorded at cost and classified into current and non-current liabilities based on the remaining terms at the balance sheet date.

The Company monitors loans and finance lease liabilities according to their creditors, loan agreements, principal terms, remaining terms and original currencies.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Borrowing costs

Borrowing costs comprise interest and other costs that the Company incurs in connection with the borrowing of funds. Borrowing costs are recognized as an expense in the period in which they are incurred, except to the extent that they qualify the conditions to be capitalized in accordance with Accounting Standard "Borrowing costs".

Borrowing costs associated with a particular borrowing for the purpose of obtaining a qualifying asset shall be capitalized as part of the cost of that asset. For general borrowing funds, the borrowing costs eligible for capitalization in the period shall be determined according to the capitalization rate, which is the weighted average of the borrowing costs applicable to the borrowings of the Company that are outstanding during the period.

Capitalization of borrowing costs shall be suspended during extended periods in which it suspends active development of a qualifying asset, except to the extent that the suspension is necessary. Capitalization shall be ceased when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are complete.

4.14 Owners' equity

Share capital represents the amount of capital actually contributed by shareholders.

Share premium

Share premium reflects the difference between the issue price and par value of the shares issued, net of costs directly related to the issuance of shares; the difference between the re-issue price and book value, net of costs directly related to the re-issuance of shares; and the capital component of convertible bonds upon maturity.

Profit distribution

Profit after corporate income tax is appropriated to funds and distributed to shareholders in accordance with the Company's Charter or a resolution of the General Meeting of Shareholders.

Dividends to be paid to shareholders shall not exceed the undistributed profit after tax, taking into account non-monetary items in the undistributed profit that may affect cash flow and the ability to pay dividends.

4.15 Recognition of revenue and other income

- Revenue from sales and service provision is recognized to the extent that it is probable to obtain economic benefits, it can be reliably measured and the following conditions are also met:
 - ✓ Revenue from the sale of goods is recognized in the income statement when the significant risks and rewards of ownership have been transferred to the buyer and there are no significant uncertainties regarding recovery of the consideration due or the likely return of goods.
 - ✓ Revenue from service provision is recognized when the services have been rendered. In case that the services are to be provided in many accounting periods, the determination of revenue in each period is done on the basis of the service completion rate as of the balance sheet date.
- Revenue from financing activities is recognized when revenue is determined with relative certainty and it is possible to obtain economic benefits from the transactions.
 - ✓ Interest is recognized on the basis of the actual term and interest rates.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

- ✓ Dividends and profits shared are recognized when the Company has the rights to receive dividends or profit from the capital contribution.
- Other income is the income derived out of the Company's scope of business and recognized when it can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the Company.

4.16 Revenue deductions

Revenue deductions include trade discounts, sales rebates, and sales returns.

In case where revenue is recognized in during the year but the corresponding revenue deductions arise after the balance sheet date, revenue shall be decreased in accordance with the following principles:

- If the corresponding deductions arise before the date of releasing the financial statements, they shall be charged against revenue of the reporting year;
- If the corresponding revenue deductions arise after the date of releasing the financial statements, they shall be charged against revenue of the next reporting year.

4.17 Cost of goods sold

Cost of products, goods sold and services rendered shall be recognized in the correct accounting period in accordance with the matching principle and conservatism principle.

Costs of inventories and services rendered which are incurred in excess of the ordinary level shall be charged out to cost of goods sold in the period, not to the production cost of goods and services.

4.18 Financial expenses

Financial expenses reflect expenses or losses related to financial investment activities, including interest expenses, losses from disposal or transfer of investments, provisions for investment losses in other entities, losses from foreign currency sales, foreign exchange losses, and other expenses attributable to investing activities.

4.19 Selling expenses, administrative expenses

Selling expenses reflect expenses actually incurred in the process of selling products, goods, and rendering services.

Administrative expenses reflect expenses actually incurred related to the overall administration of the Company.

4.20 Current corporate income tax expense, deferred corporate income tax expense

Corporate income tax expenses include current income tax and deferred income tax.

Current income tax is the tax amount computed based on the taxable income in the period at the tax rates ruling at the balance sheet date. The difference between taxable income and accounting profit is due to the adjustments of temporary differences between tax and accounting figures as well as those of non-taxable or non-deductible income and expenses.

Deferred income tax is determined for temporary differences at the balance sheet date between the tax base of assets and liability and their carrying amount for financial reporting purpose.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

4.21 Financial instruments

Initial recognition

Financial assets

A financial asset is recognized initially at cost plus transaction costs directly attributable to the acquisition of the asset. The Company's financial assets comprise cash on hand, deposits, trade receivables, other receivables, and financial investments.

Financial liabilities

A financial liability is recognized initially at cost plus transaction costs directly attributable to the issuance of such liability. The Company's financial liabilities comprise loans, trade payables, accrued expenses, and other payables.

Subsequent measurement

Currently, there has been no requirement for subsequent measurement of financial instruments.

4.22 Applicable tax rates and charges payable to the State Budget

- Value-added tax (VAT): A 0% VAT rate is applied to exported goods and services. Products sold in the domestic market, such as tapioca starch, industrial alcohol, and liquefied CO₂, are subject to a 10% VAT rate. Cassava residue recovered during the tapioca starch production process is not subject to VAT.

From 01/01/2024 to 31/12/2024, the Company applied an 8% VAT rate on tapioca starch products according to Government Decree No. 94/2023/NĐ-CP and Decree No. 72/2024/NĐ-CP.

- Corporate income tax (CIT): A 20% CIT rate is applied to the income of the Company's Head Office, Mechanical Workshop, and Quang Ngai Market Trade Center. A 10% CIT rate is applied to the income of Dong Phu Tapioca Starch Factory. Other factories are exempt from CIT due to income from agricultural product processing activities in areas with especially difficult socio-economic conditions.
- Other taxes and obligations are fulfilled in accordance with prevailing regulations.

4.23 Related parties

Parties are considered to be related if one party has the ability to (directly or indirectly) control the other party or exercise significant influence over the other party in making financial or operational decisions.

Currency: VND

5. Cash

	Foreign currency	31/12/2024	Foreign currency	01/01/2024
Cash on hand		2,226,570,500		4,433,944,000
Cash at bank		52,172,585,951		91,312,999,605
+ VND		16,127,369,519		44,904,537,750
+ USD	1,427,496.69 #	36,045,216,432	1,927,260.44 #	46,408,461,855
Total		54,399,156,451		95,746,943,605

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

6. Short-term held-to-maturity investments

	31/12/2024		01/01/2024	
	Cost	Book value	Cost	Book value
12-month term deposits	10,000,000,000	10,000,000,000	-	-
Total	10,000,000,000	10,000,000,000	-	-

This is a savings deposit at MB Bank – Quang Ngai Branch.

7. Short-term trade receivables

	31/12/2024	01/01/2024
People's Committee of Quang Ngai City	27,529,829,000	27,529,829,000
Neo Nam Viet Co., Ltd	16,310,428,805	19,434,288,545
Guangxi Xin Hai An Bao Guan You Xian Gong Si	26,360,936,603	27,319,480,000
Dongxing Rongda International Trade Import & Export Co.,Ltd	39,397,536,912	-
An Tuan Co., Ltd	30,767,717,600	30,858,729,420
Taoy Tapioca Starch Processing Sole Co., Ltd	46,342,310,351	-
China Sdic International Trade Co., Ltd	-	51,602,054,196
Chungman Trading Co., Ltd	45,515,667,607	58,522,186,750
Other customers	145,658,833,104	213,876,678,826
Total	377,883,259,982	429,143,246,737

Of which, trade receivables from related parties

	31/12/2024	01/01/2024
Khanh Duong Dak Lak Trading Co., Ltd	3,281,176,200	486,822,000
Kon Tum Tapioca Starch Co., Ltd	151,200,000	-
Dak Nong Tapioca Starch Co., Ltd	58,707,000	-
Attapeu Tapioca Starch Processing Sole Co., Ltd	565,117,380	1,889,299,462
Taoy Tapioca Starch Processing Sole Co., Ltd	46,342,310,351	-
Sepone Tapioca Starch Processing Sole Co., Ltd	-	20,646,167,920
Total	50,398,510,931	23,022,289,382

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

8. Short-term prepayments to suppliers

	31/12/2024	01/01/2024
Sepone Tapioca Starch Processing Sole Co., Ltd	184,602,726,875	154,283,815,384
Attapeu Tapioca Starch Processing Sole Co., Ltd	183,721,173,088	27,527,298,386
Dak Nong Tapioca Starch Co., Ltd	-	2,098,891,200
Other suppliers	3,318,538,516	5,858,320,444
Total	<u>371,642,438,479</u>	<u>189,768,325,414</u>

Of which, prepayments to related-party suppliers

	31/12/2024	01/01/2024
Dak Nong Tapioca Starch Co., Ltd	-	2,098,891,200
Sepone Tapioca Starch Processing Sole Co., Ltd	184,602,726,875	154,283,815,384
Attapeu Tapioca Starch Processing Sole Co., Ltd	183,721,173,088	27,527,298,386
Total	<u>368,323,899,963</u>	<u>183,910,004,970</u>

9. Short-term loan receivables

	31/12/2024	01/01/2024
Nguyen Thi Nga	900,000,000	900,000,000
IA Mo Agricultural Cooperative	1,000,000,000	3,000,000,000
Nguyen Thi Ngoc Hoa	800,000,000	800,000,000
Other debtors	4,950,000,000	7,600,000,000
Total	<u>7,650,000,000</u>	<u>12,300,000,000</u>

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

10. Other receivables

a. Short-term

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
Guangxi Xin Hai An Bao Guan You Xian Gong Si	3,747,631,500	-	3,747,631,500	-
Pingxiang Xiasheng Border Trade Agricultural Professional Cooperative	5,535,024,778	-	5,535,024,778	-
Khanh Duong Dak Lak Trading Co., Ltd (Dividends receivable)	5,250,000,000	-	-	-
Attapeu Tapioca Starch Processing Sole Co., Ltd	-	-	105,754,837,995	-
Taoy Tapioca Starch Processing Sole Co., Ltd	80,000,998,636	-	1,154,708,600	-
Pathoumphone Tapioca Starch Processing Sole Co., Ltd	499,675,000	-	-	-
Tong Thi Ngoc Ha	18,723,943,577	9,361,971,789	18,723,943,577	-
Personal income tax receivable	521,612,700	-	898,797,293	-
Advances	277,028,638	-	389,438,362	-
Short-term deposits, collaterals	159,831,600	-	275,996,000	-
Late payment interest, loan interest, accrued interest income	480,706,110	-	340,596,288	-
Other amounts receivable	531,033,801	-	1,483,057,390	-
Total	115,727,486,340	9,361,971,789	138,304,031,783	-

Of which, other receivables from related parties

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
Attapeu Tapioca Starch Processing Sole Co., Ltd	-	-	105,754,837,995	-
Taoy Tapioca Starch Processing Sole Co., Ltd	80,000,998,636	-	1,154,708,600	-
Pathoumphone Tapioca Starch Processing Sole Co., Ltd	499,675,000	-	-	-
Khanh Duong Dak Lak Trading Co., Ltd	5,250,000,000	-	-	-
Total	85,750,673,636	-	106,909,546,595	-

b. Long-term

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
Long-term deposits, collaterals	61,000,000	-	1,450,604,205	-
Kon Tum Tapioca Starch Co., Ltd (related party)	2,382,252,903	-	2,382,252,903	-
Total	2,443,252,903	-	3,832,857,108	-

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

11. Provision for doubtful short-term debts

	Year 2024	Year 2023
Opening balance	1,901,503,857	1,890,768,737
Provision made during the year	9,521,971,789	1,210,000,000
Debts written off	-	1,199,264,880
Closing balance	<u>11,423,475,646</u>	<u>1,901,503,857</u>

Of which, bad debts

	31/12/2024			
	Cost	Recoverable value	Overdue period	Notes
Environmental Technical Center of Da Nang City	172,500,000	-	>3 years	Outstanding and unrecoverable
Licogi Quang Ngai JSC	107,593,069	-	>3 years	Outstanding and unrecoverable
Tan Hung JSC	411,410,788	-	>3 years	Outstanding and unrecoverable
Nguyen Thi Nga	800,000,000	-	>3 years	Outstanding and unrecoverable
Nguyen Thi Nga	100,000,000	30,000,000	2-3 years	Outstanding
IAMO Agricultural Cooperative	1,000,000,000	500,000,000	1-2 years	Outstanding
Tong Thi Ngoc Ha	18,723,943,577	9,361,971,788	1-2 years	Outstanding
Total	<u>21,315,447,434</u>	<u>9,891,971,788</u>		

12. Inventories

	31/12/2024		01/01/2024	
	Cost	Provision	Cost	Provision
Materials	60,902,437,408	-	114,676,222,022	-
Tools, instruments	4,501,153,092	-	3,693,576,120	-
Work in progress	19,383,235,173	-	19,753,739,514	-
Finished products	729,512,322,217	-	509,930,654,486	-
Merchandise goods	15,517,421	-	3,401,517,410	-
Total	<u>814,314,665,311</u>	<u>-</u>	<u>651,455,709,552</u>	<u>-</u>

- No inventories were slow-moving as at 31/12/2024.
- All of the Company's inventories have been pledged as collateral for borrowings as at 31/12/2024.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

13. Prepaid expenses

a. Short-term

	31/12/2024	01/01/2024
Tools and instruments, repair and maintenance expenses pending allocation	14,977,243,109	11,266,179,716
Other expenses	3,012,026,926	1,810,173,469
Total	17,989,270,035	13,076,353,185

b. Long-term

	31/12/2024	01/01/2024
Tools and instruments pending allocation	2,396,532,713	2,822,886,339
Mapping and land clearance compensation expenses	2,992,243,861	3,065,775,309
Land clearance compensation expenses for the Dak To ethanol project	358,351,868	492,445,400
Other expenses	6,502,656,053	6,109,527,244
Total	12,249,784,495	12,490,634,292

14. Tangible fixed assets

	Buildings, architectures	Machinery, equipment	Motor vehicles	Office equipment	Total
Cost					
Opening balance	446,441,544,391	1,156,452,380,481	76,570,383,585	22,979,598,424	1,702,443,906,881
New purchases	-	31,198,377,218	4,728,942,164	724,964,614	36,652,283,996
Self construction	11,916,046,087	-	-	-	11,916,046,087
Purchase of finance lease assets	-	13,332,371,365	-	-	13,332,371,365
Disposals	504,348,097	861,797,783	2,675,785,743	31,136,362	4,073,067,985
Closing balance	457,853,242,381	1,200,121,331,281	78,623,540,006	23,673,426,676	1,760,271,540,344
Depreciation					
Opening balance	302,542,098,971	722,991,281,033	57,588,249,424	12,532,087,403	1,095,653,716,831
Purchase of finance lease assets	-	8,242,069,341	-	-	8,242,069,341
Charge for the year	16,378,571,449	62,416,362,220	3,620,055,960	2,153,792,943	84,568,782,572
Disposals	504,348,097	861,797,783	2,675,785,743	31,136,362	4,073,067,985
Closing balance	318,416,322,323	792,787,914,811	58,532,519,641	14,654,743,984	1,184,391,500,759
Net book value					
Opening balance	143,899,445,420	433,461,099,448	18,982,134,161	10,447,511,021	606,790,190,050
Closing balance	139,436,920,058	407,333,416,470	20,091,020,365	9,018,682,692	575,880,039,585

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

- As at 31/12/2024, tangible fixed assets with a carrying value of VND572,234,979,824 have been pledged as collateral for loans granted to the Company.
- Cost of tangible fixed assets fully depreciated but still in active use as at 31/12/2024 is VND417,804,058,505.
- There are no tangible fixed assets awaiting disposal at the balance sheet date.
- There are no commitments for the future purchase of high-value tangible fixed assets.

15. Finance lease assets

	Machinery, equipment	Total
Cost		
Opening balance	13,187,310,945	13,187,310,945
Financial leases	-	-
Decreases	13,187,310,945	13,187,310,945
Closing balance	-	-
Depreciation		
Opening balance	6,730,957,069	6,730,957,069
Charge for the year	1,511,112,272	1,511,112,272
Decreases	8,242,069,341	8,242,069,341
Closing balance	-	-
Net book value		
Opening balance	6,456,353,876	6,456,353,876
Closing balance	-	-

16. Intangible fixed assets

	Land use rights	Computer software	Goodwill	Total
Cost				
Opening balance	14,008,085,781	6,648,544,781	2,000,000,000	22,656,630,562
Increases	-	-	-	-
Decreases	-	-	-	-
Closing balance	14,008,085,781	6,648,544,781	2,000,000,000	22,656,630,562
Amortization				
Opening balance	2,241,014,640	1,581,648,388	2,000,000,000	5,822,663,028
Charge for the year	383,639,928	562,988,488	-	946,628,416
Decreases	-	-	-	-
Closing balance	2,624,654,568	2,144,636,876	2,000,000,000	6,769,291,444
Net book value				
Opening balance	11,767,071,141	5,066,896,393	-	16,833,967,534
Closing balance	11,383,431,213	4,503,907,905	-	15,887,339,118

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

(* Intangible fixed assets are land use rights, including:

- Land use rights for plot No. 106, Village 1, Tan Canh Commune, Dak To District, Kon Tum Province, with a total area of 4,569.73 m²; Cost: VND150,000,000; Purpose: For planting perennial crops; The land use term is until December 2025 for an area of 2,900 m² and until September 2033 for an area of 1,669.73 m².
- Land use rights for plot in Nhon Tan Village, Dak Ta Ley Commune, Man Yang District, Gia Lai Province; Purpose: Non-agricultural production land; Land use term: From 19/08/2016 to 04/11/2055. Cost: VND904,585,781.
- Land use rights for plot in Quarter 4, Tan Chau Town, Tan Chau District, Tay Ninh Province; Purpose: Business production land; Land use term: From 25/03/2009 to October 2025. Cost: VND703,500,000.
- Land use rights for plot No. 18, Quan Y Hamlet, Tan Loi Commune, Dong Phu District, Binh Phuoc Province; Purpose: Long-term planting land; Land use term: From 21/05/2009 to 04/06/2051. Cost: VND7,000,000,000.
- Land use rights for plot No. 28, Quan Y Hamlet, Tan Loi Commune, Dong Phu District, Binh Phuoc Province; Purpose: Land for long-term planting; Land use term: From 21/05/2009 to 04/06/2051. Cost: VND1,450,000,000.
- Land use rights for plot No. 44, Quan Y Hamlet, Tan Loi Commune, Dong Phu District, Binh Phuoc Province; Purpose: Long-term planting land; Land use term: From 11/07/2012 to 26/12/2055. Cost: VND1,750,000,000.
- Land use rights for plot No. 189, Nhon Tan Village, Dak Taley Commune, Mang Yang District, Gia Lai Province; Purpose: Long-term planting land; Land use term: From 18/05/2021 to November 2051. Cost: VND850,000,000.
- Land use rights for plot No. 192, Nhon Tan Village, Dak Taley Commune, Mang Yang District, Gia Lai Province; Purpose: Long-term planting land; Land use term: From 26/05/2021 to November 2051. Cost: VND1,200,000,000.

As at 31/12/2024, intangible fixed assets with a carrying value of VND 11,383,431,213 have been pledged as collateral for loans granted to the Company.

17. Construction in progress

	31/12/2024	01/01/2024
Upgrading of the modified starch warehouse at Dak Song Factory	-	6,523,020,475
Electrical and fire protection system	-	1,119,200,645
Stone separation and silk peeling system	876,356,068	-
Automation-oriented equipment improvements	954,991,373	852,251,555
Automatic emissions monitoring system	935,083,926	111,239,815
Other projects	860,119,141	5,416,281,823
Total	3,626,550,508	14,021,994,313

QUANG NGAI AGRICULTURAL PRODUCTS AND FOODSTUFF JOINT STOCK COMPANY

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SEPARATE FINANCIAL STATEMENTS

For the year ended 31/12/2024

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

18. Long-term financial investments

					31/12/2024	01/01/2024
	Status	% of equity	Number of shares	Cost	Provision	Cost
						Provision
Investments in subsidiaries (i)						
- Sepone Tapioca Starch Processing Sole Co., Ltd	Operating	100%		430,894,596,527	-	291,223,146,016
- Attapeu Tapioca Starch Processing Sole Co., Ltd	Operating	100%		99,465,980,589	-	99,465,980,589
- Taoy Tapioca Starch Processing Sole Co., Ltd	Operating	100%		78,991,892,590	-	42,239,418,330
- Kon Tum Tapioca Starch Co., Ltd	Operating	51%		102,918,976,251	-	-
- Khanh Duong Dak Lak Trading Co., Ltd	Operating	70%		30,767,747,097	-	30,767,747,097
- Dak Nong Tapioca Starch Co., Ltd	Operating	100%		35,000,000,000	-	35,000,000,000
- Eakar Tapioca Starch JSC (ii)	Operating	51%	1,683,000	45,500,000,000	-	45,500,000,000
				38,250,000,000	-	38,250,000,000
Investment in associate (i)						
- Tay Nguyen Agricultural Co., Ltd	Operating	20%		12,000,000,000	-	12,000,000,000
				12,000,000,000	-	12,000,000,000
Investments in other entities						
- Saigon Beer Mien Trung Trading JSC	Operating		50,129	506,590,000	-	506,590,000
- Vietnam Dairy Products JSC	Operating		14,330	501,290,000	-	501,290,000
				5,300,000	-	5,300,000
Total				443,401,186,527	-	303,729,736,016

(i) The business results for 2024 of these companies did not incur losses, and the equity as at 31/12/2024 is preserved. Therefore, the Company has not made any provisions for these investments as at 31/12/2024.

(ii) The entire amount of this equity contribution is currently being pledged as collateral for a loan at BIDV - Quang Ngai Branch.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

19. Short-term trade payables

	31/12/2024	01/01/2024
Kon Tum Tapioca Starch Co., Ltd	22,950,890,500	73,116,542,160
Eakar Tapioca Starch JSC	17,529,657,120	35,520,533,201
Khanh Duong Dak Lak Trading Co., Ltd	2,298,696,000	14,743,664,980
Taoy Tapioca Starch Processing Sole Co., Ltd	29,432,246,696	-
Tay Nguyen Agricultural Co., Ltd	13,717,080	27,724,181,688
Dak Nong Tapioca Starch Co., Ltd	18,308,289,060	-
Other suppliers	40,606,735,801	67,998,071,641
Total	131,140,232,257	219,102,993,670

Of which, trade payables to related parties

	31/12/2024	01/01/2024
Kon Tum Tapioca Starch Co., Ltd	22,950,890,500	73,116,542,160
Tay Nguyen Agricultural Co., Ltd	13,717,080	27,724,181,688
Dak Nong Tapioca Starch Co., Ltd	18,308,289,060	-
Eakar Tapioca Starch JSC	17,529,657,120	35,520,533,201
Taoy Tapioca Starch Processing Sole Co., Ltd	29,432,246,696	-
Khanh Duong Dak Lak Trading Co., Ltd	2,298,696,000	14,743,664,980
Total	90,533,496,456	151,104,922,029

20. Short-term advances from customers

	31/12/2024	01/01/2024
MinhYang Biochemistry Viet Nam Co., Ltd	19,411,999,100	-
Nissei Kyoeki Co., Ltd	5,823,385,360	2,078,051,100
Vinh Thuan Import and Export Co., Ltd	-	16,549,022,000
Kha Doanh Co., Ltd	1,379,361,074	893,345,994
Other customers	2,870,810,979	7,563,183,002
Total	29,485,556,513	27,083,602,096

21. Taxes and amounts receivable from / payable to the State

	Opening balance		Amount to be paid	Actual amount paid	Closing balance	
	Receivable	Payable			Receivable	Payable
Value-added tax	-	51,674,177,984	228,469,770,190	242,124,957,895	-	38,018,990,279
Corporate income tax	-	1,743,656,696	5,579,858,442	3,859,022,207	-	3,464,492,931
Personal income tax	-	64,664,309	7,552,394,489	7,462,836,797	-	154,222,001
Resource tax	-	87,624,788	651,511,253	666,860,075	-	72,275,966
Land&housing tax, land rent	358,929,515	-	1,579,412,955	1,220,483,440	-	-
Other taxes	-	-	13,000,000	13,000,000	-	-
Fees and charges	-	-	643,107,517	643,107,517	-	-
Total	358,929,515	53,570,123,777	244,489,054,846	255,990,267,931	-	41,709,981,177

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

The Company's tax returns would be subject to inspection by the tax authorities. The tax amounts reported in these financial statements could be changed upon final determination by the tax authorities.

22. Short-term accrued expenses

	31/12/2024	01/01/2024
Loan interest payable	2,001,975,666	1,591,085,128
Accrued electricity charges for production	4,853,944,212	3,961,600,113
Accrued starch transportation expenses	48,000,000	29,032,000
Other accruals	765,332,187	1,153,768,215
Total	<u>7,669,252,065</u>	<u>6,735,485,456</u>

23. Other payables

a. Short-term

	31/12/2024	01/01/2024
Trade union fees	141,405,499	129,555,967
Social insurance, health insurance, unemployment insurance	706,889	12,829,434
Proceeds from ESOP share issuance	-	5,127,999,849
Dividends payable	29,761,408	80,928,883
Trade Union Fund	676,741,280	547,336,159
Deposits and collaterals received	-	500,000,000
Payables to related parties:	7,452,411,452	13,292,476,150
- Sepone Tapioca Starch Processing Sole Co., Ltd	7,452,411,452	-
- Kon Tum Tapioca Starch Co., Ltd (Entrusted Export)	-	9,042,378,150
- Eakar Tapioca Starch JSC (Entrusted Export)	-	4,250,098,000
Other payables	416,442,090	289,559,752
Total	<u>8,717,468,618</u>	<u>19,980,686,194</u>

b. Long-term

	31/12/2024	01/01/2024
Long-term deposits and collaterals received	282,408,300	282,408,300
Total	<u>282,408,300</u>	<u>282,408,300</u>

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

24. Loans and finance lease liabilities

a. Short-term

	Opening balance	Increases	Decreases	Closing balance
Short-term loans	1,173,712,852,269	5,024,894,730,416	4,667,679,246,250	1,530,928,336,435
- VietinBank - Quang Ngai Branch	234,848,753,917	1,521,248,050,404	1,350,868,059,223	405,228,745,098
- Vietcombank - Quang Ngai Branch	403,406,542,403	2,506,292,188,532	2,309,906,899,117	599,791,831,818
- BIDV - Quang Ngai Branch	535,457,555,949	887,545,093,136	1,006,904,287,910	416,098,361,175
- MB Bank - Quang Ngai Branch	-	109,809,398,344	-	109,809,398,344
Current portfolio of long-term loans	26,055,327,872	12,775,000,000	26,055,327,872	12,775,000,000
- VietinBank - Quang Ngai Branch	5,981,000,000	1,300,000,000	5,981,000,000	1,300,000,000
- Vietcombank - Quang Ngai Branch	13,675,000,000	6,675,000,000	13,675,000,000	6,675,000,000
- BIDV - Quang Ngai Branch	4,800,000,000	4,800,000,000	4,800,000,000	4,800,000,000
- Chailease International Co., Ltd	1,599,327,872	-	1,599,327,872	-
Total	1,199,768,180,141	5,037,669,730,416	4,693,734,574,122	1,543,703,336,435

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NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

b. Long-term

	Opening balance	Increases	Decreases	Closing balance
Long-term loans	98,921,500,000	5,000,000,000	24,456,000,000	79,465,500,000
VietcomBank - Quang Ngai Branch	23,687,500,000	-	13,675,000,000	10,012,500,000
VietinBank - Quang Ngai Branch	11,134,000,000	-	5,981,000,000	5,153,000,000
BIDV - Quang Ngai Branch	24,000,000,000	-	4,800,000,000	19,200,000,000
Tam Viet Center for Inclusive Education Support and Development	-	5,000,000,000	-	5,000,000,000
Loans from individuals	40,100,000,000	-	-	40,100,000,000
+ <i>Mr. Le Tu Kien</i>	20,100,000,000	-	-	20,100,000,000
+ <i>Mr. Nguyen Bao An</i>	20,000,000,000	-	-	20,000,000,000
Finance lease liabilities	1,599,327,872	-	1,599,327,872	-
Chailease International Co., Ltd.	1,599,327,872	-	1,599,327,872	-
Total	100,520,827,872	5,000,000,000	26,055,327,872	79,465,500,000
Of which:				
- Long-term loans due within 1 year	24,456,000,000			12,775,000,000
- Finance lease liabilities due within 1 year	1,599,327,872			-
Long-term loans and finance lease liabilities	74,465,500,000			66,690,500,000

QUANG NGAI AGRICULTURAL PRODUCTS AND FOODSTUFF JOINT STOCK COMPANY

48 Pham Xuan Hoa Street, Quang Ngai City, Quang Ngai Province

SEPARATE FINANCIAL STATEMENTS

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NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

As at 31/12/2024, the Company has the following long-term loan agreements:

Contract	Remaining principal to be paid	Principal due	Loan purpose	Loan term	Interest rate at the time of loan	Collateral
Vietcombank - Quang Ngai Branch						
Credit Agreement No. 02/21/NTN7	10,012,500,000	6,675,000,000	Investment in fixed assets: Increase production capacity at An Khe Factory; Upgrade the wastewater treatment system at Dong Xuan Factory; Upgrade the wastewater treatment system at Man Yang Factory; Import Hydroclone equipment for Dong Xuan Factory	60 months	8.80%	All construction works on land, integrated machinery and equipment, and transportation vehicles at Quang Ngai Factory, Dak Tô Factory, Dong Xuan Factory, Tan Chau Factory, An Khe Factory, Man Yang Factory, Dak Song Factory,...
Total	10,012,500,000	6,675,000,000				
BIDV - Quang Ngai Branch						
Credit Agreement No. 02/2021/711519	19,200,000,000	4,800,000,000	Investment in the Dak To Tapioca Starch Factory	84 months	8.9%	Assets formed from the loan capital
Total	19,200,000,000	4,800,000,000				
ViettinBank - Quang Ngai Branch						
Credit Agreement No. 801004864566/2021-NHCT520-NONGSANTPQN	5,153,000,000	1,300,000,000	Investment in the addition of 4 hydroclone devices	84 months	Floating rate	Assets formed from the loan capital
Total	5,153,000,000	1,300,000,000				

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Contract	Remaining principal to be paid	Principal due	Loan purpose	Loan term	Interest rate at the time of loan	Collateral
Tam Viet Center for Inclusive Education Support and Development						
Loan Contract No. 01-2024/HĐVV dated 01/10/2024	5,000,000,000	-	To serve medium and long-term production and business activities	36 months	8.50%	None
Total	5,000,000,000	-				
Loans from individuals						
Loan Contract No. 01-2020/HĐVV-LTK and Appendix No. 01-2024/PLHD-LTK	20,100,000,000	-	To serve medium and long-term production and business activities	24 months	9.50%	None
Loan Contract No. 01-2020/HĐVV-NBA and Appendix No. 01-2024/PLHD-NBA	20,000,000,000	-	To serve medium and long-term production and business activities	24 months	9.50%	None
Total	40,100,000,000	-				

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

25. Owners' equity

a. Statement of changes in owners' equity

	Share capital	Share premium	Development & investment fund	Undistributed profit after tax
As at 01/01/2023	225,539,970,000	107,609,873,380	232,864,060,741	388,715,324,414
Increases	33,827,510,000	-	27,701,958,716	173,516,436,580
Decreases	-	-	-	178,873,434,574
As at 31/12/2023	<u>259,367,480,000</u>	<u>107,609,873,380</u>	<u>260,566,019,457</u>	<u>383,358,326,420</u>
As at 01/01/2024	259,367,480,000	107,609,873,380	260,566,019,457	383,358,326,420
Increases	38,338,300,000	30,364,673,000	17,351,643,658	94,043,421,527
Decreases	-	-	-	172,623,388,987
As at 31/12/2024	<u>297,705,780,000</u>	<u>137,974,546,380</u>	<u>277,917,663,115</u>	<u>304,778,358,960</u>

(*) Increases in "Share capital" and "Share premium" during the period are due to the issuance of shares under the employee stock option program and the issuance of shares as dividend payments. After the issuance, the share capital increased by VND38,338,300,000, and the share premium increased by VND30,364,673,000.

b. Shares

	31/12/2024 Shares	01/01/2024 Shares
Number of shares sold to the public	29,770,578	25,936,748
- Ordinary shares	29,770,578	25,936,748
- Preferred shares	-	-
Number of shares outstanding	29,770,578	25,936,748
- Ordinary shares	29,770,578	25,936,748
- Preferred shares	-	-
Par value of shares: VND10,000 each		

c. Undistributed profit after tax

	Year 2024	Year 2024
Profit brought forward	383,358,326,420	388,715,324,414
Profit after corporate income tax	94,043,421,527	173,516,436,580
Profit distribution	172,623,388,987	178,873,434,574
Distribution of prior year's profit	172,623,388,987	178,873,434,574
- Appropriation to development and investment fund	17,351,643,658	27,701,958,716
- Appropriation to reward and welfare fund	8,675,821,829	13,850,979,358
- Appropriation to bonus fund for the Boards	-	2,000,000,000
- Cash dividend payment	119,534,613,500	101,492,986,500
- Stock dividend payment	27,061,310,000	33,827,510,000
Undistributed profit after tax at the year-end	<u>304,778,358,960</u>	<u>383,358,326,420</u>

(*) The Company distributed the profit after tax for the year 2023 according to the Resolution of the General Meeting of Shareholders No. 01/2024/NQ-ĐHCĐ dated 27/04/2024.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

d. Dividends

According to the Resolution of the 2024 Annual General Meeting of Shareholders No. 01/2024/NQ-DHCD dated 27/04/2024, the dividend distribution plan from the profit for the year 2023 is as follows:

- Cash dividends at a rate of 45% of charter capital (equivalent to VND4,500 per share);
- Stock dividends at a ratio of 10:1.

Accordingly, the Company determined the list of shareholders entitled to receive cash dividends amounting to VND119,534,613,500 on 25/01/2024 and 05/07/2024, with payment to be made on 23/02/2024 and 19/07/2024, respectively. The shareholder list for stock dividends was finalized on 10/07/2024.

26. Off-balance sheet items

	31/12/2024	01/01/2024
Foreign currency (USD)	1,427,496.69	1,927,260.44
Doubtful debts written off	1,199,264,880	1,199,264,880

27. Revenue from sales and service provision

	Year 2024	Year 2023
Revenue from merchandise goods	2,577,128,995,968	2,019,147,678,217
Revenue from finished products	3,780,647,778,942	4,364,579,377,697
Revenue from service provision	22,197,000	473,614,089
Total	<u>6,357,798,971,910</u>	<u>6,384,200,670,003</u>

28. Revenue deductions

	Year 2024	Year 2023
Sales returns	-	2,550,603,801
Total	<u>-</u>	<u>2,550,603,801</u>

29. Cost of goods sold

	Year 2024	Year 2023
Cost of merchandise goods	2,528,015,572,852	1,972,954,072,563
Cost of finished products	3,484,803,324,018	4,003,661,411,729
Total	<u>6,012,818,896,870</u>	<u>5,976,615,484,292</u>

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

30. Financial income

	Year 2024	Year 2023
Interest income from bank deposits and loans	586,319,615	624,024,622
Dividends and profits received	59,478,104,955	82,071,319,495
Foreign exchange gains	38,756,915,194	30,064,669,974
Total	<u>98,821,339,764</u>	<u>112,760,014,091</u>

31. Financial expenses

	Year 2024	Year 2023
Loan interest expenses	88,933,680,770	69,743,091,206
Foreign exchange losses	5,527,597,990	9,323,251,800
Others	21,929,929	-
Total	<u>94,483,208,689</u>	<u>79,066,343,006</u>

32. Selling expenses and administrative expenses

a. Selling expenses

	Year 2024	Year 2023
Staff costs	6,315,742,290	9,616,478,789
Export freight and handling costs	188,200,429,061	200,947,865,578
Other expenses	20,900,652,355	21,997,739,621
Total	<u>215,416,823,706</u>	<u>232,562,083,988</u>

b. Administrative expenses

	Year 2024	Year 2023
Staff costs	14,137,895,431	18,990,564,813
(Reversal of) Provision for doubtful debts	9,521,971,789	1,210,000,000
Others	10,111,041,561	9,862,186,863
Total	<u>33,770,908,781</u>	<u>30,062,751,676</u>

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

33. Other income

	Year 2024	Year 2023
Sales support	111,999,463	410,833,850
Income from the disposal of fixed assets	403,209,428	-
Income from scrap sales	-	65,526,481
Compensation for damaged goods	237,954,984	-
Other income	73,782,612	14,741,267
Total	<u>826,946,487</u>	<u>491,101,598</u>

34. Other expenses

	Year 2024	Year 2023
Late tax payment penalties, tax arrears, and administrative violations	925,850,254	1,135,188,607
Other expenses	408,289,892	196,420,498
Total	<u>1,334,140,146</u>	<u>1,331,609,105</u>

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

35. Current corporate income tax expense

	Year 2024	Year 2023
Accounting profit before tax	99,623,279,969	175,262,909,824
+ <i>Income in tax-exempt areas</i>	49,446,925,609	138,029,153,842
+ <i>Income in areas subject to a 10% tax rate</i>	(1,515,085,874)	(4,865,642,752)
+ <i>Income in areas subject to a 20% tax rate</i>	51,691,440,234	42,099,398,734
Adjustments to arrive at taxable income	10,353,531,457	(32,047,408,807)
- Incremental adjustments	32,925,278,659	22,668,519,024
+ <i>Non-deductible expenses in tax-exempt areas</i>	607,466,190	15,550,532,206
+ <i>Non-deductible expenses in areas subject to a 10% tax rate</i>	9,664,498,227	6,499,315,501
+ <i>Non-deductible expenses in areas subject to a 20% tax rate</i>	22,420,264,728	358,610,472
+ <i>Foreign exchange gains from revaluation of cash balances and receivables from the prior year</i>	233,049,514	260,060,845
+ <i>Foreign exchange losses from revaluation of cash balance and receivables for the current year</i>	-	-
- Decremental adjustments	22,571,747,202	54,715,927,831
+ <i>Dividends and profits received</i>	21,794,582,860	50,399,890,375
+ <i>Foreign exchange gains from revaluation of cash balances and receivables</i>	591,133,856	289,607,392
+ <i>Foreign exchange losses from revaluation of cash balances and receivables from the prior year</i>	186,030,486	4,026,430,064
Total taxable income	109,976,811,426	143,215,501,017
+ <i>Income in tax-exempt areas</i>	49,753,515,660	102,825,788,417
+ <i>Income in areas subject to a 10% tax rate</i>	8,123,811,356	(958,864,171)
+ <i>Income in areas subject to a 20% tax rate</i>	52,099,484,410	41,348,576,771
Corporate income tax payable	11,232,278,018	8,077,942,520
Corporate income tax exempted abroad (*)	7,536,704,419	6,334,285,824
Remaining corporate income tax payable	3,695,573,599	1,743,656,696
Current corporate income tax expense	5,579,858,442	1,746,473,244

Of which:

- <i>Current corporate income tax expense for the period</i>	3,695,573,599	1,743,656,696
- <i>Adjustment of prior period's current corporate income tax expense recognized in the current period</i>	1,884,284,843	2,816,548

(*) This balance represents the corporate income tax reduction on profits from investments in subsidiaries in Laos, as stipulated in Article 1 of Circular No. 96/2015/TT-BTC dated 22/06/2015.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

36. Operating expenses by element

	Year 2024	Year 2023
Materials expenses	3,249,439,301,919	3,492,755,261,254
Labor costs	125,461,381,989	127,240,460,984
Depreciation expenses of fixed assets	87,026,523,260	90,520,902,632
Outsourced services expenses	439,327,193,479	453,494,470,214
Other cash expenses	33,799,014,341	34,947,351,902
Total	<u>3,935,053,414,988</u>	<u>4,198,958,446,986</u>

37. Risk management

a. Capital risk management

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

b. Financial risk management

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

Market risk management: The Company's activities expose it primarily to the financial risks of changes in exchange rates, interest rates, and material prices.

Exchange rate risk management

As the Company engages in importing assets and equipment and exporting finished products and goods denominated in foreign currencies, it is exposed to exchange rate fluctuations. The Company manages this risk through measures such as maintaining an appropriate structure of debts in foreign currency and VND, optimizing the time for settlement of debts, selecting the appropriate time to purchase and make payment in foreign currencies, projecting future exchange rates and optimizing the utilization of existing funds to balance the exchange rate risk and liquidity risk.

Book value of financial instruments denominated in foreign currencies at the year-end is as follows:

	31/12/2024	01/01/2024
	USD	USD
Financial assets		
Cash and cash equivalents	1,427,496.69	1,927,260.44
Trade receivables	6,244,791.46	9,318,491.68
Financial liabilities		
Trade payables	-	40,496.13

Interest rate risk

The Company's interest rate risk mainly derives from floating-rate loans. To mitigate this risk, the Company has estimated the impact of borrowing costs to its periodic business results as well as making analysis and projection to select appropriate time to repay the loans. The Management assesses that the risk of unexpected interest rate fluctuations is low.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

Price risk management

The Company is exposed to risks from fluctuations in input material prices, as it sources supplies domestically, particularly purchasing agricultural products from farmers in raw material regions. The starch market experiences complex price movements, causing raw material prices to fluctuate and affecting farmers' willingness to maintain raw material areas. To manage this risk, the Company develops procurement plans and invests in raw material regions before each production season. Factory Directors are authorized to flexibly adjust purchasing prices by region to ensure reasonable production costs at any given time. Moreover, the Company continuously seeks suppliers offering the lowest possible prices, places bulk orders to secure preferential pricing, and monitors market trends to obtain raw materials at the best possible prices.

Credit risk management

The Company mainly exports goods under sales contracts with foreign partners who open LCs through banks. Domestic sales are mostly to long-term customers with regular transactions. Furthermore, the Company implements various measures to mitigate credit risk, such as regularly monitoring the situation to assess, classify, and rank outstanding debts, and speeding up debt collection.

Liquidity risk management

To ensure the availability of funds to meet present and future financial obligations, the Company manages liquidity risk by regularly monitoring and maintaining sufficient cash reserves, optimizing idle cash flows, making use of credit from customers and counterparties, and controlling maturing liabilities in relative to maturing assets and the amount of funds that can be generated within that period.

The Company's aggregate financial liabilities are categorized in line with their maturity as follows:

31/12/2024	Within 1 year	Over 1 year	Total
Loans and debts	1,543,703,336,435	66,690,500,000	1,610,393,836,435
Trade payables	131,140,232,257	-	131,140,232,257
Accrued expenses	7,669,252,065	-	7,669,252,065
Other payables	7,898,614,950	282,408,300	8,181,023,250
Total	1,690,411,435,707	66,972,908,300	1,757,384,344,007
01/01/2024	Within 1 year	Over 1 year	Total
Loans and debts	1,199,768,180,141	74,465,500,000	1,274,233,680,141
Trade payables	219,102,993,670	-	219,102,993,670
Accrued expenses	6,735,485,456	-	6,735,485,456
Other payables	14,162,964,785	282,408,300	14,445,373,085
Total	1,439,769,624,052	74,747,908,300	1,514,517,532,352

The Management acknowledges that the Company is exposed to liquidity risk but believes it can generate sufficient resources to meet financial obligations as they fall due.

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

The Company's available financial assets are drawn up on a net asset basis as follows:

31/12/2024	Within 1 year	Over 1 year	Total
Cash and cash equivalents	54,399,156,451	-	54,399,156,451
Trade receivables	377,883,259,982	-	377,883,259,982
Loan receivables	6,280,000,000	-	6,280,000,000
Investments	-	506,590,000	506,590,000
Other receivables	96,204,901,425	2,443,252,903	98,648,154,328
Total	534,767,317,858	2,949,842,903	537,717,160,761
01/01/2024	Within 1 year	Over 1 year	Total
Cash and cash equivalents	95,746,943,605	-	95,746,943,605
Trade receivables	429,143,246,737	-	429,143,246,737
Loan receivables	11,090,000,000	-	11,090,000,000
Investments	-	506,590,000	506,590,000
Other receivables	118,291,852,551	3,832,857,108	122,124,709,659
Total	654,272,042,893	4,339,447,108	658,611,490,001

38. Related party disclosures

a. Related parties

	Relationship
Sepone Tapioca Starch Processing Sole Co., Ltd	Subsidiary
Kon Tum Tapioca Starch Co., Ltd	Subsidiary
Dak Nong Tapioca Starch Co., Ltd	Subsidiary
Khanh Duong Dak Lak Trading Co., Ltd	Subsidiary
Eakar Tapioca Starch JSC	Subsidiary
Attapeu Tapioca Starch Processing Sole Co., Ltd	Subsidiary
Taoy Tapioca Starch Processing Sole Co., Ltd	Subsidiary
Pathoumphone Tapioca Starch Processing Sole Co., Ltd	Subsidiary
Tay Nguyen Agricultural Co., Ltd	Associate

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

b. Significant transactions with related parties

	Transactions	Year 2024	Year 2023
Sepone Tapioca Starch Processing Sole Co., Ltd	Purchase of goods	648,702,124,218	379,999,918,578
	Sale of goods	3,191,209,590	20,399,700,006
	Dividends declared	34,861,625,590	31,671,429,120
Kon Tum Tapioca Starch Co., Ltd	Purchase of goods	365,872,925,250	555,261,982,250
	Purchases of supplies	-	201,325,600
	Sale of goods	145,085,000	2,354,895,500
	Repair services	-	86,060,000
	Dividends received	8,541,364,984	15,130,417,972
	Export agency fee	9,597,000	47,737,500
Dak Nong Tapioca Starch Co., Ltd	Purchase of goods	189,509,965,000	140,361,289,450
	Purchases of supplies	4,850,880	-
	Sale of goods	4,910,660,000	58,762,000
	Dividends declared	3,802,094,578	7,157,856,843
Khanh Duong Dak Lak Trading Co., Ltd	Purchase of goods	257,678,552,500	246,733,979,250
	Purchases of supplies	-	426,980,000
	Sale of goods	3,032,342,000	448,900,000
	Dividends declared	5,250,000,000	14,000,000,000
	Export agency fee	7,200,000	12,904,500
Tay Nguyen Agricultural Co., Ltd	Purchase of goods	277,741,338,450	298,754,151,900
	Purchases of supplies	-	213,120,000
	Sale of goods	1,457,120,000	198,221,000
	Dividends declared	1,800,000,000	4,800,000,000
	Late payment interest	-	-
	Export agency fee	-	9,597,000
Eakar Tapioca Starch JSC	Purchase of goods	273,547,325,500	259,653,391,750
	Purchases of supplies	7,178,000	860,860,000
	Sale of goods, disposal of assets	199,878,000	60,000,000
	Dividends declared	2,346,000,000	9,256,500,000
	Export agency fee	5,400,000	8,700,000
	Payment on behalf	81,698,307,718	105,754,837,995
Attapeu Tapioca Starch Processing Sole Co., Ltd	Purchase of goods	453,214,777,291	84,363,837,810
	Sale of goods	947,060,000	29,772,728,577
	Dividends declared	2,821,896,505	-
	Payment on behalf	80,000,998,636	1,154,708,600
Taoy Tapioca Starch Processing Sole C	Purchase of goods	45,905,229,032	-
	Sale of goods	46,150,340,625	-
	Payment on behalf	499,675,000	-
Pathoumphone Tapioca Starch Processing Sole Co., Ltd	Payment on behalf	499,675,000	-

NOTES TO THE FINANCIAL STATEMENTS (cont'd)

(These notes form part of and should be read in conjunction with the accompanying financial statements)

c. Income of the Board of Directors, Supervisory Board, and Management

Full name	Position	Year 2024	Year 2023
Income of Board Members		1,798,047,960	2,679,021,314
- Mr. Vo Van Danh	Chairman	1,234,047,960	1,458,921,314
+ Full-time salary		1,006,047,960	1,016,311,314
+ Remuneration and bonuses		228,000,000	442,610,000
- Mr. Le Tuan Toan	Vice Chairman (until 27/04/2024)	68,000,000	357,300,000
- Mr. Tran Ngoc Hai	Vice Chairman (from 27/04/2024)	152,000,000	303,960,000
- Mr. Dong Van Lap	Member	128,000,000	279,420,000
- Mr. Le Ngoc Hinh	Member	128,000,000	279,420,000
- Mr. Nguyen Duc Thang	Member (from 27/04/2024)	88,000,000	-
Income of the Supervisory Board		336,000,000	726,860,000
- Ms. Bui Thi Nhu Hoa	Chief Supervisor (until 27/04/2024)	80,000,000	393,300,000
- Mr. Pham Van Lam	Chief Supervisor (from 29/04/2024)	120,000,000	187,980,000
- Mr. Lam Duc Chinh	Supervisor (until 27/04/2024)	24,000,000	145,580,000
- Mr. Nguyen Van Thai	Supervisor (from 29/04/2024)	56,000,000	-
- Mr. Nguyen Thanh	Supervisor (from 29/04/2024)	56,000,000	-
Income of the Management		3,132,334,122	3,284,851,367
- Mr. Tran Ngoc Hai	General Director	963,510,339	975,687,731
- Mr. Dong Van Lap	Deputy General Director	736,175,064	774,983,913
- Mr. Le Ngoc Hinh	Deputy General Director	723,956,994	696,584,123
- Mr. Tran Duc Thach	Deputy General Director	708,691,725	837,595,600
Income of the Chief Accountant		681,116,996	714,029,853
- Mr. Pham Quoc Tau		681,116,996	714,029,853

39. Events after the balance sheet date

The Company announced the record date for the first 2024 interim cash dividend (10% of charter capital) on 05/02/2025, with payment starting from 14/02/2025.

Apart from the above, there have been no significant events occurring after the balance sheet date which would require adjustments or disclosures to be made in the financial statements.

40. Corresponding figures

Corresponding figures were taken from the separate financial statements for the year ended 31/12/2023, which were audited by AAC.



Tran Ngoc Hai
General Director

Quang Ngai Province, 25 March 2025

Pham Quoc Tau
Chief Accountant

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