

FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED 31 DECEMBER 2024

**VIET THAI ELECTRIC CABLE
CORPORATION**

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STATEMENT OF THE BOARD OF MANAGEMENT

The Board of Management of Viet Thai Electric Cable Corporation (hereinafter referred to as “the Corporation”) presents this statement together with the Financial Statements for the fiscal year ended 31 December 2024.

Business highlights

Viet Thai Electric Cable Corporation was established from the equitization of a State-owned enterprise (i.e. Viet Thai Enterprise under Vietnam Electric Wire & Cable Company Limited) in accordance with the Decision No. 1689/QĐ-TCCB dated 09 May 2005 of the Minister of Industry (now the Ministry of Industry and Trade). The Corporation has been operating under the Business Registration Certificate No. 3600751476, registered for the first time on 14 September 2005 and amended for the 11th time on 18 July 2024, granted by the Department of Planning and Investment of Dong Nai Province.

On 29 October 2024, the Company’s shares were listed on Hanoi Stock Exchange under the stock code of VTH.

Head office

- Address : Bien Hoa 1 Industrial Park, Road No. 1, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam
- Tel. : +84 (0251) 3 836 158
- Fax : +84 (0251) 3 836 297

Principal business activities of the Corporation as in the Business Registration Certificate are:

- Manufacturing electric wires and cables;
- Acting as sales agents and providing commercial services (except for real estate brokerage, insurance brokerage, auction);
- Wholesaling electric wires and cables, trading supplies, machinery, equipment and spare parts;
- Wholesaling copper, brass, aluminum;
- Manufacturing copper, brass, aluminum.

Board of Directors and Executive Board

The Board of Directors and the Executive Board of the Corporation during the year and as of the date of this statement include:

The Board of Directors

Full name	Position	Appointing/Resigning/Re-appointing date
Mr. Nguyen Duc Tuong	Chairman	Resigned on 15 August 2024
Mr. Tran Van Hung	Vice Chairman	Resigned on 15 August 2024
	Chairman	Appointed on 15 August 2024
Mr. Tran Minh Hiep	Independent Member	Re-appointed on 25 June 2024
Mr. Nguyen Quang Vinh	Independent Member	Resigned on 25 June 2024
Mr. Nguyen Duc Manh	Member	Resigned on 25 June 2024
Ms. Mai Phan Cam Tu	Member	Appointed on 25 June 2024
Mr. Nguyen Hai Ho	Member	Appointed on 25 June 2024

The Audit Committee

Full name	Position	Appointing/Resigning date
Mr. Nguyen Quang Vinh	Chairman	Resigned on 25 June 2024
Mr. Tran Minh Hiep	Member	Resigned on 25 June 2024
	Chairman	Appointed on 25 June 2024

The Board of Management

Full name	Position	Appointing/Resigning date
Mr. Nguyen Duc Manh	Chief Executive Officer	Resigned on 25 June 2024
Ms. Mai Phan Cam Tu	Deputy Chief Executive Officer	Resigned on 25 June 2024
	Chief Executive Officer	Appointed on 25 June 2024



VIET THAI ELECTRIC CABLE CORPORATION
STATEMENT OF THE BOARD OF DIRECTORS (cont.)

Legal Representative

The Corporation's legal representatives during the year and as of the date of this statement are as follows:

Full name	Position	Appointing/Resigning date
Mr. Nguyen Duc Tuong	Chairman	Resigned on 25 June 2024
Ms. Mai Phan Cam Tu	Chief Executive Officer	Appointed on 25 June 2024

Auditors

A&C Auditing and Consulting Co., Ltd. has been appointed to perform the audit on the Corporation's Financial Statements for the fiscal year ended 31 December 2024.

Responsibilities of the Board of Management

The Board of Management of the Corporation is responsible for the preparation of the Financial Statements to give a true and fair view of the financial position, the financial performance and the cash flows of the Corporation during the year. In order to prepare these Financial Statements, the Board of Management must:

- select appropriate accounting policies and apply them consistently;
- make judgments and estimates reasonably and prudently;
- state clearly whether the accounting standards applied to the Corporation are followed or not, and all the material differences from these standards are disclosed and explained in the Financial Statements;
- prepare the Financial Statements of the Corporation on the going-concern basis, except for the cases that the going-concern assumption is considered inappropriate;
- design and implement effectively the internal control system to minimize the risks of material misstatements due to frauds or errors in the preparation and presentation of the Financial Statements.

The Board of Management hereby ensures that all the proper accounting books of the Corporation have been fully recorded and can fairly reflect the financial position of the Corporation at any time, and that all the accounting books have been prepared in compliance with the applicable Accounting System. The Board of Directors is also responsible for managing the Corporation's assets and consequently has taken appropriate measures to prevent and detect frauds and other irregularities.

The Board of Management hereby commits to the compliance with the aforementioned requirements in preparation of the Financial Statements.

Approval of the Financial Statements

The Board of Management hereby approves the accompanying Financial Statements, which give a true and fair view of the financial position as of 31 December 2024 of the Corporation, its financial performance and its cash flows for the fiscal year then ended, in conformity with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of the Financial Statements.

For and on behalf of the Board of Management,



Mai Phan Cam Tu
Chief Executive Officer

Date: 24 March 2025

No. 1.0550/25/TC-AC

INDEPENDENT AUDITOR'S REPORT

**To: THE SHAREHOLDERS, THE BOARD OF DIRECTORS AND THE BOARD OF MANAGEMENT
VIET THAI ELECTRIC CABLE CORPORATION**

We have audited the accompanying Financial Statements of Viet Thai Electric Cable Corporation (hereinafter referred to as "the Corporation"), which were prepared on 24 March 2025 (from page 5 to page 33), including the Balance Sheet as of 31 December 2024, the Income Statement, the Cash Flow Statement for the fiscal year then ended and the Notes to the Financial Statements.

Responsibility of the Board of Management

The Corporation's Board of Management is responsible for the preparation, true and fair presentation of the Financial Statements in accordance with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of the Financial Statements; and responsible for the internal control as the Corporation's Board of Management determines necessary to enable the preparation and presentation of the Financial Statements to be free from material misstatement due to fraud or error.

Responsibility of Auditors

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 standards and 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 auditor's judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Corporation's preparation and true 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 Corporation's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Corporation's Board of Management, as well as evaluating the overall presentation of the Financial Statements.

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

Opinion of Auditors

In our opinion, the Financial Statements give a true and fair view, in all material respects, of the financial position as of 31 December 2024 of Viet Thai Electric Cable Corporation, its financial performance and its cash flows for the fiscal year then ended, in conformity with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of the Financial Statements.

For and on behalf of
A&C Auditing and Consulting Co., Ltd.



Hoang Thai Vuong
Partner

Audit Practice Registration Certificate No. 2129-2023-008-1

Authorized Signatory


Phan Cao Huyen
Auditor

Audit Practice Registration Certificate No. 3523-2021-008-1

Ho Chi Minh City 24 March 2025

VIET THAI ELECTRIC CABLE CORPORATION

Address: Bien Hoa 1 Industrial Park, Road No. 1, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam

FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

BALANCE SHEET

As of 31 December 2024

Unit: VND

ITEMS	Code	Note	Ending balance	Beginning balance
A - CURRENT ASSETS	100		398.561.244.430	259.163.050.959
I. Cash and cash equivalents	110	V.1	14.903.058.723	8.778.054.977
1. Cash	111		4.405.915.118	728.054.977
2. Cash equivalents	112		10.497.143.605	8.050.000.000
II. Short-term financial investments	120		41.490.000.000	2.140.000.000
1. Trading securities	121		-	-
2. Provisions for devaluation of trading securities	122		-	-
3. Held-to-maturity investments	123	V.2	41.490.000.000	2.140.000.000
III. Short-term receivables	130		103.338.081.517	89.243.152.818
1. Short-term trade receivables	131	V.3	99.423.613.764	75.858.127.943
2. Short-term prepayments to suppliers	132	V.4	5.109.187.507	2.524.562.449
3. Short-term inter-company receivables	133		-	-
4. Receivables according to the progress of construction contract	134		-	-
5. Receivables for short-term loans	135		-	-
6. Other short-term receivables	136	V.5a	2.074.907.335	13.830.089.515
7. Allowance for short-term doubtful debts	137	V.6	(3.269.627.089)	(2.969.627.089)
8. Deficit assets for treatment	139		-	-
IV. Inventories	140	V.7	235.196.798.172	157.641.886.372
1. Inventories	141		235.196.798.172	157.641.886.372
2. Allowance for devaluation of inventories	149		-	-
V. Other current assets	150		3.633.306.018	1.359.956.792
1. Short-term prepaid expenses	151	V.8a	1.354.244.309	1.359.956.792
2. Deductible VAT	152		2.279.061.709	-
3. Taxes and other receivables from the State	153		-	-
4. Trading Government bonds	154		-	-
5. Other current assets	155		-	-

VIET THAI ELECTRIC CABLE CORPORATION

Address: Bien Hoa 1 Industrial Park, Road No. 1, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam

FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
B- NON-CURRENT ASSETS	200		110.632.286.149	91.843.675.385
I. Long-term receivables	210		247.000.000	472.640.800
1. Long-term trade receivables	211		-	-
2. Long-term prepayments to suppliers	212		-	-
3. Working capital in affiliates	213		-	-
4. Long-term inter-company receivables	214		-	-
5. Receivables for long-term loans	215		-	-
6. Other long-term receivables	216	V.5b	247.000.000	472.640.800
7. Allowance for long-term doubtful debts	219		-	-
II. Fixed assets	220		68.934.569.603	59.877.974.185
1. Tangible fixed assets	221	V.9	64.406.610.563	56.273.426.193
- Historical cost	222		144.346.015.087	128.148.335.400
- Accumulated depreciation	223		(79.939.404.524)	(71.874.909.207)
2. Financial leased assets	224	V.10	4.259.209.052	3.282.048.000
- Historical cost	225		4.483.377.950	4.102.560.000
- Accumulated depreciation	226		(224.168.898)	(820.512.000)
3. Intangible fixed assets	227	V.11	268.749.988	322.499.992
- Initial cost	228		430.000.000	430.000.000
- Accumulated amortization	229		(161.250.012)	(107.500.008)
III. Investment property	230		-	-
- Historical costs	231		-	-
- Accumulated depreciation	232		-	-
IV. Long-term assets in process	240		23.415.185.993	20.038.000.561
1. Long-term work in process	241		-	-
2. Construction-in-progress	242	V.12	23.415.185.993	20.038.000.561
V. Long-term financial investments	250		-	-
1. Investments in subsidiaries	251		-	-
2. Investments in joint ventures and associates	252		-	-
3. Investments in other entities	253		-	-
4. Provisions for devaluation of long-term financial investments	254		-	-
5. Held-to-maturity investments	255		-	-
VI. Other non-current assets	260		18.035.530.553	11.455.059.839
1. Long-term prepaid expenses	261	V.8b	18.035.530.553	11.455.059.839
2. Deferred income tax assets	262		-	-
3. Long-term components and spare parts	263		-	-
4. Other non-current assets	268		-	-
TOTAL ASSETS	270		509.193.530.579	351.006.726.344

VIET THAI ELECTRIC CABLE CORPORATION

Address: Bien Hoa 1 Industrial Park, Road No. 1, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam

FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
C - LIABILITIES	300		411.489.401.429	262.518.503.211
I. Current liabilities	310		388.996.039.160	245.393.048.912
1. Short-term trade payables	311	V.13	106.832.274.119	62.801.411.764
2. Short-term advances from customers	312	V.14	12.979.204.355	9.121.614.051
3. Taxes and other obligations to the State Budget	313	V.15	1.167.373.344	1.734.623.921
4. Payables to employees	314	V.16	3.391.460.516	2.173.524.225
5. Short-term accrued expenses	315	V.17	1.930.815.214	4.214.664.628
6. Short-term inter-company payables	316		-	-
7. Payables according to the progress of construction contracts	317		-	-
8. Short-term unearned revenue	318		-	-
9. Other short-term payables	319	V.18	1.550.972.551	535.333.200
10. Short-term borrowings and financial leases	320	V.19a	261.132.449.313	164.800.387.375
11. Provisions for short-term payables	321		-	-
12. Bonus and welfare funds	322		11.489.748	11.489.748
13. Price stabilization fund	323		-	-
14. Trading Government bonds	324		-	-
II. Non-current liabilities	330		22.493.362.269	17.125.454.299
1. Long-term trade payables	331		-	-
2. Long-term advances from customers	332		-	-
3. Long-term accrued expenses	333		-	-
4. Inter-company payables for working capital	334		-	-
5. Long-term inter-company payables	335		-	-
6. Long-term unearned revenue	336		-	-
7. Other long-term payables	337		-	-
8. Long-term borrowings and financial leases	338	V.19b	22.493.362.269	17.125.454.299
9. Convertible bonds	339		-	-
10. Preferred shares	340		-	-
11. Deferred income tax liability	341		-	-
12. Provisions for long-term payables	342		-	-
13. Science and technology development fund	343		-	-

VIET THAI ELECTRIC CABLE CORPORATION

Address: Bien Hoa 1 Industrial Park, Road No. 1, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam

FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

Balance Sheet (cont.)

ITEMS	Code	Note	Ending balance	Beginning balance
D - OWNER'S EQUITY	400		97.704.129.150	88.488.223.133
I. Owner's equity	410		97.704.129.150	88.488.223.133
1. Owner's capital	411	V.20	78.999.890.000	78.999.890.000
- Ordinary shares carrying voting rights	411a		78.999.890.000	78.999.890.000
- Preferred shares	411b		-	-
2. Share premiums	412		-	-
3. Bond conversion options	413		-	-
4. Other sources of capital	414		-	-
5. Treasury stocks	415		-	-
6. Differences on asset revaluation	416		-	-
7. Foreign exchange differences	417		-	-
8. Investment and development fund	418		-	-
9. Business arrangement supporting fund	419		-	-
10. Other funds	420	V.20	27.840.677	27.840.677
11. Retained earnings	421	V.20	18.676.398.473	9.460.492.456
- Retained earnings accumulated to the end of the previous period	421a		9.460.492.456	9.460.492.456
- Retained earnings of the current period	421b		9.215.906.017	-
12. Construction investment fund	422		-	-
II. Other sources and funds	430		-	-
1. Sources of expenditure	431		-	-
2. Fund to form fixed assets	432		-	-
TOTAL LIABILITIES AND OWNER'S EQUITY	440		509.193.530.579	351.006.726.344



Bach Thi Minh Thu
Chief Accountant/Preparer



Dong Nai, 24 March 2025

Mai Phan Cam Tu
Chief Executive Officer

VIET THAI ELECTRIC CABLE CORPORATION

Address: Bien Hoa 1 Industrial Park, Road No. 1, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam

FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

INCOME STATEMENT

For the fiscal year ended 31 December 2024

Unit: VND

ITEMS	Code	Note	Current year	Previous year
1. Revenue from sales of goods and provisions of services	01	VI.1	762.822.937.964	509.281.515.716
2. Revenue deductions	02	VI.2	6.017.035.910	310.593.600
3. Net revenue	10		756.805.902.054	508.970.922.116
4. Cost of sales	11	VI.3	683.928.493.076	441.739.050.524
5. Gross profit	20		72.877.408.978	67.231.871.592
6. Financial income	21	VI.4	572.607.152	477.237.031
7. Financial expenses	22	VI.5	16.175.246.856	14.411.731.576
In which: Loan interest expenses	23		15.452.427.989	12.516.271.260
8. Selling expenses	25	VI.6	33.978.120.649	31.650.810.431
9. General and administration expenses	26	VI.7	11.093.088.759	12.586.047.275
10. Net operating profit	30		12.203.559.866	9.060.519.341
11. Other income	31	VI.8	43.217.757	4.890.254
12. Other expenses	32	VI.9	277.266.608	765.968.052
13. Other profit/(loss)	40		(234.048.851)	(761.077.798)
14. Total accounting profit before tax	50		11.969.511.015	8.299.441.543
15. Current income tax	51	V.15	2.753.604.998	1.663.534.182
16. Deferred income tax	52		-	-
17. Profit after tax	60		<u>9.215.906.017</u>	<u>6.635.907.361</u>
18. Basic earnings per share	70	VI.10	<u>1.167</u>	<u>840</u>
19. Diluted earnings per share	71	VI.10	<u>1.167</u>	<u>840</u>



Bach Thi Minh Thu
Chief Accountant/Preparer



Dong Nai, 24 March 2025

Mai Phan Cam Tu
Chief Executive Officer

VIET THAI ELECTRIC CABLE CORPORATION

Address: Bien Hoa 1 Industrial Park, Road No. 1, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam

FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

CASH FLOW STATEMENT

(Indirect method)

For the fiscal year ended 31 December 2024

Unit: VND

ITEMS	Code	Note	Current year	Previous year
I. Cash flows from operating activities				
1. Profit before tax	01		11.969.511.015	8.299.441.543
2. Adjustments				
- Depreciation/Amortization of fixed assets and investment properties	02	V.9, V.10, V.11	7.521.902.219	6.480.786.180
- Provisions and allowances	03	V.6	300.000.000	2.298.540.469
- Exchange gain/(loss) due to revaluation of monetary items in foreign currencies	04	VI.5	261.586.930	1.071.232.501
- Gain/(loss) from investing activities	05	VI.4	(418.670.762)	(91.453.972)
- Interest expenses	06	VI.5	15.452.427.989	12.516.271.260
- Others	07		-	-
3. Operating profit before changes of working capital	08		35.086.757.391	30.574.817.981
- Increase/(decrease) of receivables	09		(16.448.349.608)	(1.823.051.674)
- Increase/(decrease) of inventories	10		(77.554.911.800)	(69.335.808.295)
- Increase/(decrease) of payables	11		66.031.420.273	15.258.004.635
- Increase/(decrease) of prepaid expenses	12		(6.574.758.231)	(2.270.100.674)
- Increase/(decrease) of trading securities	13		-	-
- Interests paid	14	V.17, VI.5	(15.446.472.989)	(13.353.761.343)
- Corporate income tax paid	15	V.15	(3.213.534.182)	(461.216.587)
- Other cash inflows	16		-	-
- Other cash outflows	17		-	-
Net cash flows from operating activities	20		(18.119.849.146)	(41.411.115.957)
II. Cash flows from investing activities				
1. Purchases and construction of fixed assets and other non-current assets	21	V.9, V.12, VII	(36.940.248.578)	(19.454.762.619)
2. Proceeds from disposals of fixed assets and other non-current assets	22		-	-
3. Cash outflow for lending, buying debt instruments of other entities	23	V.2	(39.350.000.000)	(2.140.000.000)
4. Cash recovered from lending, selling debt instruments of other entities	24		-	-
5. Investments in other entities	25		-	-
6. Withdrawals of investments in other entities	26		-	-
7. Interest earned, dividends and profits received	27	VI.4	418.670.762	91.453.972
Net cash flows from investing activities	30		(75.871.577.816)	(21.503.308.647)

VIET THAI ELECTRIC CABLE CORPORATION

Address: Bien Hoa 1 Industrial Park, Road No. 1, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam

FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

Cash Flow Statement (cont.)

ITEMS	Code	Note	Current year	Previous year
III. Cash flows from financing activities				
1. Proceeds from issuing stocks and capital contributions from owners	31		-	-
2. Repayment for capital contributions and re-purchases of stocks already issued	32		-	-
3. Proceeds from borrowings	33	V.19	673.401.800.768	441.682.334.947
4. Repayment for loan principal	34	V.19	(571.942.580.920)	(375.401.853.490)
5. Payments for financial leased assets	35	V.19	(1.342.789.140)	(1.235.985.520)
6. Dividends and profit paid to the owners	36		-	(12.137.500)
<i>Net cash flows from financing activities</i>	<i>40</i>		<u><u>100.116.430.708</u></u>	<u><u>65.032.358.437</u></u>
Net cash flows during the year	50		6.125.003.746	2.117.933.833
Beginning cash and cash equivalents	60	V.1	8.778.054.977	6.660.121.144
Effects of fluctuations in foreign exchange rates	61		-	-
Ending cash and cash equivalents	70	V.1	<u><u>14.903.058.723</u></u>	<u><u>8.778.054.977</u></u>



Bach Thi Minh Thu
Chief Accountant/Preparer



Dong Nai, 24 March 2025

Mai Phan Cam Tu
Chief Executive Officer

VIET THAI ELECTRIC CABLE CORPORATION

Address: Bien Hoa 1 Industrial Park, Road No. 1, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam

FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

NOTES TO THE FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

I. GENERAL INFORMATION

1. Ownership form

Viet Thai Electric Cable Corporation (hereinafter referred to as “the Corporation”) is a joint stock company.

2. Operating field

The Corporation operates in many different fields.

3. Principal business activities

Principal business activities of the Corporation are producing and trading copper, brass, aluminum, electric wires and cables, trading materials and equipment and acting as sales agent.

4. Normal operating cycle

The normal operating cycle of the Corporation is within 12 months.

5. Statement of information comparability on the Financial Statements

The corresponding figures in the previous year can be comparable with figures in the current year.

6. Headcount

As of the balance sheet date, the Corporation’s headcount is 127 (headcount at the beginning of the year: 124).

II. FISCAL YEAR AND ACCOUNTING CURRENCY

1. Fiscal year

The fiscal year of the Corporation is from 01 January to 31 December annually.

2. Accounting currency unit

The accounting currency unit is Vietnamese Dong (VND) since the Corporation’s transactions are primarily made in VND.

III. ACCOUNTING STANDARDS AND SYSTEM

1. Accounting System

The Corporation applies the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014, the Circular No. 53/2016/TT-BTC dated 21 March 2016 and other Circulars guiding the implementation of Vietnamese Accounting Standards of the Ministry of Finance in preparation and presentation of the Financial Statements.

2. Statement of the compliance with the Accounting Standards and System

The Board of Management ensures to follow all the requirements of the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014, the Circular No. 53/2016/TT-BTC dated 21 March 2016 as well as other Circulars guiding the implementation of Vietnamese Accounting Standards of the Ministry of Finance in preparation and presentation of the Financial Statements.

VIET THAI ELECTRIC CABLE CORPORATION

Address: Bien Hoa 1 Industrial Park, Road No. 1, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam

FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

Notes to the Financial Statements (cont.)

IV. ACCOUNTING POLICIES

1. Accounting convention

All the Financial Statements are prepared on the accrual basis (except for the information related to cash flows).

2. Foreign currency transactions

Transactions in foreign currencies are converted at the actual exchange rates ruling as of the transaction dates. The ending balances of monetary items in foreign currencies are converted at the actual exchange rates ruling as of the balance sheet date.

Foreign exchange differences arisen from foreign currency transactions during the year shall be included into financial income or financial expenses. Foreign exchange differences due to the revaluation of ending balances of the monetary items in foreign currencies after offsetting their positive differences against negative differences shall be included into financial income or financial expenses.

The exchange rate used to convert foreign currency transactions is the actual exchange rate ruling as at the time of these transactions. The actual exchange rates applied to foreign currency transactions are as follows:

- For the foreign currency trading contract (including spot contract, forward contract, future contract, option contract, currency swap): the exchange rate stipulated in the contracts of trading foreign currency between the Corporation and the Bank.
- For capital contribution made or received: the buying rate of the bank where the Corporation opens its account to receive capital contributed from investors as of the date of capital contribution.
- For receivables: the buying rate ruling as at the time of transaction of the commercial bank where the Corporation designates the customers to make payments.
- For payables: the selling rate ruling as at the time of transaction of the commercial bank where the Corporation supposes to make payments.
- For acquisition of assets or immediate payments in foreign currency (not included into payable accounts): the buying rate of the commercial bank where the Corporation makes payments.

The exchange rates used to re-evaluate the ending balances of monetary items in foreign currencies are determined according to the following principles:

- For foreign currency deposits: the buying rate of the bank where the Corporation opens its foreign currency account.
- For monetary items in foreign currencies classified as other assets: the buying rate of Military Commercial Joint Stock Bank (MBBank) – Transaction Center 2 Branch, where the Corporation frequently conducts transactions.
- For monetary items in foreign currencies classified as liabilities: the selling rate of Military Commercial Joint Stock Bank (MBBank) – Transaction Center 2 Branch, where the Corporation frequently conducts transactions.

3. Cash and cash equivalents

Cash includes cash on hand and demand deposits. Cash equivalents are short-term investments of which the due dates do not exceed 3 months from the dates of the investments that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value as of the balance sheet date.

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4. Held-to-maturity investments

Investments are classified as held-to-maturity investments that the Corporation intends and is able to hold to maturity. Held-to-maturity investments of the Corporation include term deposits.

Held-to-maturity investments are initially recognized at cost including the purchase costs and other transaction costs. After initial recognition, these investments are recorded at recoverable value. Interest from these held-to-maturity investments after acquisition date is recognized in the profit or loss on the basis of the interest income to be received. Interest arising prior to the Corporation's acquisition of held-to-maturity investments is deducted to the costs as at the acquisition time.

When there are reliable evidences proving that a part or the whole investment cannot be recovered and the loss is reliably determined, the loss is recognized as financial expenses during the year while the investment value is derecognized.

5. Receivables

Receivables are recognized at the carrying amounts less allowances for doubtful debts.

The classification of receivables as trade receivables and other receivables is made according to the following principles:

- Trade receivables reflect receivables concerning the commercial nature arising from purchase and sale transactions between the Corporation and customers who are independent to the Corporation.
- Other receivables reflect receivables not concerning the commercial nature and irrelevant to purchase and sale transactions.

Allowance is made for each doubtful debt on the basis of the ages of debts or estimated loss as follows:

- As for overdue debts:
 - 30% of the value of debts overdue between 6 months and less than 1 year.
 - 50% of the value of debts overdue between 1 year and less than 2 years.
 - 70% of the value of debts overdue between 2 years and less than 3 years.
 - 100% of the value of debts overdue more than 3 years.
- As for doubtful debts: Allowance is made on the basis of the estimated loss.

Increases/decreases in the obligatory allowance for doubtful debts as of the balance sheet date are recorded into general and administration expenses.

6. Inventories

Inventories are recognized at the lower of cost or net realizable value.

Costs of inventories are determined as follows:

- For materials and merchandise: Costs comprise costs of purchases and other directly relevant costs incurred in bringing the inventories to their present location and conditions.
- For finished goods: Costs comprise costs of materials, direct labor and directly relevant general manufacturing expenses allocated on the basis of normal operations.
- Work-in-process: Costs comprise costs of main materials, labor and other directly relevant expenses.

Stock-out-costs are determined in accordance with the weighted average method and recorded in line with the perpetual method.

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

Allowance for devaluation of inventories is recognized for each type of inventories when their costs are higher than their net realizable values. Increases/decreases in the obligatory allowance for devaluation of inventories as of the balance sheet date are recorded into costs of sales.

7. Prepaid expenses

Prepaid expenses comprise actual expenses incurred and relevant to financial performance in several accounting periods. Prepaid expenses of the Corporation mainly include expenses of tools, insurance premiums and repair expenses. These prepaid expenses are allocated over the prepayment period or period in which corresponding benefits are realized.

Tools

Expenses of tools being put into use are allocated into costs in accordance with the straight-line method for the maximum period of 2 years.

Insurance premiums

Insurance premiums are allocated into costs in accordance with the straight-line method over the term of the insurance policy.

Repair expenses

Repair expenses incurred once with high value are allocated into costs in accordance with the straight-line method for the maximum period of 3 years.

8. Operating leased assets

A lease is classified as an operating lease if it transfers substantially all the risks and rewards incident to ownership belonging to the lessor. The lease expenses are allocated in the Company's operation costs in accordance with the straight-line method over the lease term and do not depend on the method of lease payment.

9. Tangible fixed assets

Tangible fixed assets are determined by their historical costs less accumulated depreciation. Historical costs of tangible fixed assets include all the expenses paid by the Corporation to bring the asset to its working condition for its intended use. Other expenses arising subsequent to initial recognition are included into historical costs of fixed assets only if it can be clearly demonstrated that the expenditure has resulted in future economic benefits expected to be obtained from the use of these assets. Those which do not meet the above conditions will be recorded into operation costs during the year.

When a tangible fixed asset is sold or disposed, its historical cost and accumulated depreciation are written off, then any gain or loss arising from such disposal is included in the income or the expenses during the year.

Tangible fixed assets are depreciated in accordance with the straight-line method over their estimated useful lives. The depreciation years applied are as follows:

<u>Fixed assets</u>	<u>Years</u>
Buildings and structures	03 - 32
Machinery and equipment	03 - 15
Vehicles	05 - 10
Office equipment	03 - 07

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10. Financial leased assets

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incident to ownership belonging to the lessee. Financial leased assets are determined by their historical costs less accumulated depreciation. Historical cost is the lower cost of the fair value of the leased asset at commencement of the lease term and the present value of the minimum lease payments. Discount rate used to calculate the present value of the minimum lease payments is the interest rate implicit in the lease or else mentioned in the lease. If the interest rate implicit in the lease cannot be determined, the incremental borrowing rate at commencement of the lease term will be applied.

Financial leased assets are depreciated in accordance with the straight-line method over their estimated useful lives. If there is no reasonable certainty that the Company will obtain ownership at the end of the lease, the fixed asset shall be depreciated over the shorter of the lease term and the estimated useful life of the asset. The depreciation years of machinery and equipment are 15 years.

11. Intangible fixed assets

Intangible fixed assets are determined by their initial costs less accumulated amortization.

Initial costs of intangible fixed assets include all the costs paid by the Corporation to bring the asset to its working condition for its intended use. Other costs relevant to intangible fixed assets arising subsequent to initial recognition are included into operation costs during the period only if these costs are associated with a specific intangible fixed asset and result in future economic benefits expected to be obtained from the use of these assets.

When an intangible fixed asset is sold or disposed, its initial costs and accumulated amortization are written off, then any gain or loss arising from such disposal is included in the income or the expenses during the year.

The Corporation's intangible fixed asset only includes computer software.

Expenses attributable to computer software, which is not a part associated with the relevant hardware, will be capitalized. Costs of computer software include all the expenses paid by the Corporation until the date the software is put into use. Computer software is amortized in accordance with the straight-line method in 8 years.

12. Construction-in-progress

Construction-in-progress reflects the expenses (including relevant loan interest expenses following the accounting policies of the Corporation) directly attributable to assets under construction, machinery and equipment under installation for purposes of production, leasing and management as well as the repair of fixed assets in progress. These assets are recorded at historical costs and not depreciated.

13. Payables and accrued expenses

Payables and accrued expenses are recorded for the amounts payable in the future associated with the goods and services received. Accrued expenses are recorded based on reasonable estimates for the amounts payable.

The classification of payables as trade payables, accrued expenses and other payables is made on the basis of following principles:

- Trade payables reflect payables of commercial nature arising from the purchase of goods, services, or assets, of which the seller is an independent entity with the Corporation.
- Accrued expenses reflect expenses for goods, services received from suppliers or supplied to customers but have not been paid, invoiced or lack of accounting records and supporting documents; pay on leave payable to employees; and accrual of operation expenses.

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- Other payables reflect payables of non-commercial nature and irrelevant to purchase, sales of goods or provisions of services.

The payables and accrued expenses are classified as short-term and long-term items in the Balance Sheet on the basis of their remaining term as of the balance sheet date.

14. Owner's capital

The owner's capital is recorded according to the actual amounts invested by shareholders.

15. Profit distribution

Profit after corporate income tax is distributed to the shareholders after appropriation for funds under the Charter of the Corporation as well as legal regulations and approved by the General Meeting of Shareholders.

The distribution of profit to the shareholders is made with consideration toward non-cash items in the retained earnings that may affect cash flows and payment of dividends such as profit due to revaluation of assets contributed as investment capital, profit due to revaluation of monetary items, financial instruments and other non-cash items.

Dividends are recorded as payables upon approval of the General Meeting of Shareholders and upon notification of dividend payment of the Board of Management.

16. Recognition of revenue and income

Revenue from sales of merchandise, finished goods

Revenue from sales of merchandise, finished goods shall be recognized when all of the following conditions are satisfied:

- The Corporation transfers most of risks and benefits incident to the ownership of products or merchandise to customers.
- The Corporation retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the merchandise, products sold.
- The amount of sales can be measured reliably. Where the contracts stipulate that buyers have the right to return products, merchandise purchased under specific conditions, sales are recorded only when those specific conditions are no longer exist and buyers retains no right to return products, merchandise (except for the case that such returns are in exchange for other goods or services).
- The Corporation received or shall probably receive the economic benefits associated with sale transactions.
- The cost incurred or to be incurred in respect of the sale transaction can be measured reliably.

Revenue from processing service

Revenue from processing materials, goods are the actual amount of processing fees, exclusive of the value of materials and goods.

Interest

Interest is recorded, based on the term and the actual interest rate applied in each particular period.

17. Revenue deductions

Revenue deductions only include sales returns incurred in the same period of providing merchandise in which revenues are derecognized.

In case of merchandise provided in the previous years but sales returns incurred in the current year, revenues are derecognized as follows:

- If sales returns incur prior to the release of the Financial Statements, revenues are derecognized on the Financial Statements of the current year.
- If sales returns incur after the release of the Financial Statements, revenues are derecognized on the Financial Statements of the following year.

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18. Borrowing costs

Borrowing costs are interests and other costs that the Company directly incurs in connection with the borrowing.

Borrowing costs are recorded as an expense when it is incurred. In case the borrowing costs are directly attributable to the construction or the production of an asset in progress, which takes a substantial period of time (over 12 months) to get ready for intended use or sales of the asset, these costs will be included in the cost of that asset. To the extent that the borrowings are especially for the purpose of construction of fixed assets and investment properties, the borrowing cost is eligible for capitalization even if construction period is under 12 months. Incomes arisen from provisional investments as loans are recognized as a decrease in the costs of relevant assets.

In the event that general borrowings are partly used for the acquisition, construction or production of an asset in progress, the costs eligible for capitalization will be determined by applying the capitalization rate to average accumulated expenditure on construction or production of that asset. The capitalization rate is computed at the weighted average interest rate of the borrowings not yet paid during the year, except for particular borrowings serving the purpose of obtaining a specific asset.

19. Expenses

Expenses are those that result in outflows of the Corporation's economic benefits and are recorded at the time of transactions or when incurrence of the transaction is reliable regardless of whether payment for expenses is made or not.

Expenses and their corresponding revenues are simultaneously recognized in accordance with matching principle. In the event that matching principle conflicts with prudence principle, expenses are recognized based on the nature and regulations of accounting standards in order to guarantee that transactions can be fairly and truly reflected.

20. Corporate income tax

Corporate income tax includes current income tax and deferred income tax.

Current income tax

Current income tax is the tax amount computed based on the taxable income. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures, non-deductible expenses as well as those of non-taxable income and losses brought forward.

Deferred income tax

Deferred income tax is the amount of corporate income tax payable or refundable due to temporary differences between book values of assets and liabilities serving the preparation of the Financial Statements and the values for tax purposes. Deferred income tax liabilities are recognized for all the temporary taxable differences. Deferred income tax assets are recorded only when there is an assurance on the availability of taxable income in the future against which the temporarily deductible differences can be used.

Carrying values of deferred corporate income tax assets are considered as of the balance sheet date and will be reduced to the rate that ensures enough taxable income against which the benefits from part of or all of the deferred income tax can be used. Deferred corporate income tax assets, which have not been recorded before, are considered as of the balance sheet date and are recorded when there is certainly enough taxable income to use these unrecognized deferred corporate income tax assets.

Deferred income tax assets and deferred income tax liabilities are determined at the estimated rate to be applied in the year when the assets are recovered or the liabilities are settled based on the effective tax rates as of the balance sheet date. Deferred income tax is recognized in the Income Statement. In the case that deferred income tax is related to the items of the owner's equity, corporate income tax will be included in the owner's equity.

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The Corporation shall offset deferred tax assets and deferred tax liabilities if:

- The Corporation has the legal right to offset current income tax assets against current income tax liabilities; and
- Deferred income tax assets and deferred income tax liabilities are relevant to corporate income tax which is under the management of one tax authority either:
 - Of the same subject to corporate income tax; or
 - The Corporation has intention to pay current income tax liabilities and current income tax assets on a net basis or recover tax assets and settle tax liability simultaneously in each future period to the extent that the majority of deferred income tax liabilities or deferred income tax assets are paid or recovered.

21. Related parties

A party is considered a related party of the Corporation in case that party is able to control the Corporation or to cause material effects on the financial decisions as well as the operations of the Corporation. A party is also considered a related party of the Corporation in case that party is under the same control or is subject to the same material effects.

Considering the relationship of related parties, the nature of relationship is focused more than its legal form.

22. Segment reporting

A business segment is a distinguishable component of the Corporation that is engaged in manufacturing or providing products or services and that is subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component of the Corporation that is engaged in manufacturing or providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments.

The segment information is prepared and presented in conformity with the accounting policies applicable to the preparation and presentation of the Financial Statements of the Corporation.

V. ADDITIONAL INFORMATION ON THE ITEMS OF THE BALANCE SHEET

1. Cash and cash equivalents

	<u>Ending balance</u>	<u>Beginning balance</u>
Cash on hand	489.992.112	53.238.458
Demand deposit in bank	3.915.923.006	674.816.519
Cash equivalents (Bank deposits of which the principal maturity is from or under 3 months) (i)	<u>10.497.143.605</u>	<u>8.050.000.000</u>
Total	<u><u>14.903.058.723</u></u>	<u><u>8.778.054.977</u></u>

- (i) The entire term deposit of VND 10,497,143,605 at MBBank - Transaction Center 2 Branch has been used to secure the loan from this bank (see Note No. V.19a).

2. Held-to-maturity investments

This item reflects the deposit of which the principal maturity is from more than 3 months to 12 months.

All term deposits at VPBank, Vietcombank – Ho Chi Minh City Branch and MBBank – Transaction Center 2 Branch for the respective amounts of VND 7,980,000,000, VND 7,000,000,000 and VND 18,320,000,000 have been used to secure the loans from these banks (see Note No. V.19a).

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3. Short-term trade receivables

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Receivables from related parties</i>	9.159.710.830	9.530.977.984
Ductuong Group Joint Stock Company	2.961.660.484	9.530.977.984
Ductuong Group Joint Stock Company – Da Nang Branch	928.980.674	-
Ductuong Group Joint Stock Company – Ho Chi Minh City Branch	5.269.069.672	-
<i>Receivables from other customers</i>	90.263.902.934	66.327.149.959
Hoang Duong Electrical Testing - Design Consulting Co., Ltd.	217.309.160	8.921.179.354
HCM Mechanical and Electrical Trading Company Limited	20.886.556.432	3.634.937.731
Other customers	69.160.037.342	53.771.032.874
Total	99.423.613.764	75.858.127.943

All receivables have been mortgaged to secure the Corporation's loans from MBBank – Transaction Center 2 Branch and VPBank (see Note No. V.19a).

4. Short-term prepayments to suppliers

	<u>Ending balance</u>	<u>Beginning balance</u>
Synenergy SRL	1.990.358.000	-
Lioa Dong Nai Electrical Equipment Company Limited	1.132.516.741	-
Tüv Rheinland Vietnam Company Limited	510.753.600	-
Doan Ket Production Trading Service Company Limited	6.308.300	198.096.408
Yogiant International Limited	-	817.252.980
Vietnam Natural Resources Trading Company Limited	-	517.226.335
Other suppliers	1.469.250.866	991.986.726
Total	5.109.187.507	2.524.562.449

5. Other receivables**5a. Other short-term receivables**

	<u>Ending balance</u>		<u>Beginning balance</u>	
	Value	Allowance	Value	Allowance
<i>Receivables from related parties</i>	-	-	12.172.585.932	-
Mr. Nguyen Duc Manh - Advance	-	-	7.854.568.000	-
Mr. Nguyen Duc Tuong - Advance	-	-	3.532.017.932	-
Ductuong Group Joint Stock Company – Lending	-	-	786.000.000	-
<i>Receivables from other organizations and individuals</i>	2.074.907.335	-	1.657.503.583	-
Advances	297.955.758	-	657.913.723	-
Short-term deposits and mortgages	1.776.951.577	-	720.733.958	-
Other short-term receivables	-	-	278.855.902	-
Total	2.074.907.335	-	13.830.089.515	-

5b. Other long-term receivables

This item reflects the long-term deposits and mortgages.

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6. Doubtful debts

	Ending balance			Beginning balance		
	Overdue period	Original amount	Recoverable amount	Overdue period	Original amount	Recoverable amount
DT Quang Thanh Investment Company Limited	From 1 year to less than 2 years	2.364.152.525	1.598.609.870	From 6 months to less than 1 year	1.551.808.850	1.086.266.195
China Construction (S.E.A) Corporation Ltd	From 1 year to less than 2 years	1.108.442.492	1.018.442.492	From 6 months to less than 1 year	1.108.442.492	1.018.442.492
Other organizations and individuals	From 6 months to less than 1 year	981.465.780	917.589.460	From 6 months to less than 1 year	2.515.455.643	2.023.914.252
	From 1 year to less than 2 years	2.296.823.939	1.258.891.608	From 1 year to less than 2 years	1.027.998.707	284.752.725
	From 2 years to less than 3 years	596.671.410	198.487.263	From 2 years to less than 3 years	331.506.780	66.301.355
	More than 3 years	1.142.614.544	228.522.909	More than 3 years	1.142.614.544	228.522.908
Total		8.490.170.691	5.220.543.601		7.677.827.016	4.708.199.927

Changes in allowances for doubtful debts are as follows:

	Current year	Previous year
Beginning balance	2.969.627.089	671.086.620
Extraction of allowances	300.000.000	2.298.540.469
Ending balance	3.269.627.089	2.969.627.089

7. Inventories

	Ending balance		Beginning balance	
	Original costs	Allowance	Original costs	Allowance
Materials and supplies	118.453.459.019	-	45.872.025.402	-
Tools	634.085.888	-	334.451.192	-
Work-in-process	25.672.770.498	-	32.035.056.155	-
Finished goods	77.138.045.272	-	47.352.027.199	-
Merchandise	13.298.437.495	-	32.048.326.424	-
Total	235.196.798.172	-	157.641.886.372	-

All inventories of the Corporation have been mortgaged to secure the Corporation's loans from Vietcombank – Ho Chi Minh City Branch, MBBank – Transaction Center 2 Branch and VPBank (see Note No. V.19a).

8. Prepaid expenses**8a. Short-term prepaid expenses**

	Ending balance	Beginning balance
Tools	297.491.104	177.875.035
Insurance premiums	130.477.694	69.601.578
Repair expenses	73.704.067	64.213.121
Other short-term prepaid expenses	852.571.444	1.048.267.058
Total	1.354.244.309	1.359.956.792

8b. Long-term prepaid expenses

	Ending balance	Beginning balance
Tools	2.993.627.565	2.549.691.423
Repair expenses	14.359.493.120	7.166.556.976
Other long-term prepaid expenses	682.409.868	1.738.811.440
Total	18.035.530.553	11.455.059.839

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9. Tangible fixed assets

	Buildings and structures	Machinery and equipment	Vehicles	Office equipment	Total
Historical costs					
Beginning balance	14.102.368.926	104.376.585.738	8.283.898.348	1.385.482.388	128.148.335.400
Acquisition during the year	-	562.330.587	-	250.290.000	812.620.587
Completed construction	-	11.142.649.100	-	139.850.000	11.282.499.100
Acquisition of financial leased assets	-	4.102.560.000	-	-	4.102.560.000
Ending balance	14.102.368.926	120.184.125.425	8.283.898.348	1.775.622.388	144.346.015.087
<i>In which:</i>					
Assets fully depreciated but still in use	8.268.050.055	42.257.932.894	1.016.512.499	1.325.230.570	53.067.316.707
Assets waiting for liquidation	-	-	-	-	-
Depreciation					
Beginning balance	12.178.198.628	54.079.617.528	4.286.809.103	1.330.283.948	71.874.909.207
Depreciation during the year	318.268.189	5.762.238.286	846.360.528	43.612.314	6.970.479.317
Acquisition of financial leased assets	-	1.094.016.000	-	-	1.094.016.000
Ending balance	12.496.466.817	60.935.871.814	5.133.169.631	1.373.896.262	79.939.404.524
Assets temporarily not in use					
Beginning balance	1.924.170.298	50.296.968.210	3.997.089.245	55.198.440	56.273.426.193
Ending balance	1.605.902.109	59.248.253.611	3.150.728.717	401.726.126	64.406.610.563
<i>In which:</i>					
Assets temporarily not in use	-	-	-	-	-
Assets waiting for liquidation	-	-	-	-	-

Some tangible fixed assets, of which the original costs and carrying values are VND 58.342.475.720 and VND 35.267.812.124 respectively, have been mortgaged to secure the loans from Sacombank – Phu Nhuan Branch, MBBank – Transaction Center 2 Branch and VietinBank – Branch 4 in Ho Chi Minh City (see Note No. V.19).

10. Financial leased assets

	Machinery and equipment
Historical costs	
Beginning balance	4.102.560.000
Completed construction	4.483.377.950
Acquisition of financial leased assets	(4.102.560.000)
Ending balance	4.483.377.950
Depreciation	
Beginning balance	820.512.000
Depreciation during the year	497.672.898
Acquisition of financial leased assets	(1.094.016.000)
Ending balance	224.168.898
Carrying value	
Beginning balance	3.282.048.000
Ending balance	4.259.209.052

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11. Intangible fixed assets

This item reflects computer software. Details are as follows:

	<u>Initial costs</u>	<u>Amortization</u>	<u>Carrying value</u>
Beginning balance	430.000.000	107.500.008	322.499.992
Amortization during the year		53.750.004	
Ending balance	430.000.000	161.250.012	268.749.988

12. Construction-in-progress

This item reflects expenses for acquisition of fixed assets. Details are as follows:

	<u>Current year</u>	<u>Previous year</u>
Beginning balance	20.038.000.561	13.552.999.748
Increase during the year	19.786.684.882	40.834.867.932
Inclusion into tangible fixed assets during the year	(11.282.499.100)	(32.965.645.523)
Inclusion into financial leased assets	(4.483.377.950)	-
Inclusion into tools	(643.622.400)	(1.372.406.779)
Inclusion into expenses	-	(11.814.817)
Ending balance	23.415.185.993	20.038.000.561

13. Short-term trade payables

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Payables to related parties</i>	<i>362.804.163</i>	<i>2.293.517.310</i>
Ductuong Group Joint Stock Company	206.270.432	2.136.983.579
Ductuong Group Joint Stock Company – Ho Chi Minh City Branch	156.533.731	156.533.731
<i>Payables to other suppliers</i>	<i>106.469.469.956</i>	<i>60.507.894.454</i>
Binh Duong Power Company	53.115.493.334	-
Dong Duong Non-Ferrous Metal Company Limited	17.325.002.300	-
CFT Vina Copper Co., Ltd.	85.107.638	14.757.294.229
Sumitomo Corporation Asia Pte. Ltd	-	10.640.753.340
Other suppliers	35.943.866.684	35.109.846.885
Total	106.832.274.119	62.801.411.764

The Corporation has no overdue trade payables.

14. Short-term advances from the customers

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Advances from related party</i>	<i>-</i>	<i>21.281.150</i>
Ductuong Group Joint Stock Company – Da Nang Branch	-	21.281.150
<i>Advances from other customers</i>	<i>12.979.204.355</i>	<i>9.100.332.901</i>
Hoang Hoang Long Technology Engineering Construction Joint Stock Company	3.158.231.024	5.441.231.451
Phuc Thinh Trading - Services Electromechanics Company Limited	1.117.257.350	1.117.257.350
Other customers	8.703.715.981	2.541.844.100
Total	12.979.204.355	9.121.614.051

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15. Taxes and other obligations to the State Budget

	Beginning balance	Amount payable during the year	Amount paid during the year	Ending balance
VAT on local sales	159.257.231	288.894.029	(448.151.260)	-
VAT on imports	-	4.750.633.533	(4.750.633.533)	-
Export-import duties	-	11.746.660	(11.746.660)	-
Corporate income tax	1.463.254.182	2.753.604.998	(3.213.534.182)	1.003.324.998
Personal income tax	112.112.508	641.279.471	(589.343.633)	164.048.346
Property tax	-	52.277.238	(52.277.238)	-
Other taxes	-	4.000.000	(4.000.000)	-
Fees, legal fees, and other duties	-	38.474.926	(38.474.926)	-
Total	1.734.623.921	8.540.910.855	(9.108.161.432)	1.167.373.344

Value added tax (VAT)

The Corporation has paid VAT in accordance with the deduction method at the rate of 10%.

During the year, the Company is applied the VAT rate of 8% to some goods and services according to the Government's Decrees No. 94/2023/NĐ-CP dated 28 December 2023 and No. 72/2024/NĐ-CP dated 30 June 2024.

Import-export duties

The Corporation has declared and paid these duties in line with the Customs' notices.

Corporate income tax

The Corporation is responsible for paying corporate income tax at the rate of 20% on its taxable income.

Estimated corporate income tax payable during the year is as follows:

	Current year	Previous year
Total accounting profit before tax	11.969.511.015	8.299.441.543
Increases/(decreases) of accounting profit to determine profit subject to corporate income tax:		
- <i>Increases</i>	447.976.465	16.829.368
Taxable income	12.417.487.480	8.316.270.911
Corporate income tax rate	20%	20%
Corporate income tax payable at common tax rate	2.483.497.496	1.663.254.182
Adjustments of corporate income tax of the previous years	270.107.502	280.000
Total corporate income tax payable	2.753.604.998	1.663.534.182

Determination of corporate income tax liability of the Corporation is based on currently applicable regulations on tax. Nonetheless, these tax regulations may change from time to time and tax regulations applicable to variety of transactions can be interpreted differently. Hence, the tax amounts presented in the Financial Statements can be changed upon the inspection of tax authorities.

Other taxes

The Corporation has declared and paid these taxes in line with the prevailing regulations.

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16. Payables to employees

This item reflects December salary to be paid to employees.

17. Short-term accrued expenses

	<u>Ending balance</u>	<u>Beginning balance</u>
Remuneration to the Board of Directors and the Audit Committee	522.800.000	482.245.500
Loan interest expenses	381.814.779	375.859.779
Other short-term accrued expenses	1.026.200.435	3.356.559.349
Total	<u>1.930.815.214</u>	<u>4.214.664.628</u>

18. Other short-term payables

	<u>Ending balance</u>	<u>Beginning balance</u>
Liao Dong Nai Electrical Equipment Company Limited	745.783.100	-
Dividends payable	465.725.000	467.725.000
Trade Union's expenditure, social insurance premiums, health insurance premiums	41.513.400	40.608.200
Excessive assets waiting for treatment	294.951.051	-
Other short-term payables	3.000.000	27.000.000
Total	<u>1.550.972.551</u>	<u>535.333.200</u>

The Corporation has no other overdue payables.

19. Borrowings and financial leases**19a. Short-term borrowings and financial leases**

	<u>Ending balance</u>	<u>Beginning balance</u>
Short-term loans from banks	256.953.777.041	160.875.458.315
Vietcombank – Ho Chi Minh City Branch ⁽ⁱ⁾	79.680.716.543	65.990.477.556
MBBank – Transaction Center 2 Branch ⁽ⁱⁱ⁾	135.302.700.774	85.004.645.019
VietinBank – Branch 4 in Ho Chi Minh City ⁽ⁱⁱⁱ⁾	27.389.109.858	5.341.379.740
MSB – Ho Chi Minh City Branch	-	4.538.956.000
VPBank ^(iv)	14.581.249.866	-
Short-term loan from individual	1.200.000.000	-
Loan from Ms. Nguyen Thi Ngoc Quynh	1.200.000.000	-
Current portions of long-term loans (see Note No. V.19b)	1.922.764.432	2.272.313.862
Current portions of financial leases (see Note No. V.19b)	1.055.907.840	1.652.615.198
Total	<u>261.132.449.313</u>	<u>164.800.387.375</u>

- (i) The loan from Vietcombank - Ho Chi Minh City Branch is to supplement the working capital for the Corporation's business operations at the interest rate specified for each loan receipt. The term of the credit limit is from the loan contract date to 03 November 2024. This loan is secured by mortgaging assets, which are the term deposit contract, inventories of the Corporation (see Notes No. V.2 and V.7), right to lease land at Bien Hoa 1 Industrial Park, Road No. 1, An Binh Ward, Bien Hoa City; bank savings deposit of Mr. Nguyen Duc Tuong, land use right and ownership of house at No. 105, Road No. 7, Phuoc Kien Residence, Phuoc Kien Commune, Nha Be District, Ho Chi Minh City and the guarantee contract No. 0126/2175/BLVVDN3 dated 21 December 2021 of Mr. Nguyen Duc Tuong and Ms. Phan Thi Hiep (see Note No. VIII.1a).

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(ii) The loan from MBBank - Transaction Center 2 Branch is to supplement the working capital for the Corporation's business operations at the interest rate specified for each loan receipt. The term of the credit limit is from the loan contract date to 12 March 2025. This loan is secured by mortgaging the land use right and land-attached assets owned by Mr. Nguyen Duc Tuong and Ms. Phan Thi Hiep (see Note No. VIII.1.a); term deposit contract (see Note No. V.I), inventories and revolving debt claim right of the Corporation (see Notes No. V.1, V.2, V.3 and V.7).

(iii) The loan from VietinBank – Branch 4 in Ho Chi Minh City is to supplement the working capital for the Corporation's business operations at the interest rate specified for each loan receipt. The term of the credit limit is from the loan contract date to 30 September 2024. This loan is secured by mortgaging the following purchase contracts:

Collateral	Collateral value
Purchase Contract No. 209/2024/HĐ-PCAPĐ-VT dated 23 January 2024 with Branch of Ho Chi Minh City Power Corporation - An Phu Dong Power Company	VND 5.405.000.000
Contract No. 306/2024/HĐ-PCTB-VIETTHAI dated 07 March 2024 with Branch of Ho Chi Minh City Power Corporation – Tan Binh Power Company	VND 5.826.000.000
Contract No. 417/2023/HĐ-PCCC-VIETTHAI dated 19 February 2024 with Branch of Ho Chi Minh City Power Corporation - Cu Chi Power Company regarding supply of materials and equipment	VND 4.297.000.000

(iv) The loan from VPBank is to supplement the working capital for the Corporation's business operations at the interest rate specified for each loan receipt. The term of the credit limit is from the loan contract date to 06 June 2025. This loan is secured by mortgaging inventories at Dong Nai Plants at Road No. 1, Bien Hoa 1 Industrial Park, An Binh Ward, Bien Hoa City, Dong Nai Province and Giang Dien Plant at Lot No. 6, Road No. 2 and No. 5, Giang Dien Industrial Park, Giang Dien Commune, Trang Bom District, Dong Nai Province with the mortgage value of VND 40.000.000.000, the term deposit contract (see Note No. V.2) and debt claim right under the contract No. 7ST/2024/IDKT/VIETTHAI-LiOA with an amount of VND 15.940.307.745 (see Notes No. V.2, V.3 and V.7).

The Corporation is solvent over short-term loans.

Details of increases/(decreases) of short-term loans during the year are as follows:

	Beginning balance	Increase during the year	Transfer from long-term loans	Amount repaid during the year	Ending balance
Short-term loans from banks	160.875.458.315	662.032.398.084	-	(565.954.079.358)	256.953.777.041
Short-term loan from individual	-	1.400.000.000	-	(200.000.000)	1.200.000.000
Current portions of long-term loans	2.272.313.862	-	5.438.952.132	(5.788.501.562)	1.922.764.432
Current portions of financial lease	1.652.615.198	-	746.081.782	(1.342.789.140)	1.055.907.840
Total	164.800.387.375	663.432.398.084	6.185.033.914	(573.285.370.060)	261.132.449.313

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19b. Long-term borrowings and financial leases

	<u>Ending balance</u>	<u>Beginning balance</u>
Long-term loans from banks	19.440.130.909	14.909.680.357
VietinBank – Branch 4 in Ho Chi Minh City (i)	3.090.717.000	4.120.956.000
Sacombank – Phu Nhuan Branch (ii)	-	281.008.500
MBBank – Transaction Office 2 Branch (iii)	16.349.413.909	10.507.715.857
Long-term financial leases	3.053.231.360	2.215.773.942
VietinBank Leasing Co., Ltd - Vietnam Joint Stock Commercial Bank for Industry and Trade – Ho Chi Minh City Branch	3.053.231.360	2.215.773.942
Total	<u>22.493.362.269</u>	<u>17.125.454.299</u>

- (i) The loan from VietinBank – Branch 4 in Ho Chi Minh City is to purchase fixed assets. The loan term is 60 months, starting from the first disbursement date. This loan is secured by mortgaging assets formed from the loan (see Note No. V.9).
- (ii) The loan from Sacombank – Phu Nhuan Branch is to purchase fixed assets. The loan terms are 36 months and 60 months, starting from the first disbursement date. This loan is secured by mortgaging assets formed from the loan (see Note No. V.9).
- (iii) The loan from MBBank – Transaction Center 2 Branch is to purchase fixed assets. The loan term is 60 months, starting from the first disbursement date. This loan is secured by mortgaging assets formed from the loan (see Note No. V.9).

The Corporation is solvent over long-term loans.

Repayment schedule of long-term loans is as follows:

	<u>Total debts</u>	<u>1 year or less</u>	<u>More than 1 year to 5 years</u>
Ending balance			
Long-term loans from banks	21.362.895.341	1.922.764.432	19.440.130.909
Financial leases	4.109.139.200	1.055.907.840	3.053.231.360
Total	<u>25.472.034.541</u>	<u>2.978.672.272</u>	<u>22.493.362.269</u>
Beginning balance			
Long-term loans from banks	17.181.994.219	2.272.313.862	14.909.680.357
Financial leases	3.868.389.140	1.652.615.198	2.215.773.942
Total	<u>21.050.383.359</u>	<u>3.924.929.060</u>	<u>17.125.454.299</u>

Total financial lease payable is as follows:

	<u>Total debts</u>	<u>1 year or less</u>	<u>More than 1 year to 5 years</u>
Ending balance			
Principal	4.109.139.200	1.055.907.840	3.053.231.360
Interest	783.554.771	342.478.557	441.076.214
Financial lease payable	<u>4.892.693.971</u>	<u>1.398.386.397</u>	<u>3.494.307.574</u>
Beginning balance			
Principal	3.868.389.140	1.652.615.198	2.215.773.942
Interest	796.557.612	332.828.592	463.729.020
Financial lease payable	<u>4.664.946.752</u>	<u>1.985.443.790</u>	<u>2.679.502.962</u>

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Details of increases/(decreases) of long-term loans and financial leases during the year are as follows:

	<u>Beginning balance</u>	<u>Increase during the year</u>	<u>Transfer to short-term loans</u>	<u>Ending balance</u>
Long-term loans from banks	14.909.680.357	9.969.402.684	(5.438.952.132)	19.440.130.909
Financial leases	2.215.773.942	1.583.539.200	(746.081.782)	3.053.231.360
Total	17.125.454.299	11.552.941.884	(6.185.033.914)	22.493.362.269

19c. Overdue borrowings

The Corporation has no overdue loans.

20. Owner's equity**20a. Statement of changes in owner's equity**

	<u>Owner's capital</u>	<u>Other funds</u>	<u>Retained earnings</u>	<u>Total</u>
Beginning balance of the previous year	78.999.890.000	27.840.677	6.845.243.773	85.872.974.450
Profit in the previous year	-	-	6.635.907.361	6.635.907.361
Adjustments for the deductible VAT of the previous year	-	-	(4.020.658.678)	(4.020.658.678)
Ending balance of the previous year	78.999.890.000	27.840.677	9.460.492.456	88.488.223.133
Beginning balance of the current year	78.999.890.000	27.840.677	9.460.492.456	88.488.223.133
Profit in the current year	-	-	9.215.906.017	9.215.906.017
Ending balance of the current year	78.999.890.000	27.840.677	18.676.398.473	97.704.129.150

20b. Details of owner's capital

	<u>Ending balance</u>	<u>Beginning balance</u>
Mr. Nguyen Duc Tuong	-	36.199.690.000
Mr. Tran Van Hung	19.000.000.000	-
Mr. Tran Cao Cuong	18.817.500.000	-
Mr. Tran Anh Tu	13.000.000.000	-
Mr. Nguyen Duc Manh	-	25.817.500.000
Tan Cuong Thanh Electrical Wire Cable Corporation	9.239.200.000	9.239.200.000
Mr. Nguyen Hai Ho	10.000.000.000	-
Other organizations and individuals	8.943.190.000	7.743.500.000
Total	78.999.890.000	78.999.890.000

20c. Shares

	<u>Ending balance</u>	<u>Beginning balance</u>
Number of shares registered to be issued	7.899.989	7.899.989
Number of shares issued	7.899.989	7.899.989
- Common shares	7.899.989	7.899.989
- Preferred shares	-	-
Number of shares repurchased	-	-
- Common shares	-	-
- Preferred shares	-	-
Number of outstanding shares	7.899.989	7.899.989
- Common shares	7.899.989	7.899.989
- Preferred shares	-	-

Face value of outstanding shares: VND 10.000.

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21. Off-balance sheet items**21a. External leased assets**

The total minimum lease payment in the future for irrevocable workshop lease contracts will be settled as follows:

	<u>Ending balance</u>	<u>Beginning balance</u>
1 year or less	5.100.000.000	4.860.000.000
More than 1 year to 5 years	10.200.000.000	15.300.000.000
Total	<u><u>15.300.000.000</u></u>	<u><u>20.160.000.000</u></u>

The Corporation leases workshop in form of operating lease. The terms of the lease contracts are from 2023 to 2028 and can be extended. The leasing rate is increased annually according to the market rates.

21b. Foreign currencies

As of the balance sheet date, cash and cash equivalents include USD 931,08 (beginning balance: USD 118,99).

VI. ADDITIONAL INFORMATION ON THE ITEMS OF THE INCOME STATEMENT**1. Revenue from sales of goods and provisions of services****1a. Gross revenue**

	<u>Current year</u>	<u>Previous year</u>
Revenue from sales of finished goods	723.943.575.112	454.435.425.674
Revenue from sales of materials and merchandise	32.604.993.844	53.096.347.200
Revenue from processing service	6.274.369.008	1.749.742.842
Total	<u><u>762.822.937.964</u></u>	<u><u>509.281.515.716</u></u>

1b. Revenue from sales of goods and provisions of services to related parties

Sales of goods and service provisions to related parties are as follows:

	<u>Current year</u>	<u>Previous year</u>
Ductuong Group Joint Stock Company	155.865.180.798	101.278.937.963
Ductuong Group Joint Stock Company – Da Nang Branch	863.874.385	-
Ductuong Group Joint Stock Company – Ho Chi Minh City Branch	4.920.925.193	-

2. Revenue deductions

This item reflects sales returns.

3. Costs of sales

	<u>Current year</u>	<u>Previous year</u>
Costs of finished goods sold	626.468.951.558	386.551.047.079
Costs of materials and merchandise sold	50.467.318.203	55.188.003.445
Costs of processing service	6.992.223.315	-
Total	<u><u>683.928.493.076</u></u>	<u><u>441.739.050.524</u></u>

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	<u>Current year</u>	<u>Previous year</u>
4. Financial income		
Demand deposit interest	4.088.732	7.422.405
Term deposit interest	418.670.762	91.453.972
Exchange gain arising	149.847.658	378.360.654
Total	<u>572.607.152</u>	<u>477.237.031</u>
5. Financial expenses		
Loan interest expenses	15.452.427.989	12.516.271.260
Exchange loss arising	425.150.102	817.227.815
Exchange loss due to the revaluation of monetary items in foreign currencies	261.586.930	1.071.232.501
Other expenses	36.081.835	7.000.000
Total	<u>16.175.246.856</u>	<u>14.411.731.576</u>
6. Selling expenses		
Transportation expenses	15.365.845.581	7.965.948.901
Brokerage commissions	3.980.721.475	11.046.515.148
Expenses for employees	5.845.868.826	4.804.418.082
Materials and supplies	1.068.852.026	1.071.961.596
Depreciation/(amortization) of fixed assets	217.047.048	217.047.048
Expenses for external services	4.163.104.370	3.413.317.664
Other expenses	3.336.681.323	3.131.601.992
Total	<u>33.978.120.649</u>	<u>31.650.810.431</u>
7. General and administration expenses		
Expenses for employees	5.059.653.045	4.068.783.933
Office stationery	352.266.857	866.043.445
Depreciation/(amortization) of fixed assets	274.522.729	262.558.834
Taxes, fees and legal fees	268.535.054	904.010.434
Expenses for external services	1.228.988.365	2.585.620.758
Allowance for doubtful debts	300.000.000	2.298.540.469
Other expenses	3.609.122.709	1.600.489.402
Total	<u>11.093.088.759</u>	<u>12.586.047.275</u>
8. Other income		
Treatment for liabilities	-	4.181.754
Other income	43.217.757	708.500
Total	<u>43.217.757</u>	<u>4.890.254</u>
9. Other expenses		
Tax fines and tax collected in arrears	83.229.163	9.110.620
Expenses incurred from losses found out during stocktaking	-	535.616.427
Other expenses	194.037.445	221.241.005
Total	<u>277.266.608</u>	<u>765.968.052</u>

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Notes to the Financial Statements (cont.)

10. Earnings per share**10a. Basic/diluted earnings per share**

	<u>Current year</u>	<u>Previous year</u>
Accounting profit after corporate income tax	9.215.906.017	6.635.907.361
Increases/(decreases) in accounting profit used to determine profit distributed to ordinary equity holders:	-	-
Profit used to calculate basic earnings per share	9.215.906.017	6.635.907.361
The weighted average number of ordinary shares outstanding during the year	7.899.989	7.899.989
Basic/diluted earnings per share	<u>1.167</u>	<u>840</u>

10b. Other information

There are no transactions over the common share or potential common share from the balance sheet date until the date of these Financial Statements.

11. Operating costs by factors

	<u>Current year</u>	<u>Previous year</u>
Materials and supplies	787.134.159.966	457.058.137.752
Labor costs	24.381.114.167	18.468.205.204
Depreciation/(amortization) of fixed assets	7.521.902.219	6.480.786.180
Expenses for external services	43.268.906.778	21.048.231.568
Other expenses	10.464.440.496	24.841.867.061
Total	<u>872.770.523.626</u>	<u>527.897.227.765</u>

VII. ADDITIONAL INFORMATION ON THE ITEMS OF THE CASH FLOW STATEMENT

The Corporation's balances in relation to acquisition of fixed assets are as follows:

	<u>Ending balance</u>	<u>Beginning balance</u>
Prepayments for acquisition of fixed assets	2.092.439.538	173.147.625
Payables for acquisition of fixed assets	1.418.152.002	16.483.425.598

VIII. OTHER DISCLOSURES**1. Transactions and balances with related parties**

The Corporation's related parties include the key managers, their related individuals and other related parties.

1a. Transactions and balances with the key managers and their related individuals

The Corporation's key managers include the Board of Directors, the Audit Committee, the Board of Management and the Chief Accountant. The key managers' related individuals are their close family members.

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Transactions with the key managers and their related individuals

The Corporation has no sales of goods and service provisions to the key managers and their related individuals. Other transactions with the key managers and their related individuals are as follows:

	<u>Current year</u>	<u>Previous year</u>
Advances	15.005.524.001	-
Borrowing	4.845.192.000	-

Guarantee commitment

Mr. Nguyen Duc Tuong and Ms. Phan Thi Hiep used their assets, i.e. Mr. Nguyen Duc Tuong's savings deposit balances, the right to use land and ownership of house at No. 105, Road No. 7, Phuoc Kien Residence, Phuoc Kien Commune, Nha Be District, Ho Chi Minh City and the guarantee contract No. 0126/2175/BLVVVDN3 dated 21 December 2021, to secure the Corporation's loan from Vietcombank - Ho Chi Minh City Branch (see Note No. V.19a).

Mr. Nguyen Duc Tuong and Ms. Phan Thi Hiep used their land use right and land-attached assets to secure the Corporation's loan from MBBank – Transaction Center 2 Branch (see Note No. V.19a).

Receivables from and payables to the key managers and their related individuals

Receivables from and payables to the key managers and their related individuals are presented in Notes No. V.5a and V.17 and V.18.

The receivables from the key managers and their related individuals are unsecured and will be paid in cash. There are no allowances for doubtful debts made for the receivables from the key managers and their related individuals.

Remuneration of the key managers

	<u>Salary</u>	<u>Compensation</u>	<u>Total remuneration</u>
Current year			
Mr. Nguyen Duc Tuong	-	170.000.000	170.000.000
Mr. Nguyen Hai Ho	-	30.000.000	30.000.000
Mr. Tran Van Hung	-	100.000.000	100.000.000
Mr. Tran Minh Hiep	-	108.000.000	108.000.000
Mr. Nguyen Quang Vinh	-	60.000.000	60.000.000
Ms. Mai Phan Cam Tu	360.000.000	6.000.000	366.000.000
Mr. Nguyen Duc Manh	240.000.000	15.000.000	255.000.000
Mr. Dam Phu Quoc	152.538.300	-	152.538.300
Ms. Bach Thi Minh Thu	69.000.000	-	69.000.000
Total	821.538.300	489.000.000	1.310.538.300
Previous year			
Mr. Nguyen Duc Tuong	120.000.000	120.000.000	240.000.000
Mr. Tran Van Hung	-	60.000.000	60.000.000
Mr. Nguyen Quang Vinh	-	96.000.000	96.000.000
Mr. Tran Minh Hiep	-	72.000.000	72.000.000
Mr. Nguyen Duc Manh	240.000.000	45.000.000	285.000.000
Ms. Mai Phan Cam Tu	300.000.000	60.000.000	360.000.000
Mr. Dam Phu Quoc	300.000.000	-	300.000.000
Total	960.000.000	453.000.000	1.413.000.000

VIET THAI ELECTRIC CABLE CORPORATION

Address: Bien Hoa 1 Industrial Park, Road No. 1, An Binh Ward, Bien Hoa City, Dong Nai Province, Vietnam

FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

Notes to the Financial Statements (cont.)

1b. Transactions and balances with other related parties

Other related parties of the Corporation include:

<u>Other related parties</u>	<u>Relationship</u>
Tan Cuong Thanh Electrical Wire Cable Corporation	Major shareholder
Ductuong Group Joint Stock Company	Company having the same key managers

Transactions with other related parties

Apart from sales of goods and service provisions as presented in Note No. VI.1b, the Corporation also has other following transactions with Ductuong Group Joint Stock Company:

	<u>Current year</u>	<u>Previous year</u>
Purchase of merchandise	6.265.303.526	32.941.562.284
Purchase of supplies	4.729.012.079	430.694.569
Workshop rental	4.860.000.000	4.147.000.000
Infrastructure management fees for the leased workshop	-	486.372.122
Power charges	1.021.095.908	694.146.630
Other expenses	504.829.827	365.664.030
Lending	-	936.000.000

The prices of merchandise and services supplied to other related parties are the mutually agreed prices. The purchases of merchandise and services from other related parties are done at the agreed prices.

Receivables from and payables to other related parties

Receivables from and payables to other related parties are presented in Notes No. V.3, V.5a, V.13 and V.14.

The receivables from other related parties are unsecured and will be paid in cash. There are no allowances for doubtful debts made for the receivables from other related parties.

2. Segment information

The Corporation's segment information is presented according to business segment and geographical segment.

2a. Information on business segment

The Corporation operates mainly in the field of manufacturing all kinds of electric cables with revenue accounting for 97,58%.

2b. Information on geographical segment

All of the Corporation's activities take place in the territory of Vietnam only.

3. Subsequent events

There is no material subsequent event which is required adjustments or disclosures in the Financial Statements.

Bach Thi Minh Thu
Chief Accountant/Preparer

Dong Nai, 24 March 2025

Mai Phan Cam Tu
Chief Executive Officer