

VIET NAM SEAPRODUCTS JOINT STOCK CORPORATION
AUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024



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STATEMENT OF BOARD OF GENERAL DIRECTORS

The Board of General Directors of Viet Nam Seaproducts Joint Stock Corporation (the "Corporation") presents this report together with the Corporation's consolidated financial statements for the year ended 31 December 2024.

BOARD OF MANAGEMENT, BOARD OF GENERAL DIRECTORS, AND BOARD OF SUPERVISORS

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

Board of Management

| | | |
|--------------------------|----------|----------------------------|
| Mr. Hoang Ngoc Thach | Chairman | |
| Mr. Mai Xuan Phong | Member | |
| Mr. Dinh Tien Long | Member | |
| Mrs. Luong Thi Thu Huong | Member | Dismissed on 26 April 2024 |
| Mrs. Bui Thi Thanh An | Member | Dismissed on 26 April 2024 |
| Mrs. Do Thi Phuong Lan | Member | Appointed on 26 April 2024 |
| Mr. Vo Tung Hung | Member | Appointed on 26 April 2024 |

Board of General Directors

| | | |
|--------------------------|-------------------------|------------------------------|
| Mr. Mai Xuan Phong | General Director | |
| Mr. Nguyen Thanh Trung | Deputy General Director | |
| Mr. Le Vinh Hoa | Deputy General Director | |
| Mrs. Luong Thi Thu Huong | Deputy General Director | Dismissed on 02 May 2024 |
| Mr. Do Trung Chuyen | Deputy General Director | Appointed on 01 January 2025 |

Board of Supervisors

| | | |
|----------------------|---------------|----------------------------|
| Mr. Tran Phuoc Thai | Head of Board | Dismissed on 26 April 2024 |
| Mrs. Dang Phuong Lan | Head of Board | Appointed on 26 April 2024 |
| Mr. Tran Thanh Tuan | Member | |
| Mrs. Pham Tram Anh | Member | Appointed on 26 April 2024 |

Legal representative

The legal representative of the Corporation during the year and to the date of this report is Mr. Mai Xuan Phong - General Director.

BOARD OF GENERAL DIRECTORS' STATEMENT OF RESPONSIBILITY

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

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

STATEMENT OF BOARD OF GENERAL DIRECTORS (CONTINUED)

BOARD OF GENERAL DIRECTORS' STATEMENT OF RESPONSIBILITY (CONTINUED)

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

The Board of General Directors confirms that the Corporation has complied with the above requirements in preparing the consolidated financial statements.

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

For and on behalf of the Board of General Directors,




Mai Xuan Phong
General Director
Ho Chi Minh City, 21 March 2025

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No. 047 /VACO/BCKiT.HCM

INDEPENDENT AUDITORS' REPORT

To: **The Shareholders**
The Board of Management and the Board of General Directors
Viet Nam Seaproducts Joint Stock Corporation

We have audited the accompanying consolidated financial statements of Viet Nam Seaproducts Joint Stock Corporation ("the Corporation"), prepared on 21 March 2025, as set out from page 5 to page 52, which comprise the consolidated balance sheet as at 31 December 2024, the consolidated income statement and the consolidated cash flow statement for the year then ended, and the notes to the consolidated financial statements (collectively referred to as the "consolidated financial statements").

Board of General Directors' Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the combined separate 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 combined separate financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of General Directors, as well as evaluating the overall presentation of the combined separate financial statements.

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

Opinion

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

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Emphasis of matter

We would like to draw the readers' attention to Note 5 of the Notes to the consolidated financial statements, which describes the information on the failure to record the capital contribution of the Corporation at Co May Trading & Service Company Limited on its consolidated financial statements for the year ended 31 December 2024.

We would like to draw the readers' attention to Note 40 of the Notes to the consolidated financial statements, which describes the information on the loans from Bac Nam 79 Construction Joint Stock Company.

Our opinion is not modified in respect of these matters.



Nguyen Ngoc Thach
Deputy General Director
Audit Practising Registration Certificate
No.: 1822-2023-156-1
For and on behalf of
HO CHI MINH CITY BRANCH
VACO AUDITING COMPANY LIMITED
Ho Chi Minh City, 21 March 2025

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

CONSOLIDATED BALANCE SHEET

As at 31 December 2024

Unit: VND

| ASSETS | Codes | Notes | Closing balance | Opening balance |
|--|------------|-----------|--------------------------|--------------------------|
| A - CURRENT ASSETS | 100 | | 582,364,160,355 | 678,896,736,766 |
| I. Cash and cash equivalents | 110 | 4 | 293,885,854,062 | 232,406,098,917 |
| 1. Cash | 111 | | 18,593,277,181 | 21,660,748,917 |
| 2. Cash equivalents | 112 | | 275,292,576,881 | 210,745,350,000 |
| II. Short-term financial investments | 120 | | 126,197,084,903 | 191,073,696,469 |
| 1. Trading securities | 121 | 5 | 2,257,388,143 | 2,257,388,143 |
| 2. Held-to-maturity investments | 123 | 5 | 123,939,696,760 | 188,816,308,326 |
| III. Short-term receivables | 130 | | 66,883,139,027 | 85,050,069,802 |
| 1. Short-term trade receivables | 131 | 6 | 60,715,000,842 | 70,803,696,763 |
| 2. Short-term advances to suppliers | 132 | 7 | 7,584,211,493 | 6,383,927,745 |
| 3. Other short-term receivables | 136 | 8 | 33,768,450,221 | 29,034,229,603 |
| 4. Provision for short-term doubtful debts | 137 | 9 | (48,384,067,711) | (34,268,958,410) |
| 5. Deficits in assets awaiting solution | 139 | 10 | 13,199,544,182 | 13,097,174,101 |
| IV. Inventories | 140 | 11 | 92,044,252,902 | 167,175,417,163 |
| 1. Inventories | 141 | | 95,314,531,112 | 174,181,997,019 |
| 2. Provision for devaluation of inventories | 149 | | (3,270,278,210) | (7,006,579,856) |
| V. Other current assets | 150 | | 3,353,829,461 | 3,191,454,415 |
| 1. Short-term prepayments | 151 | 12 | 240,475,359 | 144,669,913 |
| 2. Value added tax deductibles | 152 | | 2,841,189,602 | 2,445,000,420 |
| 3. Taxes and amounts receivable from the State budget | 153 | 20 | 272,164,500 | 601,784,082 |
| B - NON-CURRENT ASSETS | 200 | | 2,004,668,154,277 | 1,894,473,780,576 |
| I. Long-term receivables | 210 | | 4,432,461,340 | 4,370,628,046 |
| 1. Other long-term receivables | 216 | 8 | 4,432,461,340 | 4,370,628,046 |
| II. Fixed assets | 220 | | 74,872,818,233 | 101,902,370,326 |
| 1. Tangible fixed assets | 221 | 13 | 53,358,251,894 | 79,495,788,355 |
| - Cost | 222 | | 330,706,882,858 | 366,356,591,542 |
| - Accumulated depreciation | 223 | | (277,348,630,964) | (286,860,803,187) |
| 2. Intangible assets | 227 | 14 | 21,514,566,339 | 22,406,581,971 |
| - Cost | 228 | | 33,221,748,042 | 33,221,748,042 |
| - Accumulated amortisation | 229 | | (11,707,181,703) | (10,815,166,071) |
| III. Investment properties | 230 | 15 | 18,181,485,889 | - |
| - Cost | 231 | | 34,606,805,209 | - |
| - Accumulated depreciation | 232 | | (16,425,319,320) | - |
| IV. Long-term assets in progress | 240 | | 692,779,076,321 | 692,779,076,321 |
| 1. Construction in progress | 242 | 16 | 692,779,076,321 | 692,779,076,321 |
| V. Long-term financial investments | 250 | | 1,203,314,475,908 | 1,085,724,384,836 |
| 1. Investments in joint-ventures, associates | 252 | 5 | 1,087,895,550,664 | 972,703,893,441 |
| 2. Equity investments in other entities | 253 | 5 | 131,851,261,456 | 131,851,261,456 |
| 3. Provision for impairment of long-term financial investments | 254 | 5 | (16,432,336,212) | (18,830,770,061) |
| VI. Other non-current assets | 260 | | 11,087,836,586 | 9,697,321,047 |
| 1. Long-term prepayments | 261 | 12 | 4,688,397,859 | 3,297,882,320 |
| 2. Deferred tax assets | 262 | 17 | 6,399,438,727 | 6,399,438,727 |
| TOTAL ASSETS (270 = 100 + 200) | 270 | | 2,587,032,314,632 | 2,573,370,517,342 |

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

CONSOLIDATED BALANCE SHEET (CONTINUED)

As at 31 December 2024

Unit: VND

| RESOURCES | Codes | Notes | Closing balance | Opening balance |
|--|------------|-----------|--------------------------|--------------------------|
| C - LIABILITIES | 300 | | 171,505,536,601 | 249,846,064,768 |
| I. Current liabilities | 310 | | 153,945,425,934 | 220,083,182,297 |
| 1. Short-term trade payables | 311 | 18 | 4,342,854,157 | 6,076,540,282 |
| 2. Short-term advances from customers | 312 | 19 | 4,669,931,999 | 4,225,752,644 |
| 3. Taxes and amounts payable to the State budget | 313 | 20 | 17,494,728,080 | 17,080,140,329 |
| 4. Payables to employees | 314 | | 11,735,360,137 | 16,140,092,225 |
| 5. Short-term accrued expenses | 315 | 21 | 42,641,499,134 | 40,958,701,280 |
| 6. Short-term unearned revenue | 318 | | 229,309,440 | 154,044,290 |
| 7. Other short-term payables | 319 | 22 | 27,403,301,166 | 19,741,995,491 |
| 8. Short-term loans and obligations under finance leases | 320 | 23 | 42,616,306,486 | 112,621,760,000 |
| 9. Bonus and welfare funds | 322 | | 2,812,135,335 | 3,084,155,756 |
| II. Non-current liabilities | 330 | | 17,560,110,667 | 29,762,882,471 |
| 1. Other long-term payables | 337 | 22 | 13,656,560,000 | 23,052,510,000 |
| 2. Long-term loans and obligations under finance leases | 338 | 23 | - | 1,040,129,300 |
| 3. Deferred tax liabilities | 341 | | 3,903,550,667 | 5,670,243,171 |
| D - EQUITY | 400 | | 2,415,526,778,031 | 2,323,524,452,574 |
| I. Owner's equity | 410 | 24 | 2,415,526,778,031 | 2,323,524,452,574 |
| 1. Owner's contributed capital | 411 | | 1,250,000,000,000 | 1,250,000,000,000 |
| - Ordinary shares carrying voting rights | 411a | | 1,250,000,000,000 | 1,250,000,000,000 |
| 2. Other owner's capital | 414 | | 22,509,201 | 22,509,201 |
| 3. Treasury shares | 415 | | (95,950,000) | (95,950,000) |
| 4. Assets revaluation reserve | 416 | | (28,944,791,387) | (28,944,791,387) |
| 5. Investment and development fund | 418 | | 25,652,683,264 | 25,652,683,264 |
| 6. Retained earnings | 421 | | 1,076,282,262,974 | 974,105,309,401 |
| - Retained earnings accumulated to the prior year end | 421a | | 905,011,953,467 | 744,688,774,662 |
| - Retained earnings of the current period | 421b | | 171,270,309,507 | 229,416,534,739 |
| 7. Non-controlling interest | 429 | | 92,610,063,979 | 102,784,692,095 |
| TOTAL RESOURCES (440 = 300 + 400) | 440 | | 2,587,032,314,632 | 2,573,370,517,342 |



Mai Xuan Phong
General Director
Ho Chi Minh City, 21 March 2025

Vu Thi Hong Gam
Chief Accountant

Le Cao Thuy Linh
Preparer

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2024

Unit: VND

| ITEMS | Codes | Notes | Current year | Prior year |
|--|-------|-------|-----------------|-----------------|
| 1. Revenue from goods sold and services rendered | 01 | 27 | 601,282,015,871 | 701,230,340,299 |
| 2. Deductions | 02 | 27 | 60,511,325 | 40,711,742 |
| 3. Net revenue from goods sold and services rendered (10 = 01 - 02) | 10 | 27 | 601,221,504,546 | 701,189,628,557 |
| 4. Cost of goods sold and services rendered | 11 | 28 | 493,890,322,509 | 583,264,113,584 |
| 5. Gross profit from goods sold and services rendered (20=10 - 11) | 20 | | 107,331,182,037 | 117,925,514,973 |
| 6. Financial income | 21 | 30 | 26,203,130,183 | 56,243,573,855 |
| 7. Financial expenses | 22 | 31 | 7,345,431,105 | 19,025,936,876 |
| - In which: Interest expense | 23 | | 4,575,329,302 | 5,589,992,312 |
| 8. Share of profit or loss in associates | 24 | | 152,848,133,669 | 196,582,015,761 |
| 9. Selling expenses | 25 | 32 | 31,293,927,094 | 37,259,137,863 |
| 10. General and administration expenses | 26 | 32 | 77,065,580,365 | 78,327,207,967 |
| 11. Operating profit {30 = 20 + (21 - 22) - (25 + 26)} | 30 | | 170,677,507,325 | 236,138,821,883 |
| 12. Other income | 31 | 33 | 4,226,448,701 | 5,486,508,872 |
| 13. Other expenses | 32 | 34 | 408,293,700 | 2,528,843,081 |
| 14. Profit from other activities (40 = 31 - 32) | 40 | | 3,818,155,001 | 2,957,665,791 |
| 15. Accounting profit before tax (50 = 30 + 40) | 50 | | 174,495,662,326 | 239,096,487,674 |
| 16. Current corporate income tax expense | 51 | 35 | 8,553,016,745 | 11,185,341,389 |
| 17. Deferred corporate tax (income)/expense | 52 | 36 | (1,766,692,504) | (1,610,050,972) |
| 18. Net profit after corporate income tax (60 = 50 - 51 - 52) | 60 | | 167,709,338,085 | 229,521,197,257 |
| 19. Profit after tax of the Parent Company | 61 | | 171,270,309,507 | 229,416,534,739 |
| 20. Profit after tax of non-controlling shareholders | 62 | | (3,560,971,422) | 104,662,518 |
| 21. Basic earnings per share | 70 | 37 | 1,370 | 1,778 |



Mai Xuan Phong
 General Director
 Ho Chi Minh City, 21 March 2025

Vu Thi Hong Gam
 Chief Accountant

Le Cao Thuy Linh
 Preparer

CONSOLIDATED CASH FLOW STATEMENT
(Indirect method)
For the year ended 31 December 2024

Unit: VND

| ITEMS | Codes | Current year | Prior year |
|---|-------|-------------------|-------------------|
| I. Cash flows from operating activities | | | |
| 1. Profit before tax | 01 | 174,495,662,326 | 239,096,487,674 |
| 2. Adjustments for | | | |
| - Depreciation and amortisation of fixed assets | 02 | 9,030,650,080 | 10,234,178,810 |
| - Provisions | 03 | 7,980,373,806 | 28,986,342,703 |
| - Foreign exchange gain, loss arising from translating foreign currency items | 04 | 369,919,153 | 333,423,187 |
| - Gain, loss from investing activities | 05 | (173,513,250,457) | (247,820,227,851) |
| - Interest expense | 06 | 4,575,329,302 | 5,589,992,312 |
| 3. Operating profit before movements in working capital | 08 | 22,938,684,210 | 36,420,196,835 |
| - Increase, decrease in receivables | 09 | 3,950,858,319 | 26,192,026,612 |
| - Increase, decrease in inventories | 10 | 78,867,465,907 | (14,372,952,611) |
| - Increase, decrease in payables (excluding accrued loan interest and corporate income tax payable) | 11 | (7,456,340,865) | 7,234,938,366 |
| - Increase, decrease in prepayments | 12 | (1,486,320,985) | 511,806,442 |
| - Interest paid | 14 | (4,627,143,727) | (5,598,224,631) |
| - Corporate income tax paid | 15 | (9,498,581,661) | (1,067,131,574) |
| - Other cash inflows | 16 | - | - |
| - Other cash outflows | 17 | (8,533,823,599) | (8,481,304,490) |
| Net cash generated by/(used in) operating activities | 20 | 74,154,797,599 | 40,839,354,949 |
| II. Cash flows from investing activities | | | |
| 1. Acquisition and construction of fixed assets and other long-term assets | 21 | (356,753,889) | (117,773,071,766) |
| 2. Proceeds from sale, disposal of fixed assets and other long-term assets | 22 | 454,952,693 | - |
| 3. Cash outflow for lending, buying debt instruments of other entities | 23 | (116,455,981,737) | (688,614,773,560) |
| 4. Cash recovered from lending, selling debt instruments of other entities | 24 | 181,332,593,303 | 1,099,277,016,200 |
| 5. Interest earned, dividends and profits received | 27 | 61,133,133,226 | 94,178,933,306 |
| Net cash generated by/(used in) investing activities | 30 | 126,107,943,596 | 387,068,104,180 |
| III. Cash flows from financing activities | | | |
| 1. Proceeds from borrowings | 33 | 335,336,042,886 | 470,200,388,600 |
| 2. Repayment of borrowings | 34 | (406,825,296,500) | (709,845,331,000) |
| 3. Dividends and profits paid | 36 | (67,350,054,500) | (2,586,604,400) |
| Net cash generated by/(used in) financing activities | 40 | (138,839,308,114) | (242,231,546,800) |
| Net increase/(decrease) in cash (50 = 20 + 30 + 40) | 50 | 61,423,433,081 | 185,675,912,329 |
| Cash and cash equivalents at the beginning of the year | 60 | 232,406,098,917 | 46,786,231,481 |
| Effects of changes in foreign exchange rates | 61 | 56,322,064 | (56,044,893) |
| Cash and cash equivalents at the end of the year (70 = 50 + 60 + 61) | 70 | 293,885,854,062 | 232,406,098,917 |



Mai Xuan Phong
General Director
Ho Chi Minh City, 21 March 2025

Vu Thi Hong Gam
Chief Accountant

Le Cao Thuy Linh
Preparer

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS*These notes are an integral part of and should be read in conjunction with the accompanying consolidated financial statements***1. GENERAL INFORMATION****Structure of ownership**

Viet Nam Seaproducts Joint Stock Corporation (the "Corporation") is an enterprise equitized from the State-owned enterprise - Viet Nam Seaproducts Corporation - One Member Limited Liability Company under Decision No. 1880/QĐ-TT dated 17 October 2014 of the Prime Minister. The Corporation operates under the first Business Registration Certificate No. 0310745210 dated 31 March 2011 and under the Joint Stock Company model under the second amended certificate dated 17 April 2015 issued by the Department of Planning and Investment of Ho Chi Minh City. During its operation, the Corporation received the fourth amended Business Registration Certificate dated 16 August 2023 regarding the change of information of the legal representative.

The charter capital under the Business Registration Certificate is VND 1,250,000,000,000, as follows:

| | Contributed capital | | | |
|--|----------------------------|----------------|--------------------------|----------------|
| | Closing balance | | Opening balance | |
| | VND | % | VND | % |
| State Capital Investment Corporation | 792,280,000,000 | 63.38% | 792,280,000,000 | 63.38% |
| Huong Cong Vien Investment Real Estate Company Limited | - | 0.00% | 175,260,000,000 | 14.02% |
| HD Capital Joint Stock Company (HD Capital) | - | 0.00% | 180,000,000,000 | 14.40% |
| Red Capital Asset Management Joint Stock Company | 180,000,000,000 | 14.40% | - | 0.00% |
| Gelex Group Joint Stock Company | 118,982,000,000 | 9.52% | - | 0.00% |
| Treasury shares | 95,950,000 | 0.01% | 95,950,000 | 0.01% |
| Other shareholders | 158,642,050,000 | 12.69% | 102,364,050,000 | 8.19% |
| Total | 1,250,000,000,000 | 100.00% | 1,250,000,000,000 | 100.00% |

The Corporation's number of employees as at 31 December 2024 was 71 (as at 01 January 2024: 75).

Operating industries and principal activities

According to the Business Registration Certificate, the Corporation's main operating industries include:

- Marine fisheries exploitation;
- Inland fisheries exploitation;
- Marine aquaculture;
- Inland aquaculture;
- Seed production for aquaculture;
- Processing and preservation of meat and meat products (not operating at the headquarter);
- Processing and preservation of seafood and aquatic products (not operating at the headquarter);
- Production of animal and vegetable oils and fats (not operating at the headquarter);
- Production of feed for livestock, poultry and aquatic animals (not operating at the headquarter);
- Distilling, refining and blending of spirits (not operating at the headquarter);
- Production of wine (not operating at the headquarter);
- Production of beer, malt and beer yeast (not operating at the headquarter);
- Production of non-alcoholic beverages, mineral water (not operating at the headquarter);
- Production of plastic products (not operating at the headquarter);
- Mechanical processing; metal processing and coating (not operating at the headquarter);
- Shipbuilding and floating structure building (not operating at the headquarter);
- Repair and maintenance of means of transport (except automobiles, motorcycles, motorbikes and other motor vehicles), (excluding waste recycling, electroplating, mechanical processing at the headquarter);

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

1. GENERAL INFORMATION (CONTINUED)

Operating industries and principal activities (Continued)

According to the Business Registration Certificate, the Corporation's main operating industries include:

- Construction of houses of all types;
- Construction of other civil engineering works;
- Wholesale of automobiles and other motor vehicles;
- Retail of passenger cars (12 seats or less);
- Wholesale sale of agricultural and forestry raw materials (except wood, bamboo, rattan) and live animals (not operating at the headquarter);
- Wholesale of food (not operating at the headquarter);
- Wholesale of beverages;
- Wholesale of other household goods (except pharmaceuticals);
- Wholesale of computers, peripherals and software;
- Wholesale of electronic and telecommunications equipment and components;
- Wholesale of other machinery, equipment and spare parts;
- Wholesale of solid, liquid, gaseous fuels and related products (except wholesale of liquefied petroleum gas in Ho Chi Minh City);
- Wholesale of metals and metal ores;
- Wholesale of other construction materials and installation equipment;
- Retail of food in specialized stores (implemented in accordance with Decision 64/2009/QĐ-UBND dated 31 July 2009 and Decision 79/2009/QĐ-UBND dated 17 October 2009 of the People's Committee of Ho Chi Minh City on approving the Planning for agricultural and food business in Ho Chi Minh City);
- Retail of beverages in specialized stores;
- Retail of motor fuel in specialized stores (except retail of liquefied petroleum gas in Ho Chi Minh City);
- Road freight transport;
- Coastal and ocean passenger transport;
- Coastal and ocean freight transport;
- Inland waterway freight transport;
- Warehousing and storage of goods;
- Direct support service activities for waterway transport;
- Loading and unloading of goods;
- Other transport-related service support activities (except gas liquefaction for transportation, car parking business, air transport);
- Short-term accommodation services (not operating at the headquarter);
- Restaurants and mobile catering services;
- Real estate business;
- Bidding consultancy;
- Research and experimental development of natural sciences and engineering;
- Advertising;
- Market research and public opinion polling;
- Inland waterway vehicle design;
- Temporary labor supply;
- Supply and management of domestic labor resources. Services for sending workers to work abroad;
- Travel agencies;
- Tour operations;
- Support services related to promoting and organizing tours;
- Vocational training;
- Investment consulting (except financial, accounting, and legal consulting);
- Fishing logistics services (providing oil, fresh water, food, provisions for fishermen, purchasing seafood, wharf services, receiving seafood goods via wharf for fishermen).

The Corporation's principal activities are aquaculture, seafood processing, trade and office rental services.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)*These notes are an integral part of and should be read in conjunction with the accompanying consolidated financial statements***1. GENERAL INFORMATION (CONTINUED)****Normal production and business cycle**

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

Characteristics of the business activities in the accounting year which have impact on the consolidated financial statements

The Corporation received Document No. 4531/STNMT-QLDD dated 06 September 2023 of the Department of Natural Resources and Environment of Hai Phong City regarding the return of the application for land use extension of Vietnam Seaproducts Joint Stock Corporation - Seaprodex Hai Phong Branch in May Chai Ward, Ngo Quyen District, Hai Phong City due to non-compliance with the future General Planning of Hai Phong City.

The Department of Natural Resources and Environment returns Viet Nam Seaproducts Joint Stock Corporation's application as prescribed and requests that Viet Nam Seaproducts Joint Stock Corporation come to the Reception and Result Delivery Department of the Department of Natural Resources and Environment to receive the application and develop a plan to relocate assets and hand over the land area to the city when the land lease term expires.

On 07 May 2024, the Corporation sent Official Letter No. 171/TSVN-KHTH to the People's Committee of Hai Phong City and the Department of Natural Resources and Environment of Hai Phong City regarding the request for land use extension in May Chai Ward, Ngo Quyen District, Hai Phong City. When the People's Committee of Hai Phong City reclaims the land to implement the approved planning, the Corporation will promptly hand over the land according to regulations.

Until now, the Hai Phong City People's Committee has not announced any agreement to extend the land lease of the Seaprodex Hai Phong Branch.

The Board of General Directors has no plans to cease operations of the Seaprodex Hai Phong Branch and assesses that the impact of the Seaprodex Hai Phong Branch's cessation of operations (if any) on the figures of the consolidated financial statements is insignificant. Therefore, the Board of General Directors finds it unnecessary to assess and record these impacts (if any) on the consolidated financial statements for the current year.

Corporation's structure

| Name of company | Place of establishment and operation | Proportion of ownership interest (%) | Proportion of voting rights held (%) | Principal activities |
|--|--|---|---|--|
| Subsidiaries | | | | |
| Hanoi Seaproducts Import Export Joint Stock Corporation | No. 20 Lang Ha, Lang Ha Ward, Dong Da District, Hanoi | 59.34% | 59.34% | Production, export, and trade |
| Nam Can Seaproducts Import and Export Joint Stock Company | Area 1, Hamlet 3, Nam Can Town, Nam Can District, Ca Mau Province | 50.83% | 50.83% | Production, export, and service |
| Viet Nam Fishery Mechanical Shipbuilding Joint Stock Company | No. 02 Phan Dinh Phung, Ha Ly Ward, Hong Bang District, Hai Phong City | 62.37% | 62.37% | Industrial production, trade and service |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

1. GENERAL INFORMATION (CONTINUED)

Corporation's structure (Continued)

Joint ventures and associates

| Name of company | Place of establishment and operation | Proportion of ownership interest (%) | Proportion of voting rights held (%) | Principal activities |
|---|---|---|---|---|
| Seaproducts Mechanical Shareholding Joint Stock Company | No. 244 Bui Van Ba, Tan Thuan Dong Ward, District 7, Ho Chi Minh City | 47.90% | 47.90% | Production, trade, and service |
| Nha Be Shipbuilding & Repair Joint Stock Company | No. 16/8B Bui Van Ba, Tan Thuan Dong Ward, District 7, Ho Chi Minh City | 26.46% | 26.46% | Industrial production |
| Seafood Joint Stock Company No. 4 | No. 320 Hung Phu, Ward 9, District 8, Ho Chi Minh City | 27.08% | 27.08% | Aquaculture, seafood and agricultural product processing, real estate business |
| Seaproducts Joint Stock Company No. 5 | No. 100/26 Binh Thoi, Ward 14, District 11, Ho Chi Minh City | 22.59% | 22.59% | Processing, manufacturing, and trading of agricultural, aquatic, and seafood products, vegetables, and fruits |
| Ha Long Aquaculture Service Joint Stock Company | No. 8 Nguyen Cong Hoan, Ngoc Khanh Ward, Ba Dinh District, Hanoi | 20% | 20% | Production and trade |
| Ha Long Canned Food Joint Stock Corporation | No. 71 Le Lai, May Chai Ward, Ngo Quyen District, Hai Phong City | 27.75% | 27.75% | Production, processing, canning and export of frozen aquatic products, seafood, livestock, and other foods |
| Danang Seaproducts Import - Export Corporation | No. 01 Bui Quoc Hung, Tho Quang Ward, Son Tra District, Da Nang City | 36.40% | 36.40% | Production, trade, and processing of seafood |
| Vietnam - Russia Aquatic Products Joint Venture Company | Tran Nao, An Loi Dong Ward, District 2, Ho Chi Minh City | 50.00% | 50.00% | Production and trade |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

1. GENERAL INFORMATION (CONTINUED)

Corporation's structure (Continued)

Joint ventures and associates (Continued)

| <u>Name of company</u> | <u>Place of establishment and operation</u> | <u>Proportion of ownership interest (%)</u> | <u>Proportion of voting rights held (%)</u> | <u>Principal activities</u> |
|--|---|---|---|---|
| Vietnamese - French Cattle Feed Joint Stock Company (Proconco) | Bien Hoa I Industrial Park, Dong Nai Province | 22.08% | 22.08% | Production of animal feed, provision of veterinary services, organization of animal husbandry, and purchase of chickens and pigs for processing for domestic consumption and export |
| 2T Corporation | No. 9 Pham Van Dong Street, Mai Dich Ward, Cau Giay District, Hanoi | 21.07 % | 21.07% | Architectural and related technical consulting activities |

Consolidated subsidiaries

All subsidiaries are incorporated in the consolidated financial statements.

List of joint ventures and associates that reflected or stopped applying or not applied the equity method when preparing the consolidated financial statements

All joint ventures and associates are presented in the consolidated financial statements using the equity method, except for Vietnam - Russia Aquatic Products Joint Venture Company because of the expiration of the joint venture contract and investment license in 2006.

Disclosure of information comparability in the consolidated financial statements

Figures of the prior year are comparable to those of the current year.

2. FINANCIAL YEAR, APPLIED ACCOUNTING STANDARDS AND REGIME

Financial year

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

Applied accounting regime

The Corporation applied Vietnamese Accounting Standards, accounting regime for enterprises in accordance with Circular No. 200/2014/TT-BTC dated 22 December 2014, Circular No. 53/2016/TT-BTC, Circular No. 202/2014/TT-BTC dated 22 December 2014, and circulars guiding the implementation of accounting standards of the Ministry of Finance in the preparation and presentation of the consolidated financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

2. FINANCIAL YEAR, APPLIED ACCOUNTING STANDARDS AND REGIME (CONTINUED)

Declaration of compliance with accounting standard and accounting regimes

The Board of General Directors ensures to comply with the requirements of Vietnamese Accounting Standards, accounting regimes for enterprises in accordance with Circular No. 202/2014/TT-BTC dated 22 December 2014, and circulars guiding the implementation of accounting standards of the Ministry of Finance in preparation of the consolidated financial statements.

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Accounting convention

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

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

Estimates

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

Evaluation and recognition at fair value

The Law on Accounting took effect from 01 January 2017, which includes regulations on evaluation and recognition at fair value. However, currently, there is no guidance for this matter. Therefore, the Board of General Directors has considered and applied as follows:

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

Basis of consolidation

The consolidated financial statements incorporate the interim separate financial statements of the Corporation and those of enterprises controlled by the Corporation in the year ended 31 December 2024. Control is achieved where the Corporation has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of consolidation (Continued)

Where necessary, adjustments are made to the interim financial statements of subsidiaries to bring the accounting policies used in line with those used by the Corporation.

• Intragroup transactions and balances are eliminated in full on consolidation.

Non-controlling interests consist of the amount of those non-controlling interests at the date of the original business combination (see below) and the non-controlling interests' share of changes in equity since the date of the combination. Losses in subsidiaries are respectively attributed to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Business combinations

On acquisition, the assets and liabilities and contingent liabilities of a subsidiary are measured at their fair values at the date of acquisition. Any excess of the cost of acquisition over the fair values of the identifiable net assets acquired is recognised as goodwill. Any deficiency of the cost of acquisition below the fair values of the identifiable net assets acquired is credited to profit and loss in the year of acquisition.

The non-controlling interests are initially measured at the non-controlling shareholders' proportion of the net fair value of the assets, liabilities and contingent liabilities recognised.

Investments in associates

An associate is an entity over which the Corporation has significant influence and that is neither a subsidiary nor an interest in joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but not control or joint control over those policies.

The results and assets and liabilities of associates are incorporated in these consolidated financial statements using the equity method of accounting. Interests in associates are carried in the balance sheet at cost as adjusted by post-acquisition changes in the Corporation's share of the net assets of the associate. Losses of an associate in excess of the Corporation's interest in that associate (which includes any long-term interests that, in substance, form part of the Corporation's net investment in the associate) are not recognised.

Where a group entity transacts with an associate of the Corporation, unrealised profits and losses are eliminated to the extent of the Corporation's interest in the relevant associate.

Interests in joint ventures

A joint venture is a contractual arrangement whereby the Corporation and other parties undertake an economic activity that is subject to joint control, i.e., the strategic financial and operating policy decisions relating to the activities require the unanimous consent of the parties sharing control.

Where a group entity undertakes its activities under joint venture arrangements directly, the Corporation's share of jointly controlled assets and any liabilities incurred jointly with other ventures are recognised in the financial statements of the relevant entity and classified according to their nature. Liabilities and expenses incurred directly in respect of interests in jointly controlled assets are accounted for on an accrual basis. Income from the sale or use of the Corporation's share of the output of jointly controlled assets, and its share of joint venture expenses, are recognised when it is probable that the economic benefits associated with the transactions will flow to/from the Corporation and their amount can be measured reliably.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interests in joint ventures (Continued)

Joint venture arrangements that involve the establishment of a separate entity in which each venturer has an interest are referred to as jointly controlled entities. The Corporation reports its interests in jointly controlled entities using the equity method of accounting. Any goodwill arising on the acquisition of the Corporation's interest in a jointly controlled entity is accounted for in accordance with the Corporation's accounting policy for goodwill arising on the acquisition of a subsidiary.

Financial instruments

Initial recognition

Financial assets: At the date of initial recognition, financial assets are recognised at cost plus transaction costs that are directly attributable to the acquisition of the financial assets. Financial assets of the Corporation comprise cash, cash in bank, cash equivalents, trade and other receivables, deposits, held-to-maturity investments, and trading securities.

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

Subsequent measurement after initial recognition

Currently, there are no requirements for the subsequent measurement of the financial instruments after initial recognition.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Financial investments

Trading securities

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

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

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

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial investments (Continued)

Held-to-maturity investments

Held-to-maturity investments comprise investments that the Corporation has the positive intent or ability to hold to maturity, including term deposits.

Held-to-maturity investments are recognised on a trade date basis and are initially measured at acquisition price plus directly attributable transaction costs. Post-acquisition interest income from held-to-maturity investments is recognised in the consolidated income statement on accrual basis. Pre-acquisition interest is deducted from the cost of such investments at the acquisition date.

Held-to-maturity investments are measured at cost less provision for doubtful debts.

Provision for doubtful debts relating to held-to-maturity investments is made in accordance with prevailing accounting regulations.

Equity investments in other entities

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

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

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

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

Receivables

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

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

Inventories

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

Cost comprises direct materials and where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition.

Cost is calculated using the first-in, first-out method and is recorded under the perpetual method.

Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventories (Continued)

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

Prepayments

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

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

Land rent: Land rent that incur 1 time and have large value are allocated into expenses using the straight-line method over the rental period.

Infrastructure and fixed asset rent: Infrastructure and fixed asset rent that incur 1 time and have large value are allocated into expenses using the straight-line method over the rental period.

Reparation costs: Reparation costs which have been used are allocated into expenses using the straight-line method no more than 03 years.

Ground leveling costs: Ground leveling costs are allocated into expenses using the straight-line method no more than 03 years.

Other prepayments: Other prepayments are allocated into expenses using the straight-line method no more than 03 years.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation.

The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working condition and location for their intended use. Expenses incurred after initial recognition are only recorded as an increase in cost of fixed assets if these costs are certain to increase future economic benefits from the use of such assets. Expenses that do not satisfy the above conditions are recognized as expenses during the year.

The costs of self-constructed or manufactured assets are the actual construction or manufacturing cost plus installation and test running costs.

When a fixed asset is sold or disposed, its cost and accumulated depreciation are written off and any gain or loss arising from the disposal is included in the income or expenses for the year. Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between profit from sales or disposals of assets and their residual values and is recognised in the consolidated income statement.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Tangible fixed assets and depreciation (Continued)

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

| | <u>Years of depreciation</u> |
|--------------------------------|------------------------------|
| Buildings and structures | 05 - 40 |
| Machinery and equipment | 03 - 13 |
| Motor vehicles and conveyances | 05 - 10 |
| Management equipment | 03 - 10 |

Tangible fixed assets are revaluated in accordance with the State's decisions or when state-owned enterprises are equitised. The cost and accumulated depreciation of tangible fixed assets are adjusted based on the revaluation value approved by competent authorities as regulated.

Intangible assets and amortisation

Intangible assets represent land use rights that are stated at cost less accumulated amortisation.

The cost of intangible assets includes all costs incurred by the Corporation to acquire the fixed assets up to the time the asset is ready for use. Expenses related to intangible assets incurred after initial recognition are recognized as production and business expenses in the year unless these expenses are associated with a specific intangible asset and increase the economic benefits from these assets.

When an intangible asset is sold or disposed, its cost and accumulated depreciation are written off and any gain or loss arising from the disposal is included in the income or expenses for the year.

The Corporation's intangible assets include:

Land use right

Land use rights represent all actual costs that the Corporation has spent directly related to the land used, including costs paid to obtain land use rights, costs for compensation, site clearance, site leveling, registration fees, etc. Land use rights are amortized using the straight-line method over 32.5 to 50 years. Land use rights with indefinite terms are not amortized.

The Corporation's land use rights include land use rights at Lot C2, Song Than 2 Industrial Park, and other land lots of Hanoi Seaproducts Import Export Joint Stock Corporation and Nam Can Seaproducts Import and Export Joint Stock Company.

Computer software

Costs of computer software programs that are not integral to the associated hardware are capitalized. The cost of computer software is the total costs incurred by the Corporation until the point of use. The computer software is amortized using the straight-line method over 2 to 10 years.

Investment properties

Investment properties are composed of land use rights, buildings and structures held by the Company to earn rentals. Investment properties held to earn rentals are stated at cost less accumulated depreciation. The costs of purchased investment properties comprise their purchase prices and any directly attributable expenditures, such as professional fees for legal services, property transfer taxes and other related transaction costs. The costs of self-constructed investment properties are the finally accounted construction or directly attributable costs of the properties.

Investment properties held to earn rentals are depreciated using the straight-line method over their estimated useful lives from 05 to 40 years.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Construction in progress

Properties in the course of construction for production, rental and administrative purposes or for other purposes are carried at cost. The cost includes any costs that are necessary to form the asset including construction cost, equipment cost, other directly attributable costs in accordance with the Corporation's accounting policy. Such costs will be included in the estimated costs of the fixed assets (if settled costs have not been approved) when they are put into use.

According to the State's regulations on investment and construction management, the settled costs of completed construction projects are subject to approval by appropriate level of competent authorities. The final costs of these completed construction projects may vary depending on the final approval by competent authorities.

Payables and accrued expenses

Payables represent the amount payable to suppliers or others, and are stated at book value.

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

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

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

Equity

Owner's contributed capital: Owner's contributed capital is recognised based on the actual contributed capital of the shareholders.

Asset revaluation difference: Asset revaluation difference represents the difference due to the revaluation of investments in subsidiaries serving the equitization of the Corporation.

Share premium: Share premium is recognized based on the difference between the issue price and the face value of the shares when they are issued for the first time, additional issuance. Direct expenses related to the issuance of additional shares and reissue of treasury shares are recorded as a decrease in share premium.

Other owner's capital: Other capital is formed by supplementing from the results of business operations, revaluation of assets and the net book value between the fair value of gifts, donations after deducting the tax payable (if any) related to these assets.

Treasury shares: Upon the repurchase of shares issued by the Corporation, the payment includes transaction-related expenses recognized as treasury shares and reflected as a deduction in equity.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Profit distribution

Profit after tax is distributed to shareholders after deducting funds in accordance with the Charter of Corporation, which has been approved by the General Assembly of Shareholders.

Profit distribution to shareholders is referenced to the non-monetary items included in retained earnings that may affect cash flows and the ability to pay dividends such as gains from revaluation of assets contributed capital, interest from revaluation of monetary items, financial instruments and other non-monetary items.

Dividends are recognized as liabilities when having the approval of the General Meeting of Shareholders.

Revenue recognition

Revenue is recognized when it is probable that the economic benefits will flow to the Corporation which can be reliably measured. Revenue is measured at the fair value of amounts received or to be received after deducting trade discounts, sales rebates and sales returns. The following specific recognition conditions must also be satisfied upon revenue recognition:

Revenue from the sale of goods is recognised when all five (5) following conditions are satisfied:

- (a) The Corporation has transferred to the buyer the significant risks and rewards of ownership of the goods;
- (b) The Corporation retains neither continuing managerial involvement to the degree usually associated with; ownership nor effective control over the goods sold;
- (c) The amount of revenue can be measured reliably;
- (d) It is probable that the economic benefits associated with the transaction will flow to the Corporation; and
- (e) The costs incurred or to be incurred in respect of the transaction can be measured reliably.

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

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

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

Dividend income from investments is recognised when the Corporation's right to receive payment has been established.

Foreign currencies

Transactions arising in foreign currencies are translated at exchange rates ruling at the transaction date. The balances of monetary items denominated in foreign currencies as at the balance sheet date are retranslated at the exchange rates on the same date. Exchange differences arising from the translation of these accounts are recognised in the consolidated income statement.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Borrowing costs

Other borrowing costs are recognized in the consolidated income statement when incurred.

Expenses

Expenses are amounts that reduce the economic benefits recognized at the time of the transaction or when there is a relative certainty that it will arise in the future whether the expenses have been expended or not.

Expenses and revenue generated should be recognized simultaneously in accordance with the matching principle. In case the matching principle conflicts with the prudential principle, expenses are recognized based on the nature and provisions of the Accounting Standards to ensure a true and reasonable reflection of the transaction.

Taxation

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

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

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

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

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

Nam Can Seaproducts Import and Export Joint Stock Company is exempted from corporate income tax for income from seafood export activities under Clause 1, Article 4 of Decree No. 218/2013/ND-CP dated 26 December 2003 of the Government, amended and supplemented by Decree No. 12/2015/ND-CP dated 12 February 2015.

Other income of the Corporation is subject to a corporate income tax rate of 20%.

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

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

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

A business segment is a distinguishable component of the Corporation that is engaged in the production or provision of relevant products or services. This segment is subject to risks and rewards that are different from those of other segments.

A geographical segment is a distinguishable component of the Corporation that is engaged in the production or provision of relevant products or services in a particular economic environment. This segment is subject to risks and rewards that are different from those of other business segments in other economic environments.

Segment information is prepared and presented in accordance with the accounting policies applicable to the preparation and presentation of the Corporation's consolidated financial statements.

Related parties

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

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

List of related parties:

| Related parties | Relationship |
|---|--|
| State Capital Investment Corporation | Parent Company |
| Seaproducts Mechanical Shareholding Joint Stock Company | Associate |
| Nha Be Shipbuilding & Repair Joint Stock Company | Associate |
| Ha Long Aquaculture Service Joint Stock Company | Associate |
| Seaproducts Joint Stock Company No. 5 | Associate |
| Ha Long Canned Food Joint Stock Corporation | Associate |
| Seafood Joint Stock Company No. 4 | Associate |
| Danang Seaproducts Import - Export Corporation | Associate |
| 2T Corporation | Associate |
| Vietnam - Russia Aquatic Products Joint Venture Company | Joint venture |
| Vietnamese - French Cattle Feed Joint Stock Company | Associate |
| Red Capital Asset Management Joint Stock Company | Major shareholder |
| Gelex Group Joint Stock Company | Major shareholder |
| Members of Board of Management, Board of General Directors, and those having close relationships with these members | Key leaders and members with close relationships |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

4. CASH AND CASH EQUIVALENTS

| | <u>Closing balance</u> | <u>Opening balance</u> |
|---|-------------------------------|-------------------------------|
| | VND | VND |
| Cash on hand | 2,135,792,597 | 2,227,142,911 |
| Demand deposits (i) | 16,457,484,584 | 19,433,606,006 |
| Cash equivalents (Bank deposits with terms of 3 months or less) | 275,292,576,881 | 210,745,350,000 |
| Total | <u>293,885,854,062</u> | <u>232,406,098,917</u> |

(i) The amount of demand deposits used to secure the loan at the the year ended was VND 135,000,000 (See note 23).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

5. FINANCIAL INVESTMENTS

| | Closing balance | | | Opening balance | | |
|--|----------------------|----------------------|-----------|----------------------|----------------------|-----------|
| | Cost | Fair value | Provision | Cost | Fair value | Provision |
| | VND | VND | VND | VND | VND | VND |
| a) Trading securities: | 2,257,388,143 | 9,029,292,700 | - | 2,257,388,143 | 8,630,428,950 | - |
| Shares - Vietnam Export Import Commercial Joint Stock Bank | 2,257,388,143 | 9,029,292,700 | - | 2,257,388,143 | 8,630,428,950 | - |

| | Closing balance | | Opening balance | |
|--|------------------------|------------------------|------------------------|------------------------|
| | Cost | Book value | Cost | Book value |
| | VND | VND | VND | VND |
| b) Short-term held-to-maturity investments as bank deposits with terms from 06 to 12 months | 123,939,696,760 | 123,939,696,760 | 188,816,308,326 | 188,816,308,326 |

| | Closing balance | | Opening balance | |
|---|------------------------|---------------------------|------------------------|---------------------------|
| | Cost | Value under equity method | Cost | Value under equity method |
| | VND | VND | VND | VND |
| c) Long-term financial investments | 676,126,943,864 | 1,087,895,550,664 | 676,126,943,864 | 972,703,893,441 |
| - Investments in joint ventures, associates | | | | |
| Seaproducts Mechanical Shareholding Joint Stock Company (i) | 4,867,500,000 | - | 4,867,500,000 | - |
| Nha Be Shipbuilding & Repair Joint Stock Company | 2,822,244,376 | 1,862,530,543 | 2,822,244,376 | 1,939,480,868 |
| Ha Long Aquaculture Service Joint Stock Company | 7,055,024,691 | 6,008,269,492 | 7,055,024,691 | 5,922,372,990 |
| Seaproducts Joint Stock Company No. 5 | 9,362,396,255 | 9,801,333,370 | 9,362,396,255 | 10,030,651,393 |
| Ha Long Canned Food Joint Stock Corporation | 36,071,360,000 | 40,496,860,225 | 36,071,360,000 | 42,112,860,576 |
| Seafood Joint Stock Company No. 4 (i) | 39,992,400,000 | - | 39,992,400,000 | - |
| Danang Seaproducts Import - Export Corporation | 10,918,845,000 | 48,110,483,009 | 10,918,845,000 | 45,071,820,357 |
| Vietnam - Russia Aquatic Products Joint Venture Company (ii) | 4,994,824,935 | 4,994,824,935 | 4,994,824,935 | 4,994,824,935 |
| Vietnamese - French Cattle Feed Joint Stock Company (Proconco) (iii), | 546,897,499,662 | 944,828,090,607 | 546,897,499,662 | 830,762,182,450 |
| 2T Corporation | 13,144,848,945 | 31,793,158,483 | 13,144,848,945 | 31,869,699,872 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

5. FINANCIAL INVESTMENTS (CONTINUED)

| | Closing balance | | | Opening balance | | |
|---|-----------------|-------------------|------------------|-----------------|-------------------|------------------|
| | Cost VND | Fair value VND | Provision VND | Cost VND | Fair value VND | Provision VND |
| c) Long-term financial investments (Continued) | | | | | | |
| - Equity investments in other entities | 131,851,261,456 | - | (16,432,336,212) | 131,851,261,456 | - | (18,830,770,061) |
| Searefico Corporation | 53,249,400,000 | 40,328,376,000 | (12,921,024,000) | 53,249,400,000 | 37,907,760,000 | (15,341,640,000) |
| Minh Hai Joint - Stock Seafoods Processing Company (iv) | 26,220,102,358 | (*) | - | 26,220,102,358 | (*) | - |
| Special Aquatic Products Joint Stock Company (iv) | 23,144,531,354 | 33,825,600,000 | - | 23,144,531,354 | 29,548,800,000 | - |
| Hung Hau Agricultural Corporation (iv) | 22,522,500,000 | *27,465,200,100 | - | 22,522,500,000 | 30,047,398,400 | - |
| Housing Development and Trading Joint Stock Company (v) | 2,000,000,000 | (*) | (2,000,000,000) | 2,000,000,000 | (*) | (2,000,000,000) |
| Mecom - Marine Equipment Joint Stock Company (iv) | 1,307,080,395 | (*) | - | 1,307,080,395 | (*) | - |
| Seaproduct Import Export Trading Joint Stock Company (iv) | 1,254,969,616 | (*) | - | 1,254,969,616 | (*) | - |
| Vietnam Fishery Material Joint Stock Company (vi) | 995,940,542 | (*) | (741,937,420) | 995,940,542 | (*) | (741,937,420) |
| Phu My Trading - Manufacturing - Service Joint Stock Company (vi) | 553,333,272 | (*) | (272,614,620) | 553,333,272 | (*) | (250,432,469) |
| West Sea Corporation (v) | 455,000,000 | (*) | (455,000,000) | 455,000,000 | (*) | (455,000,000) |
| Sea Packaging Joint Stock Company (vi) | 148,403,919 | (*) | (41,760,172) | 148,403,919 | (*) | (41,760,172) |

Fair value (*):

At the balance sheet date, in addition to financial investments with listed prices on the market of investment shares that have been determined by the Corporation for fair value and presented in the notes to the consolidated financial statements, other financial investments have not yet determined fair value because there is no listed price on the market of investment shares and Vietnamese Accounting Standards and accounting regimes for enterprises do not have specific guidance on determining the fair value of financial investments. The fair value of the investment in these subsidiaries may differ from the carrying amount.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

5. FINANCIAL INVESTMENTS (CONTINUED)

Additional information on financial investments:

- (i) The Corporation's loss exceeded the value of the investment.
- (ii) Vietnam - Russia Aquatic Products Joint Venture Company (the Joint Venture) has ceased operations and is dissolving under regulations. After receiving compensation for site clearance from the People's Committee of District 2, in 2017, the Joint Venture temporarily transferred to the Corporation an amount equivalent to 50% of each party's capital contribution to the Joint Venture for management (see Note 22). This amount will be settled when there is a decision to dissolve the Joint Venture.
- (iii) The Corporation has agreed to use its 22,000,000 shares at Proconco to secure the loan of Bac Nam 79 Construction Joint Stock Company (see Note 41).
- (iv) The financial statements, combined financial statements, or consolidated financial statements for the year ended 31 December 2024 of these investments all recorded accumulated profit.
- (v) The Corporation has made a 100% provision for this investment because of the cease of West Sea Corporation's operations and the failure to find the operating address of the Housing Development and Trading Joint Stock Company.
- (vi) The provision for these investments is made based on financial information obtained as prescribed.

In addition, according to the Certificate of Capital Contribution of Co May Trading & Service Company Limited No. 01/GCN-CMC dated 20 March 2015, Viet Nam Seaproducts Corporation - One Member Limited Liability Company (now Viet Nam Seaproducts Joint Stock Corporation) has made the capital contribution (according to the charter capital) of VND 15,000,000,000 in the form of the value of the construction on the land, relocation support, and the value of advantages in exploitation, management, and use of the land at the foot of Co May bridge.

On 17 October 2024, Co May Trading & Service Company Limited issued the Resolution No. 01/2024/HDTV/NQ on the dissolution of this company. On 10 December 2024, the Land Reclamation Enforcement Board under the Decision No. 6214/QD-UBND dated 21 November 2024 of the People's Committee of Ba Ria City completed the implementation of measures to enforce the Decision on compulsory land reclamation against the Corporation for the Co May land lot under the Notice No. 2508/TB-BCC dated 05 December 2024. Accordingly, all existing buildings and structures on the land have been completely demolished and the land lot has been forcibly recovered and completely managed by the locality.

Changes in the provision for financial investments during the year are as follows:

| | <u>Current period</u> | <u>Prior period</u> |
|-----------------------|-----------------------|-----------------------|
| | VND | VND |
| Opening balance | 18,830,770,061 | 9,261,851,979 |
| Provision in the year | 3,995,646,151 | 9,593,402,849 |
| Reversal of provision | (6,394,080,000) | (24,484,767) |
| Closing balance | <u>16,432,336,212</u> | <u>18,830,770,061</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

6. SHORT-TERM TRADE RECEIVABLES

| | Closing balance | Opening balance |
|---|-----------------------|-----------------------|
| | VND | VND |
| a) Short-term receivables from related party | - | 65,538,945 |
| Ha Long Canned Food Joint Stock Corporation | - | 65,538,945 |
| b) Short-term receivables from others | 60,715,000,842 | 70,738,157,818 |
| Thanh Binh Gold Company Limited | 6,524,224,000 | 7,214,224,000 |
| Ha Do Trading Company Limited | 12,145,000,000 | 12,750,000,000 |
| Concept Cool Vertriebsgesellschaft MBH | 8,559,078,960 | 626,682,000 |
| Others | 33,486,697,882 | 50,147,251,818 |
| Total | 60,715,000,842 | 70,803,696,763 |

7. SHORT-TERM ADVANCES TO SUPPLIERS

| | Closing balance | Opening balance |
|--|----------------------|----------------------|
| | VND | VND |
| Da Lat Caviar Company Limited | 1,088,180,000 | - |
| Bac Viet Chung Trading and Service Company Limited | - | 869,038,977 |
| Red Rainbow Trading Company Limited (i) | 3,700,000,000 | 4,000,000,000 |
| Others | 2,796,031,493 | 1,514,888,768 |
| Total | 7,584,211,493 | 6,383,927,745 |

(i) The advance payment under Contract No. 2906/2023/CVD-TSHN dated 29 June 2023 is awaiting recovery because the parties have now agreed to terminate the contract and return the advance payment under the above Contract.

8. OTHER RECEIVABLES

| | Closing balance | | Opening balance | |
|---|-----------------------|------------------------|-----------------------|------------------------|
| | Amount | Provision | Amount | Provision |
| | VND | VND | VND | VND |
| a) Short-term | 33,768,450,221 | (9,402,770,973) | 29,034,229,603 | (2,460,231,205) |
| <i>Other receivables from related parties</i> | <i>400,000,000</i> | <i>-</i> | <i>-</i> | <i>-</i> |
| 2T Corporation - Dividend receivables | 400,000,000 | - | - | - |
| <i>Other receivables from others</i> | <i>33,368,450,221</i> | <i>(9,402,770,973)</i> | <i>29,034,229,603</i> | <i>(2,460,231,205)</i> |
| Deposits and collateral | 22,267,416 | - | 31,067,416 | - |
| Accrued interest | 2,464,653,118 | - | 6,381,583,190 | - |
| Dividend receivables | 1,525,844,450 | - | 1,173,726,500 | - |
| Advances | 191,765,628 | - | 423,561,709 | - |
| Social, health, and unemployment insurance | 150,015,286 | - | 150,197,222 | - |
| Tai Tam Long Bien One Member Company Limited (ii) | 14,865,352,524 | - | 12,459,220,099 | - |
| Tay Do Customs Branch (i) | | | | |
| Other short-term receivables | 12,985,090,799 | (9,402,770,973) | 8,104,873,467 | (2,460,231,205) |
| b) Long-term | 4,432,461,340 | (23,141,800) | 4,370,628,046 | (23,141,800) |
| Deposits and collateral | 4,432,461,340 | (23,141,800) | 4,370,628,046 | (23,141,800) |

(i) On 21 November 2024, the Corporation was forced to pay an amount of VND 853,461,000 to enforce the judgment under the Decision No. 90/QD-TD dated 14 November 2024 of Can Tho City Customs Department - Tay Do Customs Branch. This is the late payment related to the import tax debt of Can Tho Seafood Import-Export Branch arising before equitization with an amount of VND 310,000,000. Currently, the Corporation has submitted a lawsuit against the Region XIX Customs Branch (formerly Tay Do Customs Branch - Can Tho City) to the People's Court of Can Tho City.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

8. OTHER RECEIVABLES (CONTINUED)

- (ii) This amount represents the land rental fee from 2019 to 31 December 2024 at No. 02 Ngo Gia Tu, Hanoi City, under the business cooperation contract No. 19/HDHTKD-SEAPRODEX-T&T dated 11 May 2012 between the Corporation and Tai Tam Company Limited (now Tai Tam Long Bien One Member Company Limited). According to Clause 5.3, Article 5 of the contract: "... Annual land rental fee, or land rent with full one-off rental payment, from the time Viet Nam Seaproducts Joint Stock Corporation hands over the land and facilities to implement the Project or when there is a decision on the form of land use by the Hanoi City People's Committee. Tai Tam Company Limited is solely responsible for the cost of performing the obligation to pay land use fees and land taxes to the State for the entire land area...". Currently, the Project has not been implemented yet.

9. BAD DEBTS

| | Closing balance | | | Opening balance | | |
|---|-----------------------|-----------------------|-----------------------------------|-----------------------|-----------------------|-----------------------------|
| | Cost | Recoverable amount | VND Overdue period | Cost | Recoverable amount | VND Overdue period |
| a) Short-term trade receivables | 36,052,952,982 | 12,652,802,505 | | 32,792,211,718 | 16,385,577,425 | |
| Bach Dang Shipbuilding Company Limited | - | - | Over 3 years | 521,730,857 | - | Over 3 years |
| Tan Van Phat Trading Private Enterprise | 224,636,936 | - | Over 3 years | 262,277,193 | - | Over 3 years |
| Bac Son Steel Company Limited | 4,740,000,000 | 2,370,000,000 | From 1 to less than 2 years | 5,600,000,000 | 3,920,000,000 | Less than 1 year |
| International VHS Technology Development Joint Stock Company | 3,042,470,696 | 912,741,209 | From 2 to less than 3 years | 4,522,470,696 | 2,261,235,348 | From 1 to less than 2 years |
| Thanh Binh Gold Company Limited | 6,524,224,000 | 1,957,267,200 | From 2 to less than 3 years | 7,214,224,000 | 3,607,112,000 | From 1 to less than 2 years |
| Ha Do Trading Company Limited | 11,145,000,000 | 3,343,500,000 | From 2 to less than 3 years | 11,750,000,000 | 5,875,000,000 | From 1 to less than 2 years |
| Hoang Minh Trading Service Development Investment Company Limited | 2,574,127,400 | 1,801,889,180 | From 6 month to less than 1 years | - | - | |
| Ha Long Seafood Processing Export Joint Stock Company, Hanoi Branch | 1,586,008,440 | 1,110,205,908 | From 6 month to less than 1 years | - | - | |
| Others | 6,216,485,510 | 1,157,199,008 | Over 1 year | 2,921,508,972 | 722,230,077 | Over 1 year |
| b) Other short-term receivables | 9,425,912,791 | - | | 2,483,373,005 | - | |
| Nam Vang Trading and Production Company Limited | 525,747,790 | - | Over 3 years | 525,747,790 | - | Over 3 years |
| Mr. Phan Van Tri | 343,294,620 | - | Over 3 years | 343,294,620 | - | Over 3 years |
| Tan Van Phat Trading Private Enterprise | 1,521,188,795 | - | Over 3 years | 1,521,188,795 | - | Over 3 years |
| Bac Son Steel Company Limited | 1,122,692,569 | - | Over 3 years | - | - | |
| International VHS Technology Development Joint Stock Company | 1,137,580,822 | - | Over 3 years | - | - | |
| Thanh Binh Gold Company Limited | 1,542,076,817 | - | Over 3 years | - | - | |
| Ha Do Trading Company | 2,266,809,039 | - | Over 3 years | - | - | |
| Gia Long Technology Development and Trading Company Limited | 943,380,539 | - | Over 3 years | - | - | |
| Others | 23,141,800 | - | Over 3 years | 93,141,800 | - | Over 3 years |
| c) Short-term advances to suppliers | 4,310,830,342 | 1,850,000,000 | | 2,281,777,011 | - | |
| Hai Hoa Phat Trading Company Limited | 610,830,342 | - | Over 3 years | 610,830,342 | - | Over 3 years |
| Bac Viet Chung Trading and Service Company Limited | - | - | Over 3 years | 869,038,977 | - | Over 3 years |
| Red Rainbow Trading Company Limited | 3,700,000,000 | 1,850,000,000 | From 1 to less than 2 years | - | - | |
| Others | - | - | Over 3 years | 801,907,692 | - | Over 3 years |
| d) Deficits in assets awaiting solution (See Note 10) | 13,097,174,101 | - | | 13,097,174,101 | - | |
| Total | 62,886,870,216 | 14,502,802,505 | | 50,654,535,835 | 16,385,577,425 | |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

9. BAD DEBTS (CONTINUED)

Changes in provision for receivables during the year are as follows:

| | Current year | Prior year |
|------------------------|-----------------------|-----------------------|
| | VND | VND |
| Opening balance | 34,268,958,410 | 19,731,799,927 |
| Provision for the year | 14,178,434,508 | 14,688,308,526 |
| Reversal of provision | (63,325,207) | (151,150,043) |
| Closing balance | 48,384,067,711 | 34,268,958,410 |

10. DEFICITS IN ASSETS AWAITING SOLUTION

In which, the value of the occupied steel lot as of 31 December 2024 is VND 13,097,174,101. Hanoi Seaproducts Import Export Joint Stock Corporation (a subsidiary of the Corporation) purchased this batch in 2008 and stored it at the warehouse of Tan Tien Trading Company Limited under the Goods Storage Contract No. 1806/HDGG dated 18 June 2008. The purpose is to sell to Thai Son Trading and Technology Company Limited under the Sales Contract No. 16/SEA-TH/2008 dated 16 June 2008; however, this batch of goods was misappropriated before the transfer of goods and ownership. Until now, the incident related to this batch is under investigation by the police, and there is no conclusion yet. The Corporation has made all provisions for losses for this steel batch.

The value of inventory shortage awaiting solution in 2024 is VND 102,370,081.

11. INVENTORIES

| | Closing balance | | Opening balance | |
|----------------------|-----------------------|------------------------|------------------------|------------------------|
| | Cost | Provision | Cost | Provision |
| | VND | VND | VND | VND |
| Raw materials | 2,509,768,384 | - | 1,470,793,357 | - |
| Tools and supplies | 1,099,592,300 | - | 1,336,351,469 | - |
| Work in progress | 8,948,913,855 | - | 7,143,567,952 | - |
| Finished goods | 79,973,312,867 | (3,270,278,210) | 144,967,524,019 | (7,006,579,856) |
| Merchandise | 2,782,943,706 | - | 7,984,159,954 | - |
| Goods on consignment | - | - | 11,279,600,268 | - |
| Total | 95,314,531,112 | (3,270,278,210) | 174,181,997,019 | (7,006,579,856) |

Changes in provision for inventories during the year are as follows:

| | Current year | Prior year |
|--------------------------------------|----------------------|----------------------|
| | VND | VND |
| Opening balance | 7,006,579,856 | 2,126,313,718 |
| Additional provision during the year | - | 4,880,266,138 |
| Reversal of provision | (3,736,301,646) | - |
| Closing balance | 3,270,278,210 | 7,006,579,856 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

12. PREPAYMENTS

| | <u>Closing balance</u> | <u>Opening balance</u> |
|---------------------------------|------------------------|------------------------|
| | VND | VND |
| a) Short-term | 240,475,359 | 144,669,913 |
| Tools and supplies | 111,342,559 | - |
| Warehouse and lake front rental | 4,500,000 | 48,611,112 |
| Reparation costs | 12,011,652 | 46,764,320 |
| Others | 112,621,148 | 49,294,481 |
| b) Long-term | 4,688,397,859 | 3,297,882,320 |
| Tools and supplies | 256,512,277 | 249,800,094 |
| Reparation costs | 3,877,074,490 | 2,346,653,674 |
| Land rental in Hai Phong | - | 34,400,606 |
| Ground leveling costs | 375,541,740 | 399,529,992 |
| Others | 179,269,352 | 267,497,954 |
| Total | 4,928,873,218 | 3,442,552,233 |

VIET NAM SEAPRODUCTS JOINT STOCK CORPORATION

 No. 2 - 4 - 6 Dong Khoi Street, Ben Nghe Ward,
 District 1, Ho Chi Minh City

FORM B 09-DN/HN

 Issued under Circular No. 202/2014/TT-BTC
 dated 22 December 2024 of the Ministry of Finance

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

| | Buildings and structures | Machinery and equipment | Motor vehicles and conveyances | Management equipment | Total |
|-----------------------------------|-----------------------------|----------------------------|-----------------------------------|-------------------------|------------------------|
| | VND | VND | VND | VND | VND |
| COST | | | | | |
| Opening balance | 218,871,881,942 | 128,652,178,956 | 17,681,489,051 | 1,151,041,593 | 366,356,591,542 |
| - Purchases in the period | - | 283,569,000 | 38,888,889 | - | 322,457,889 |
| - Switch to investment properties | (34,606,805,209) | - | - | - | (34,606,805,209) |
| - Sales, disposals | - | (127,190,000) | (1,238,171,364) | - | (1,365,361,364) |
| Closing balance | 184,265,076,733 | 128,808,557,956 | 16,482,206,576 | 1,151,041,593 | 330,706,882,858 |
| ACCUMULATED DEPRECIATION | | | | | |
| Opening balance | 173,234,111,374 | 97,656,120,825 | 14,922,099,545 | 1,048,471,443 | 286,860,803,187 |
| - Charges for the period | 3,439,444,157 | 4,077,004,700 | 612,374,044 | 36,186,551 | 8,165,009,452 |
| - Switch to investment properties | (16,425,319,320) | - | - | - | (16,425,319,320) |
| - Sales, disposals | - | (127,190,000) | (1,124,672,355) | - | (1,251,862,355) |
| Closing balance | 160,248,236,211 | 101,605,935,525 | 14,409,801,234 | 1,084,657,994 | 277,348,630,964 |
| NET BOOK VALUE | | | | | |
| Opening balance | 45,637,770,568 | 30,996,058,131 | 2,759,389,506 | 102,570,150 | 79,495,788,355 |
| Closing balance | 24,016,840,522 | 27,202,622,431 | 2,072,405,342 | 66,383,599 | 53,358,251,894 |

The cost of tangible fixed assets which have been fully depreciated but are still in use as at 31 December 2024 is VND 216,482,087,620 (as at 01 January 2024: VND 216,654,146,222).

The net book value of tangible fixed assets used as collateral for loans as at 31 December 2024 is VND 23,166,329,398 (as at 01 January 2024: VND 25,675,619,614) (See Note 23).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

14. INCREASE, DECREASE IN INTANGIBLE ASSETS

| | Land use right | Software program | Total |
|---------------------------------|----------------|---------------------|----------------|
| | VND | VND | VND |
| COST | | | |
| Opening balance | 31,858,687,161 | 1,363,060,881 | 33,221,748,042 |
| Closing balance | 31,858,687,161 | 1,363,060,881 | 33,221,748,042 |
| ACCUMULATED AMORTISATION | | | |
| Opening balance | 9,452,105,190 | 1,363,060,881 | 10,815,166,071 |
| - Charges for the period | 892,015,632 | - | 892,015,632 |
| Closing balance | 10,344,120,822 | 1,363,060,881 | 11,707,181,703 |
| NET BOOK VALUE | | | |
| Opening balance | 22,406,581,971 | - | 22,406,581,971 |
| Closing balance | 21,514,566,339 | - | 21,514,566,339 |

The revaluated cost of the land use right at Lot C2 of Song Than 2 Industrial Park upon equitization is VND 25,532,342,472. The Corporation depreciates this land use right for 32.5 years (starting from 17 April 2015 to 16 October 2047).

The cost of intangible assets which have been fully amortised but are still in use as at 31 December 2024 is VND 1,548,404,117 (as at 01 January 2024: VND 1,548,404,117).

The net book value of intangible assets used as collateral for loans as at 31 December 2024 is VND 2,991,008,263 (as at 01 January 2024: VND 3,078,764,011) (See Note 23).

15. INVESTMENT PROPERTIES

| | Buildings and structures | Infrastructure | Total |
|---------------------------------------|-----------------------------|----------------|----------------|
| | VND | VND | VND |
| COST | | | |
| Opening balance | - | - | - |
| - Transfer from tangible fixed assets | 4,652,027,236 | 29,954,777,973 | 34,606,805,209 |
| Closing balance | 4,652,027,236 | 29,954,777,973 | 34,606,805,209 |
| ACCUMULATED AMORTISATION | | | |
| Opening balance | - | - | - |
| - Transfer from tangible fixed assets | 3,729,137,292 | 12,696,182,028 | 16,425,319,320 |
| Closing balance | 3,729,137,292 | 12,696,182,028 | 16,425,319,320 |
| NET BOOK VALUE | | | |
| Opening balance | - | - | - |
| Closing balance | 922,889,944 | 17,258,595,945 | 18,181,485,889 |

The cost of investment properties which have been fully amortised but are still in use as at 31 December 2024 is VND 1,084,669,353.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

15. INVESTMENT PROPERTIES (CONTINUED)

Fair value of investment properties:

According to Vietnamese Accounting Standards No. 05 - Investment properties, the fair value of investment properties as at 31 December 2024 should be disclosed. However, the Company has not yet formally assessed and determined the fair value as at 31 December 2024; therefore, no information about the fair value is disclosed in the notes to the consolidated financial statements. The fair value of these investment properties may differ from the book value.

List of investment properties as at 31 December 2024:

| No. | List of investment properties | Cost | Accumulated depreciation | Net book value |
|-----|---|-----------------------|--------------------------|-----------------------|
| 1 | Ha Ly big warehouse | 75,790,000 | 75,790,000 | - |
| 2 | Production Operator in Ha Ly | 768,117,700 | 478,266,460 | 289,851,240 |
| 3 | Ship hull house of Vat Cach Mechanical Enterprise | 722,307,456 | 605,133,192 | 117,174,264 |
| 4 | Ha Ly mechanical cold lathe factory | 50,427,520 | 50,427,520 | - |
| 5 | Vat Cach Warehouse | 158,433,636 | 158,432,556 | 1,080 |
| 6 | Vat Cach port manufacturing factory | 1,918,499,091 | 1,402,635,731 | 515,863,360 |
| 7 | Kiosk for rent in Ha Ly area | 565,879,091 | 341,413,403 | 224,465,688 |
| 8 | Ha Ly car parking lot | 345,457,273 | 253,334,413 | 92,122,860 |
| 9 | 6500 ton tugboat Insulation | 29,043,441,609 | 12,101,434,212 | 16,942,007,397 |
| 10 | Double warehouse | 231,660,000 | 231,660,000 | - |
| 11 | Foundation, machine base, auxiliary works | 665,861,818 | 665,861,818 | - |
| 12 | Water supply system | 60,930,015 | 60,930,015 | - |
| | Total | 34,606,805,209 | 16,425,319,320 | 18,181,485,889 |

16. CONSTRUCTION IN PROGRESS

| | Closing balance | Opening balance |
|---|------------------------|------------------------|
| | VND | VND |
| Land use rights and assets on land at No. 2-4-6 Dong Khoi Street, Ben Nghe Ward, District 1, Ho Chi Minh City (i) | 692,174,085,744 | 692,174,085,744 |
| Blue Sapphire Hotel Project - Vung Tau | 229,453,856 | 229,453,856 |
| Project No. 02 Ngo Gia Tu, Hanoi | 109,694,182 | 109,694,182 |
| 6,500-ton trailer system - Vat Cach | 265,842,539 | 265,842,539 |
| Total | 692,779,076,321 | 692,779,076,321 |

- (i) Construction in progress - Land use rights and assets on land at No. 2-4-6 Dong Khoi Street, Ben Nghe Ward, District 1, Ho Chi Minh City, including the value of land and assets on land and the value of loan interest under the Corporation's loan at Bac Nam 79 Joint Stock Company used to pay for the transfer of Land use rights capitalized into the value of land use rights and assets on land are VND 131,484,705,744.
- According to Decision No. 6739/QD-UBND dated 10 December 2015 on approving the market-driven land price plan of the Land lot No. 2-4-6 Dong Khoi Street, Ben Nghe Ward, District 1, Ho Chi Minh City to transfer land use rights to Viet Nam Seaproducts Joint Stock Corporation;
 - The Corporation fulfilled its tax and financial obligations to receive the transfer of the land use rights. The District 1 Tax Department confirmed the Corporation's land fee payment on 24 January 2017. The Ho Chi Minh City Department of Finance also confirmed that the Corporation fulfilled its financial obligations in Official Letter No. 814 on 27 January 2017;

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

16. CONSTRUCTION IN PROGRESS (CONTINUED)

However, by the end of the financial year ended 31 December 2024, the Corporation has not yet received a land use rights certificate from the State authorities to implement the Shopping Mall, Office, and Apartments Construction Project on this land.

17. DEFERRED TAX ASSETS

Deferred tax assets represent the provision for the misappropriated steel batch of Hanoi Seaproducts Import Export Joint Stock Corporation (a subsidiary of the Corporation) (See Note 10).

| | <u>Current year</u> | <u>Prior year</u> |
|-----------------|----------------------|----------------------|
| | VND | VND |
| Opening balance | 6,399,438,727 | 6,399,438,727 |
| Closing balance | <u>6,399,438,727</u> | <u>6,399,438,727</u> |

Corporate income tax rate used to determine deferred tax assets is 20% (prior year: 20%).

18. SHORT-TERM TRADE PAYABLES

| | <u>Closing balance</u> | | <u>Opening balance</u> | |
|-------------------------------------|------------------------|----------------------------|------------------------|----------------------------|
| | Amount | Amount able to be paid off | Amount | Amount able to be paid off |
| | VND | VND | VND | VND |
| Minh Phu Food Company Limited | - | - | 605,606,000 | 605,606,000 |
| Thao Vy Seafood Company Limited | - | - | 841,328,840 | 841,328,840 |
| Minh Hai NC Seafood Company Limited | 1,643,481,700 | 1,643,481,700 | - | - |
| Kim Viet Seafood Company Limited | 614,613,145 | 614,613,145 | - | - |
| Others | 2,084,759,312 | 2,084,759,312 | 4,629,605,442 | 4,629,605,442 |
| Total | <u>4,342,854,157</u> | <u>4,342,854,157</u> | <u>6,076,540,282</u> | <u>6,076,540,282</u> |

19. SHORT-TERM ADVANCES FROM CUSTOMERS

| | <u>Closing balance</u> | <u>Opening balance</u> |
|---|------------------------|------------------------|
| | VND | VND |
| Thai Son Trading and Technology Company Limited (i) | 4,199,967,000 | 4,199,967,000 |
| Others | 469,964,999 | 25,785,644 |
| Total | <u>4,669,931,999</u> | <u>4,225,752,644</u> |

- (i) This amount represents the advances from Thai Son Trading and Technology Company Limited related to the sales contract of the misappropriated steel batch (See Note 10).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

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

| | Closing balance | Payable during the year | Paid during the year | Opening balance |
|---------------------------------|-----------------------|----------------------------|-------------------------|-----------------------|
| | VND | VND | VND | VND |
| a) Receivables | | | | |
| Corporate income tax | 161,452,550 | - | - | 161,452,550 |
| Personal income tax | 109,581,757 | 214,067,482 | - | 323,649,239 |
| Land and housing tax, land rent | - | 116,552,100 | - | 116,552,100 |
| Other taxes and fees | 1,130,193 | - | (1,000,000) | 130,193 |
| Total | 272,164,500 | 330,619,582 | (1,000,000) | 601,784,082 |
| | Closing balance | Payable during the year | Paid during the year | Opening balance |
| | VND | VND | VND | VND |
| b) Payables | | | | |
| VAT on domestic goods | 480,326,884 | 6,655,605,193 | (6,644,905,128) | 469,626,819 |
| Import and export duties | - | 102,199,856 | (102,199,856) | - |
| Corporate income tax | 4,787,559,070 | 8,553,016,745 | (9,498,581,661) | 5,733,123,986 |
| Personal income tax | 130,401,447 | 2,755,606,060 | (2,707,729,718) | 82,525,105 |
| Land and housing tax, land rent | 12,094,214,029 | 23,952,432,065 | (22,645,985,655) | 10,787,767,619 |
| Resource tax | 2,226,650 | 41,934,150 | (46,804,300) | 7,096,800 |
| Non-agricultural land tax | - | 150,456,576 | (150,456,576) | - |
| Other taxes and fees | - | 349,992,540 | (349,992,540) | - |
| Total | 17,494,728,080 | 42,561,243,185 | (42,146,655,434) | 17,080,140,329 |

21. SHORT-TERM ACCRUED EXPENSES

| | Closing balance | Opening balance |
|---------------------------------|-----------------------|-----------------------|
| | VND | VND |
| Payable interest expense (i) | 4,049,583,611 | 4,101,398,036 |
| Land rent (ii) | 36,649,222,658 | 33,926,502,658 |
| Ecological shrimp project | 664,602,033 | 1,720,565,034 |
| Consulting fees and commissions | 400,100,251 | 281,590,929 |
| Others | 877,990,581 | 928,644,623 |
| Total | 42,641,499,134 | 40,958,701,280 |

(i) This amount represents the interest expense from 01 July 2023 to 21 December 2023, payable to Bac Nam 79 Joint Stock Company (See Note 41).

(ii) This amount represents the accrual of land rent for the land lot at No. 21 Ngo Duc Ke Street, District 1, Ho Chi Minh City and No. 107 Nguy Nhu Kon Tum Street, Nhan Chinh Ward, Thanh Xuan District, Hanoi.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

22. OTHER PAYABLES

| | <u>Closing balance</u> | <u>Opening balance</u> |
|---|------------------------|------------------------|
| | VND | |
| a) Short-term | 27,403,301,166 | 19,741,995,491 |
| <i>Other short-term payables from related parties</i> | <i>4,994,824,935</i> | <i>4,994,824,935</i> |
| Vietnam - Russia Aquatic Products Joint Venture | 4,994,824,935 | 4,994,824,935 |
| <i>Other short-term payables from others</i> | <i>22,408,476,231</i> | <i>14,747,170,556</i> |
| Trade union fee | 71,360,433 | 88,673,103 |
| Social, health, and unemployment insurance | 41,749,822 | 471,781,462 |
| Payable dividends and profits | 450,889,030 | 393,927,530 |
| Payables for equitization | 167,676,467 | 167,676,467 |
| Ngo Quang Huy (judgement execution fee) | 1,776,021,500 | 1,776,021,500 |
| Severance allowance | 871,872,062 | 871,872,062 |
| Deposits and collateral | 10,244,000,000 | 2,195,200,000 |
| Enterprise arrangement support fund | 3,870,768,571 | 3,870,768,571 |
| Surplus of assets awaiting solution | 35,813,473 | - |
| Others | 4,878,324,873 | 4,911,249,861 |
| b) Long-term | 13,656,560,000 | 23,052,510,000 |
| - Receipt of long-term deposits and collateral | 13,656,560,000 | 23,052,510,000 |

- (i) This balance represents the amount that Vietnam - Russia Aquatic Products Joint Venture Company has transferred to the Corporation corresponding to its capital contribution ratio at this company (See Note 5).



NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)*These notes are an integral part of and should be read in conjunction with the accompanying interim consolidated financial statements***23. LOANS AND OBLIGATIONS UNDER FINANCE LEASES**

| | Closing balance | | During the period | | Opening balance | |
|---|-----------------------|----------------------------|--------------------------|------------------------|------------------------|----------------------------|
| | Amount | Amount able to be paid off | Decrease | Increase | Amount | Amount able to be paid off |
| | VND | VND | VND | VND | VND | VND |
| a) Short-term loans | 42,616,306,486 | 42,616,306,486 | (406,825,296,500) | 336,819,842,986 | 112,621,760,000 | 112,621,760,000 |
| Joint Stock Commercial Bank for Foreign Trade of Vietnam - Ca Mau Branch (i) | 40,676,177,186 | 40,676,177,186 | (384,582,670,500) | 318,388,713,686 | 106,870,134,000 | 106,870,134,000 |
| Vietnam Joint Stock Commercial Bank for Industry and Trade - Ca Mau Branch | 900,000,000 | 900,000,000 | (18,469,020,000) | 17,391,000,000 | 1,978,020,000 | 1,978,020,000 |
| Current portion of long-term loans | 1,040,129,300 | 1,040,129,300 | (3,773,606,000) | 1,040,129,300 | 3,773,606,000 | 3,773,606,000 |
| b) Long-term loans | - | - | (1,040,129,300) | - | 1,040,129,300 | 1,040,129,300 |
| Joint Stock Commercial Bank for Foreign Trade of Vietnam - Ca Mau Branch (ii) | - | - | (1,040,129,300) | - | 1,040,129,300 | 1,040,129,300 |
| Total | 42,616,306,486 | 42,616,306,486 | (407,865,425,800) | 336,819,842,986 | 113,661,889,300 | 113,661,889,300 |

Additional information for loans:

- (i) This balance represents the loans from Joint Stock Commercial Bank for Foreign Trade of Vietnam - Ca Mau Branch under the Limit Contract No. 98-2024/HĐCV-CMA-QLN dated 18 September 2024 attached to the Credit Contract No. 97-2024/HD-CMA-QLN dated 18 September 2024, with the limit of VND 120,000,000,000, to finance legal, reasonable and valid short-term credit needs for the Corporation's business purposes. The loan term is 12 months. The interest rate is specified in each debt acknowledgement.

Collateral for the loans includes:

- Land use right under the Certificate No. BI 521656 at Chong My B Hamlet, Ham Rong Commune, Nam Can District, Ca Mau Province under the Mortgage Contract No. 406/2014/NHNT dated 07 April 2014.
- Land-associated assets under the Certificate No. AH 296757 at Cluster 3, Nam Can Town, Nam Can District, Ca Mau Province under the Mortgage Contract No. 1451/2015/NHNT dated 29 December 2015.
- Machinery and equipment under the Mortgage Contract No. 221/2011/NHNT dated 05 August 2011.
- Machinery and equipment for seafood processing under the Mortgage Contract No. 52-2017/HDTC-CMA-KHDN dated 26 April 2017.
- IQF conveyor of 500kg/h under the Mortgage Contract No. 57-2019/HD-CMA-QLN dated 30 May 2019.
- Land-associated assets under the Certificate No. CN 992588 at Cluster 3, Nam Can Town, Nam Can District, Ca Mau Province under the Mortgage Contract No. 58-2019/HD-CMA-QLN dated 30 May 2019.
- Machinery and equipment under the Mortgage Contract No. 179-2019/HDTC-CMA-KH dated 12 November 2019.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)*These notes are an integral part of and should be read in conjunction with the accompanying interim consolidated financial statements***23. LOANS AND OBLIGATIONS UNDER FINANCE LEASES (CONTINUED)***Additional information for loans (Continued):*

- (ii) This balance represents the loans from Vietnam Joint Stock Commercial Bank for Industry and Trade - Ca Mau Branch under Limit Contract No. 86005000.017/2024HDCVHN/NHCT860-SEANAMICO dated 27 September 2024 with a loan limit of VND 20,000,000,000 for the purpose of supplementing working capital for production and business. The loan term is 12 months, the interest rate is specified in each debt acknowledgement. The collateral is a demand deposit (account number 119000150151) (See note 4).
- (iii) This amount includes the loans at Joint Stock Commercial Bank for Foreign Trade of Vietnam - Ca Mau Branch under the Contract No. 120/2019/HDTD-CMA-QLN dated 12 November 2019, with the limit of VND 13,000,000,000, to pay for the cost of investing in machinery and equipment for the Corporation's production. The loan term is 72 months. The interest rate is specified in each debt acknowledgement.

Collateral for the loans includes:

- Land use right under the Certificate No. BI 521656 at Chong My B Hamlet, Ham Rong Commune, Nam Can District, Ca Mau Province under the Mortgage Contract No. 406/2014/NHNT dated 07 April 2014
- Land-associated assets under the Certificate No. AH 296757 at Cluster 3, Nam Can Town, Nam Can District, Ca Mau Province under the Mortgage Contract No. 1451/2015/NHNT dated 29 December 2015.
- Machinery and equipment under the Mortgage Contract No. 221/2011/NHNT dated 05 August 2011.
- Machinery and equipment for seafood processing under the Mortgage Contract No. 52-2017/HDTC-CMA-KHDN dated 26 April 2017.
- IQF conveyor of 500kg/h under the Mortgage Contract No. 57-2019/HD-CMA-QLN dated 30 May 2019.
- Land-associated assets under the Certificate No. CN 992588 at Cluster 3, Nam Can Town, Nam Can District, Ca Mau Province under the Mortgage Contract No. 58-2019/HD-CMA-QLN dated 30 May 2019.
- Machinery and equipment formed in the future.

Long-term loans will be repaid under the following schedule:

| | <u>Closing balance</u> | <u>Opening balance</u> |
|---|-----------------------------|-----------------------------|
| | VND | VND |
| Within one year | 1,040,129,300 | 3,773,606,000 |
| From the second year to the fifth year | - | 1,040,129,300 |
| Total | <u>1,040,129,300</u> | <u>4,813,735,300</u> |
| Less: Amount payable within 12 months (shown under the short-term loans) | 1,040,129,300 | 3,773,606,000 |
| Amount payable after 12 months | <u>-</u> | <u>1,040,129,300</u> |

VIET NAM SEAPRODUCTS JOINT STOCK CORPORATION

 No. 2 - 4 - 6 Dong Khoi Street, Ben Nghe Ward,
 District 1, Ho Chi Minh City

FORM B 09a-DN/HN

 Issued under Circular No. 202/2014/TT-BTC
 dated 22 December 2024 of the Ministry of Finance

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
These notes are an integral part of and should be read in conjunction with the accompanying interim consolidated financial statements
24. OWNER'S EQUITY
Movement in owner's equity

| | Owner's contributed capital | Other owner's capital | Treasury shares | Assets revaluation reserve | Investment and development fund | Retained earnings | Non-controlling interest | Total |
|--|-----------------------------|-----------------------|---------------------|----------------------------|---------------------------------|--------------------------|--------------------------|--------------------------|
| | VND | VND | VND | VND | VND | VND | VND | VND |
| Opening balance of prior year | 1,250,000,000,000 | 22,509,201 | (95,950,000) | (28,944,791,387) | 25,652,683,264 | 753,380,608,771 | 106,447,349,269 | 2,106,462,409,118 |
| Profit for the year | - | - | - | - | - | 229,416,534,739 | 104,662,518 | 229,521,197,257 |
| Appropriation of bonus and welfare fund | - | - | - | - | - | (8,606,962,922) | (1,311,436,692) | (9,918,399,614) |
| Dividend payment | - | - | - | - | - | - | (2,455,883,000) | (2,455,883,000) |
| Impact due to adjustment of associate profit figures in prior year | - | - | - | - | - | (55,629,299) | - | (55,629,299) |
| Other decreases | - | - | - | - | - | (29,241,888) | - | (29,241,888) |
| Closing balance of prior year | 1,250,000,000,000 | 22,509,201 | (95,950,000) | (28,944,791,387) | 25,652,683,264 | 974,105,309,401 | 102,784,692,095 | 2,323,524,452,574 |
| Profit for the period | - | - | - | - | - | 171,270,309,507 | (3,560,971,422) | 167,709,338,085 |
| Appropriation of bonus and welfare fund (i) | - | - | - | - | - | (7,186,466,747) | (1,701,890,694) | (8,888,357,441) |
| Dividend payment (i) | - | - | - | - | - | (62,495,250,000) | (4,911,766,000) | (67,407,016,000) |
| Impact due to adjustment of associate profit figures in prior year | - | - | - | - | - | 588,360,813 | - | 588,360,813 |
| Closing balance of current period | 1,250,000,000,000 | 22,509,201 | (95,950,000) | (28,944,791,387) | 25,652,683,264 | 1,076,282,262,974 | 92,610,063,979 | 2,415,526,778,031 |

Additional information for profit distribution:

- (i) The Corporation paid dividends and appropriated the bonus and welfare fund under the Resolution of the Annual General Meeting of Shareholders No. 62/NQ-DHDCD dated 26 April 2024 and Resolutions of the General Meeting of Shareholders of its subsidiaries.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

23. OWNER'S EQUITY (CONTINUED)

Charter capital

According to the 4th amended Business Registration Certificate dated 16 August 2023, the Corporation's charter capital is VND 1,250,000,000,000, corresponding to 125,000,000 shares.

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

| | Contributed capital | | | |
|--|--------------------------|----------------|--------------------------|----------------|
| | Closing balance | | Opening balance | |
| | VND | % | VND | % |
| State Capital Investment Corporation | 792,280,000,000 | 63.38% | 792,280,000,000 | 63.38% |
| Huong Cong Vien Investment Real Estate Company Limited | - | 0.00% | 175,260,000,000 | 14.02% |
| HD Capital Joint Stock Company (HD Capital) | - | 0.00% | 180,000,000,000 | 14.40% |
| Red Capital Asset Management Joint Stock Company | 180,000,000,000 | 14.40% | - | 0.00% |
| Gelex Group Joint Stock Company | 118,982,000,000 | 9.52% | - | 0.00% |
| Treasury shares | 95,950,000 | 0.01% | 95,950,000 | 0.01% |
| Other shareholders | 158,642,050,000 | 12.69% | 102,364,050,000 | 8.19% |
| Total | 1,250,000,000,000 | 100.00% | 1,250,000,000,000 | 100.00% |

Shares

| | Closing balance | Opening balance |
|---|-----------------|-----------------|
| - Number of shares sold to the public | 125,000,000 | 125,000,000 |
| + Ordinary shares | 125,000,000 | 125,000,000 |
| + Preferential shares | - | - |
| - Number of acquired shares (treasury shares) | 9,500 | 9,500 |
| + Ordinary shares | 9,500 | 9,500 |
| + Preferential shares | - | - |
| - Number of outstanding shares | | |
| + Ordinary shares | 124,990,500 | 124,990,500 |
| + Preferential shares | - | - |

Par value of outstanding shares is VND 10,000/share.

25. OFF-BALANCE SHEET ITEMS

Foreign currency

Cash in bank as at 31 December 2024 includes USD 365,797.37 (as at 01 January 2024: USD 501,774.15).

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

25. OFF-BALANCE SHEET ITEMS (CONTINUED)

Write-off bad debts

| | <u>Closing balance</u> | <u>Opening balance</u> |
|--|---------------------------|---------------------------|
| | VND | VND |
| Tan Viet Seaproduct Import Export Corporation | 47,914,627 | 47,914,627 |
| People's Court of Binh Thuan Province (i) | - | 41,000,000 |
| 2 times of import and export duties payment at Ho Chi Minh City Customs Department | 6,231,565 | 6,231,565 |
| Duong Ha Processing Trading Seafood Company Limited | 187,452,000 | 187,452,000 |
| Total | <u>241,598,192</u> | <u>282,598,192</u> |

- (i) The Corporation has stopped monitoring the write-off bad debt under the Decision No. 01/2024/QĐ-TBPS dated 23 September 2024, and the People's Court of Binh Thuan Province has declared the enterprise bankrupt.

Materials, goods held under trust or for processing

| | <u>Unit</u> | <u>Closing balance</u> | <u>Opening balance</u> |
|---|-------------|------------------------|------------------------|
| Japanese glass shrimp | Kg | 30.00 | 30.00 |
| Frozen cold-water whole shrimp (AMA) | Kg | 38,818.50 | 40,445.00 |
| Frozen imported Argentine headless red shrimp with shell, size C2 | Kg | 74,016.00 | 67,716.00 |
| Frozen imported Argentine headless red shrimp with shell, size L3 | Kg | - | 21,180.00 |
| Frozen Lobster | Kg | 8,553.36 | 4.54 |
| Frozen whole herring, size 50-70gr/pc | Kg | - | 14,190.00 |
| Frozen whole shrimp, size 15-20gr/pc | Kg | - | 1,086.00 |
| Red barracuda | Kg | 60.00 | 60.00 |
| Frozen Black Sea Bass | Kg | - | 18,053.00 |
| Frozen Whole Flounder | Kg | 9.00 | - |
| Frozen Scallops in Shell | Kg | - | 27.36 |
| Frozen deshelled scallops | Kg | - | 8.00 |
| Food bag stickers, printed tape (Ama size LM) | Cái | - | 32,988.00 |
| Plastic film (KSS) | Kg | 3,968.28 | 4,439.78 |
| Bag stickers | Cái | - | 84,090.00 |
| SS-30, LP-30 oxygen absorber | Kg | 122.90 | 122.90 |
| Water absorbent pads | Kg | 46.05 | 215.77 |
| Vacuum bags (PA) kg | Kg | 1,041.45 | 1,587.82 |
| Plastic food trays | Kg | 15,777.00 | 15,777.00 |
| Food additives | Kg | 5.00 | 18.70 |

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

26. BUSINESS AND GEOGRAPHICAL SEGMENTS

Segment information is presented by business segment and geographical segment. The primary segment reporting is by geographical area based on the Corporation's internal organizational and management structure and internal financial reporting system.

Business segment

The Corporation operates mainly in the fields of aquaculture and seafood trading. Therefore, the Corporation does not prepare the business segment report.

Geographical segment

The five main geographical segments of the Corporation are Ho Chi Minh City, Hải Phòng City, Lam Dong Province, Hanoi City, and Ca Mau Province. The Corporation presents its segment reporting by geographical area as follows:

| Items | Ho Chi Minh City | Hai Phong City | Lam Dong Province | Hanoi and surrounding areas | Ca Mau Province | Total |
|--|------------------|----------------|-------------------|-----------------------------|-----------------|-----------------|
| Current year / Closing balance | | | | | | |
| 1. Net revenue from selling goods and providing services to external parties | 64,139,482,624 | 10,128,912,942 | 15,287,300,374 | 48,395,101,124 | 463,270,707,482 | 601,221,504,546 |
| 2. Net book value of fixed assets | 28,359,808,545 | 2,356,839,591 | 220,348,333 | 2,572,731,245 | 41,363,090,519 | 74,872,818,233 |
| 3. Total cost incurred to purchase Fixed Assets (based on location of asset) | - | - | - | - | 322,457,889 | 322,457,889 |
| Prior year / Opening balance | | | | | | |
| 1. Net revenue from selling goods and providing services to external parties | 59,274,623,631 | 19,196,815,623 | 16,646,782,833 | 112,123,580,541 | 493,947,825,929 | 701,189,628,557 |
| 2. Net book value of fixed assets | 29,886,089,997 | 22,189,937,651 | 310,490,833 | 3,362,148,616 | 46,153,703,229 | 101,902,370,326 |
| 3. Total cost incurred to purchase Fixed Assets (based on location of asset) | - | - | - | 370,396,800 | 2,836,942,811 | 3,207,339,611 |

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

27. NET REVENUE FROM GOODS SOLD AND SERVICES RENDERED

| | <u>Current year</u> | <u>Prior year</u> |
|--|-------------------------------|-------------------------------|
| | VND | VND |
| Revenue from goods sold and services rendered | 601,282,015,871 | 701,230,340,299 |
| Revenue from goods sold | 19,183,563,363 | 67,658,262,496 |
| Revenue from finished products sold | 495,236,721,464 | 541,471,083,674 |
| Revenue from services rendered | 86,861,731,044 | 92,100,994,129 |
| Deductions | 60,511,325 | 40,711,742 |
| In which: | | |
| - Trade discount | 54,901,325 | 40,711,742 |
| - Sales return | 5,610,000 | - |
| Net revenue from goods sold and services rendered | <u>601,221,504,546</u> | <u>701,189,628,557</u> |

28. COST OF GOODS SOLD AND SERVICES RENDERED

| | <u>Current year</u> | <u>Prior year</u> |
|---|-------------------------------|-------------------------------|
| | VND | VND |
| Cost of goods sold | 15,218,032,781 | 61,844,966,081 |
| Cost of finished products sold | 436,648,267,972 | 468,029,590,763 |
| Cost of services rendered | 45,760,323,402 | 48,509,290,602 |
| Additional provision/ (Reversal of provision) for devaluation of inventories | (3,736,301,646) | 4,880,266,138 |
| Total | <u>493,890,322,509</u> | <u>583,264,113,584</u> |

29. PRODUCTION COST BY NATURE

| | <u>Current year</u> | <u>Prior year</u> |
|-------------------------------|-------------------------------|-------------------------------|
| | VND | VND |
| Raw materials | 335,122,451,467 | 467,151,508,908 |
| Labor | 77,930,261,150 | 86,897,328,505 |
| Depreciation and amortisation | 8,942,894,332 | 10,146,423,062 |
| Out-sourced services | 41,439,641,531 | 45,206,930,334 |
| Other monetary expenses | 39,032,503,913 | 41,564,126,701 |
| Total | <u>502,467,752,393</u> | <u>650,966,317,510</u> |

30. FINANCIAL INCOME

| | <u>Current year</u> | <u>Prior year</u> |
|--|------------------------------|------------------------------|
| | VND | VND |
| Deposit interest | 16,693,018,954 | 49,062,855,790 |
| Devidends and profits received | 3,630,644,150 | 2,175,356,300 |
| Profit from sales of foreign currency | 60,287,000 | 12,636,000 |
| Foreign exchange gain from payment | 5,749,862,377 | 4,978,409,082 |
| Foreign exchange gain from revaluation of foreign currency at the end of the year | 69,317,702 | 14,316,683 |
| Total | <u>26,203,130,183</u> | <u>56,243,573,855</u> |

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

31. FINANCIAL EXPENSES

| | <u>Current year</u> | <u>Prior year</u> |
|---|-----------------------------|------------------------------|
| | VND | VND |
| Interest expense | 4,575,329,302 | 5,589,992,312 |
| Foreign exchange loss from payment | 4,556,967,501 | 3,519,286,612 |
| Foreign exchange loss from revaluation of foreign currency at the end of the year | 439,236,855 | 347,739,870 |
| Provision/(Reversal of provision) for impairment of financial investments | (2,398,433,849) | 9,568,918,082 |
| Others | 172,331,296 | - |
| Total | <u>7,345,431,105</u> | <u>19,025,936,876</u> |

32. SELLING EXPENSES, GENERAL AND ADMINISTRATION EXPENSES

| | <u>Current year</u> | <u>Prior year</u> |
|---|------------------------------|------------------------------|
| | VND | VND |
| a) Selling expenses during the year | | |
| Employees | 8,015,848,572 | 10,302,617,342 |
| Materials and packaging | 502,531,057 | 458,605,808 |
| Tools and supplies | 140,538,956 | 108,411,689 |
| Depreciation and amortisation | 167,102,096 | 548,645,035 |
| Out-sourced services | 15,354,204,682 | 16,099,946,233 |
| Others | 7,113,701,731 | 9,740,911,756 |
| Total | <u>31,293,927,094</u> | <u>37,259,137,863</u> |
| b) General and administration expenses during the year | | |
| Employees | 28,425,713,017 | 27,288,758,553 |
| Management materials | 3,815,124,233 | 5,642,320,956 |
| Stationery | 1,452,474,649 | 1,077,961,970 |
| Depreciation and amortisation | 1,803,705,259 | 1,829,770,194 |
| Taxes, fees, and charges | 11,026,988,730 | 10,634,603,788 |
| Provision/(Reversal of provision) for doubtful debts | 14,115,109,301 | 16,364,683,469 |
| Out-sourced services | 8,501,704,627 | 9,394,849,697 |
| Others | 7,924,760,549 | 6,094,259,340 |
| Total | <u>77,065,580,365</u> | <u>78,327,207,967</u> |

33. OTHER INCOME

| | <u>Current year</u> | <u>Prior year</u> |
|---|-----------------------------|-----------------------------|
| | VND | VND |
| Liquidation and sales of fixed assets | 341,453,684 | - |
| Liquidation of tools and supplies | - | 33,750,000 |
| Handling excess inventory | 378,093,896 | 989,087,774 |
| Proceeds from contract breach penalties | 2,689,308,614 | 3,586,542,608 |
| Others | 817,592,507 | 877,128,490 |
| Total | <u>4,226,448,701</u> | <u>5,486,508,872</u> |

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

34. OTHER EXPENSES

| | <u>Current year</u> | <u>Prior year</u> |
|----------------------------------|---------------------------|-----------------------------|
| | VND | VND |
| Handling inventory shortages | 77,620,187 | 662,014,957 |
| Depreciation cost of unused land | 87,755,748 | 87,755,748 |
| Penalties | 224,313,117 | 1,774,000,700 |
| Others | 18,604,648 | 5,071,676 |
| Total | <u>408,293,700</u> | <u>2,528,843,081</u> |

35. CURRENT CORPORATE INCOME TAX EXPENSE

| | <u>Current year</u> | <u>Prior year</u> |
|---|-----------------------------|------------------------------|
| | VND | VND |
| Current corporate income tax of the Parent Company | 7,680,196,053 | 10,111,158,577 |
| Current corporate income tax of Nam Can Seaproducts Import and Export Joint Stock Company | 872,820,692 | 240,498,066 |
| Current corporate income tax of Ha Noi Seaproducts Import and Export Joint Stock Company | - | 833,684,746 |
| Total current corporate income tax expenses | <u>8,553,016,745</u> | <u>11,185,341,389</u> |

36. DEFERRED CORPORATE TAX (INCOME)/EXPENSE

| | <u>Current year</u> | <u>Prior year</u> |
|---|-------------------------------|-------------------------------|
| | VND | VND |
| Deferred corporate tax (income)/expense incurred from taxable temporary differences (i) | (1,766,692,504) | (1,610,050,972) |
| Total deferred corporate tax (income)/expenses | <u>(1,766,692,504)</u> | <u>(1,610,050,972)</u> |

- (i) Deferred corporate income tax (income)/expenses incurred from taxable differences on provisions for financial investments.

37. BASIC EARNINGS PER SHARE

| | <u>Current year</u> | <u>Prior year</u> |
|--|---------------------|---------------------|
| | VND | (Restated) VND |
| Profit after corporate income tax of the Parent Company's shareholders | 171,270,309,507 | 229,416,534,739 |
| Appropriation of bonus and welfare fund (i) | - | (7,186,466,747) |
| Profit for calculation of basic earnings per share | 171,270,309,507 | 222,230,067,992 |
| Weighted average number of outstanding ordinary shares during the year | 124,990,500 | 124,990,500 |
| Basic earnings per share | <u>1,370</u> | <u>1,778</u> |

- (i) Profits attributable to the Corporation's ordinary shares used to calculate basic earnings per share this year have not been deducted from the bonus and welfare fund.

Basic earnings per share for the prior year were re-calculated due to the deduction of bonus and welfare funds when determining profits for calculating basic earnings per share under the guidance of Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance. Applying this regulation caused basic earnings per share for the prior year to decrease from VND 1,835 to VND 1,778.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

38. FINANCIAL INSTRUMENTS

Capital risk management

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

The capital structure of the Corporation consists of net debt (borrowings as disclosed in Note 23, offset by cash and cash equivalents) and shareholders' equity (comprising capital, reserves and retained earnings).

Financial leverage ratio

The Corporation's financial leverage ratio at the balance sheet date is as follows:

| | <u>Closing balance</u> | <u>Opening balance</u> |
|---------------------------------|------------------------|------------------------|
| | VND | VND |
| Borrowings | 42,616,306,486 | 113,661,889,300 |
| Less: Cash and cash equivalents | 293,885,854,062 | 232,406,098,917 |
| Net debt | (251,269,547,576) | (118,744,209,617) |
| Equity | 2,415,526,778,031 | 2,323,524,452,574 |
| Net debt to equity ratio | - | - |

Significant accounting policies

Details of the significant accounting policies and methods adopted by the Corporation (including recognition criteria, the basis of measurement, and the basis of recognition of income and expenses) for each type of financial assets and financial liabilities are presented in Note 3.

Categories of financial instruments

| | <u>Closing balance</u> | <u>Opening balance</u> |
|------------------------------|-------------------------------|-------------------------------|
| | VND | VND |
| Financial assets | | |
| Cash and cash equivalents | 293,885,854,062 | 232,406,098,917 |
| Trade and other receivables | 45,885,350,308 | 65,114,338,831 |
| Financial investments | 126,197,084,903 | 191,073,696,469 |
| Deposits | 4,454,728,756 | 4,401,695,462 |
| Total | <u>470,423,018,029</u> | <u>492,995,829,679</u> |
| Financial liabilities | | |
| Borrowings | 42,616,306,486 | 113,661,889,300 |
| Trade and other payables | 45,402,715,323 | 48,871,045,773 |
| Accrued expenses | 42,641,499,134 | 40,958,701,280 |
| Total | <u>130,660,520,943</u> | <u>203,491,636,353</u> |

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

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

38. FINANCIAL INSTRUMENTS (CONTINUED)

Financial risk management objectives

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

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

Market risk

The Corporation's activities expose it primarily to the financial risks of changes in foreign currency exchange rates, interest rates and prices. The Corporation does not hedge these risk exposures upon its assessment that the cost of hedging foreign exchange risk, interest rate risk or price risk might be higher than that incurred from market risk of fluctuation in foreign exchange rates, interest rates and prices in the future.

Foreign currency risk management

The Corporation undertakes certain transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise.

Interest rate risk management

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

Share price risk management

The Corporation is exposed to equity price risks arising from investments in subsidiaries and associates. The Corporation's Board of Management assesses and approves decisions on investments in subsidiaries and associates such as operating industry, investees, etc. Investments in subsidiaries and associates are held for long-term strategic investments rather than trading purposes. The Corporation does not have intention to trade these investments in the foreseeable future.

Commodity price risk management

The Corporation purchases materials, commodities from local and foreign suppliers for business purpose. Therefore, the Corporation is exposed to the risk of changes in selling prices of materials, commodities. Commodity risk will be managed by monitoring and analyzing information related to commodities market aimed to serve the purchase and sale of goods, business plan and determination of reasonable inventory levels.

Credit risk

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



NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

38. FINANCIAL INSTRUMENTS (CONTINUED)

Liquidity risk management

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

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

| | Less than 1 year | From 1 - 5 years | Total |
|------------------------------|------------------------|-------------------------|------------------------|
| | VND | VND | VND |
| Closing balance | | | |
| Financial assets | | | |
| Cash and cash equivalents | 293,885,854,062 | - | 293,885,854,062 |
| Trade and other receivables | 45,885,350,308 | - | 45,885,350,308 |
| Financial investments | 126,197,084,903 | - | 126,197,084,903 |
| Deposits | 22,267,416 | 4,432,461,340 | 4,454,728,756 |
| Total | 465,990,556,689 | 4,432,461,340 | 470,423,018,029 |
| Financial liabilities | | | |
| Borrowings | 42,616,306,486 | - | 42,616,306,486 |
| Trade and other payables | 31,746,155,323 | 13,656,560,000 | 45,402,715,323 |
| Accrued expenses | 42,641,499,134 | - | 42,641,499,134 |
| Total | 117,003,960,943 | 13,656,560,000 | 130,660,520,943 |
| Net liquidity gap | 348,986,595,746 | (9,224,098,660) | 339,762,497,086 |
| Opening balance | | | |
| Financial assets | | | |
| Cash and cash equivalents | 232,406,098,917 | - | 232,406,098,917 |
| Trade and other receivables | 65,114,338,831 | - | 65,114,338,831 |
| Financial investments | 191,073,696,469 | - | 191,073,696,469 |
| Deposits | 31,067,416 | 4,370,628,046 | 4,401,695,462 |
| Total | 488,625,201,633 | 4,370,628,046 | 492,995,829,679 |
| Financial liabilities | | | |
| Borrowings | 112,621,760,000 | 1,040,129,300 | 113,661,889,300 |
| Trade and other payables | 25,818,535,773 | 23,052,510,000 | 48,871,045,773 |
| Accrued expenses | 40,958,701,280 | - | 40,958,701,280 |
| Total | 179,398,997,053 | 24,092,639,300 | 203,491,636,353 |
| Net liquidity gap | 309,226,204,580 | (19,722,011,254) | 289,504,193,326 |

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

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

39. RELATED PARTIES

In addition to the balance with related parties as presented in Notes 5, 6, 8, 22, and 24, the Corporation also entered into other transactions with related parties, as follows:

| | <u>Current year</u> | <u>Prior year</u> |
|---|---------------------|-------------------|
| | VND | VND |
| State Capital Investment Corporation | | |
| Sales of goods | - | 42,904,714 |
| Nha Be Shipbuilding & Repair Joint Stock Company | | |
| Purchases of services (Excluding VAT) | 21,818,184 | 21,818,184 |
| Payment for purchases of services | 24,000,000 | 24,000,000 |
| Ha Long Aquaculture Service Joint Stock Company | | |
| Dividends received | - | 64,000,000 |
| Sales of goods | 71,960,000 | 106,636,000 |
| Proceeds from sales of goods | 71,960,000 | 106,636,000 |
| Delivery of gifts | - | 4,781,816 |
| Ha Long Canned Food Joint Stock Corporation | | |
| Dividends received | 1,664,832,000 | 2,081,040,000 |
| Proceeds from dividends | 1,664,832,000 | 2,081,040,000 |
| Purchases of services (Excluding VAT) | 255,808,478 | 1,535,150,012 |
| Proceeds from provision of services | 341,812,099 | 1,686,986,117 |
| Seaproducts Joint Stock Company No. 5 | | |
| Dividends received | 277,200,000 | 277,200,000 |
| Proceeds from dividends | 277,200,000 | 277,200,000 |
| Vietnamese - French Cattle Feed Joint Stock Company (Proconco) | | |
| Dividends received | 34,945,058,000 | 34,945,058,000 |
| Proceeds from dividends | 34,945,058,000 | 34,945,058,000 |
| Seaproducts Mechanical Shareholding Joint Stock Company | | |
| Premise rental (Excluding VAT) | 36,000,000 | 36,000,000 |
| Payment for premise rental | 39,600,000 | 39,600,000 |
| 2T Corporation | | |
| Dividends received | 757,568,000 | 480,928,000 |
| Proceeds from dividends | 357,568,000 | 480,928,000 |

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

39. RELATED PARTIES (CONTINUED)

Remuneration and income of the members of the Board of Management, the Board of General Directors, the Chief Accountant and the Board of Supervisors:

| | <u>Current year</u> | <u>Prior year</u> |
|--|---------------------|-------------------|
| | VND | VND |
| Board of Management | | |
| Mr. Hoang Ngoc Thach | 120,000,000 | 120,000,000 |
| Mr. Truong Bao Kim (Dismissed on 29 September 2023) | - | 63,000,000 |
| Mr. Dinh Tien Long | 84,000,000 | 84,000,000 |
| Mrs. Bui Thi Thanh An | 28,000,000 | 21,000,000 |
| Mrs. Do Thi Phuong Lan | 56,000,000 | - |
| Mr. Vo Tung Hung | 56,000,000 | - |
| Board of General Directors and Chief Accountant | | |
| Mr. Mai Xuan Phong | 1,327,174,277 | 1,388,767,688 |
| Mr. Nguyen Thanh Trung | 1,081,128,441 | 1,133,261,430 |
| Mr. Le Vinh Hoa | 984,045,378 | 1,035,340,081 |
| Ms. Luong Thi Thu Huong | 63,505,671 | 33,000,000 |
| Mrs. Vu Thi Hong Gam - Chief Accountant | 873,778,669 | 925,528,798 |
| Board of Supervisors | | |
| Mr. Tran Phuoc Thai | 544,125,185 | 840,329,809 |
| Mrs. Dang Phuong Lan | 64,000,000 | 48,000,000 |
| Mr. Tran Thanh Tuan | 684,212,924 | 710,936,278 |
| Mrs. Pham Tram Anh | 32,000,000 | - |

40. SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Supplemental non-cash disclosures

Interest earned, dividends and profits received exclude the accrued interest and the dividend during the year not yet paid as at 31 December 2024, with the amount of VND 2,464,653,118 and VND 1,925,844,450, respectively (as at 01 January 2024: VND 6,381,583,190 and VND 1,173,726,500, respectively). Therefore, an amount corresponding the difference has been adjusted in the Increase, decrease in receivables.

Dividends and profits paid exclude the payable dividends in the year but not yet paid as at December 2024, with the amount of VND 450,889,030 (as at 01 January 2024: VND 393,927,530). Therefore, an amount corresponding the difference has been adjusted in the Increase, decrease in payables.

Acquisition of fixed assets and construction in progress during the year include VND 34,296,000, representing the advances for the acquisition of fixed assets and construction in progress. Therefore, a corresponding amount has been adjusted in the Increase, decrease in receivables.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)*These notes are an integral part of and should be read in conjunction with the accompanying interim consolidated financial statements***41. OTHER INFORMATION**

The Corporation made borrowings from Bac Nam 79 Construction Joint Stock Company to pay the land use fee for the land lot No. 2-4-6 Dong Khoi Street, Ben Nghe Ward, District 1, Ho Chi Minh City under the Loan contract No. 01/2016/HDVV dated 23 June 2016, with the amount of VND 250,000,000,000 and the interest rate of 7%. This borrowing is guaranteed by 22,000,000 shares of the Corporation at Vietnamese - French Cattle Feed Joint Stock Company (Proconco) (See Note 5).

According to the appellate judgment No. 346/2019/HS-PT dated 13 June 2019, the High People's Court in Hanoi issued a Decision with the following content related to the rights and benefits of the Corporation: "Forcing Viet Nam Seaproducts Joint Stock Corporation to pay the amount of VND 250,000,000,000 (principal) and VND 18,403,423,025 (interest) borrowed from Bac Nam 79 Construction Joint Stock Company to the competent Civil Judgment Enforcement Agency to ensure the enforcement of the judgment regarding the obligations of the legal entity, the responsibility of the defendant Phan Van Anh Vu in this case and other related transactions".

From 10 February 2023 to 22 December 2023, the Corporation was forced to deduct the entire amount of VND 268,403,423,025 under the Proactive Enforcement Decision No. 910/QD-CTHADS dated 27 February 2020, to enforce the judgment related to the above appellate judgment.

In addition to the VND 268.4 billion of enforcement as mentioned above, up to now, the Corporation has paid an additional VND 96,196,605,130 in loan interest to Bac Nam 79 Construction Joint Stock Company. The remaining loan interest (in the total loan interest until 21 December 2023) that the Corporation has not yet paid is VND 4,014,307,036 (See Note 20).

Currently, the Corporation and Bac Nam 79 Construction Joint Stock Company are still working to resolve matters related to the parties' interests.

In addition, the Corporation has issued Official Letter No. 371/TSVN-TCKT dated 19 October 2023 requesting to review the enforcement process of Decision 910 to the Hanoi City Department of Civil Judgment Enforcement and Enforcement Officer Nguyen Thu Nga for consideration and clarification and other Official Letters. Until now, the Corporation has not received any response from the competent authorities.



Mai Xuan Phong
General Director

Ho Chi Minh City, 21 March 2025

Vu Thi Hong Gam
Chief Accountant

Le Cao Thuy Linh
Preparer