

No: 01/BCTN- LCM

Lao Cai, day 10 month 04 year 2025

ANNUAL REPORT
Year 2024

Dear: Hanoi Stock Exchange
State Securities Commission of Vietnam

I. General information

1. General information

- Trading name: **Lao Cai Mineral Exploitation and Processing Joint Stock Company**
- Business Registration Certificate No.: 5300208618
- Charter capital: 246,330,000,000 VND
- Owner's capital: 246,330,000,000 VND
- Address: House No. 28B, Phan Dinh Giot Street, Lao Cai Ward, Lao Cai City, Lao Cai Province.
- Telephone: 0203.830.036
- Fax: 0203.830.036
- Website: www.khoangsanlaocai.vn
- Securities code: **LCM**

Establishment and development process:

Lao Cai Mineral Exploitation and Processing Joint Stock Company, formerly Gia Long Company Limited, was established on September 18, 2002 with business registration number 12 02 000 192. After 6 times of changing business registration (the last time on December 9, 2010), Gia Long Company Limited changed its name to Lao Cai Mineral Exploitation and Processing Joint Stock Company on January 4, 2011. During its operation and development, the Company has always fulfilled its obligations to the State.

From a private joint stock company with initial charter capital of VND 2,000,000,000, the Company increased its capital for the first time to VND 80,000,000,000 on February 15, 2010 by additional capital contribution from the Company's shareholders. The Company completed the second capital increase on December 30, 2010 with a charter capital of VND 85,680,000,000. On September 16 2011, Lao Cai Mineral Exploitation and Processing Joint Stock Company was officially listed and traded on the first day on the Ho Chi Minh City Stock Exchange with the stock code: LCM.

On November 7, 2012, the Company completed the public offering of shares to increase its charter capital to VND 214,200,000,000.

On July 1, 2013, the Company completed the issuance of shares to pay 2012 dividends to increase charter capital to VND 246,330,000,000.



2. Establishment and development process

2.1. Business lines:

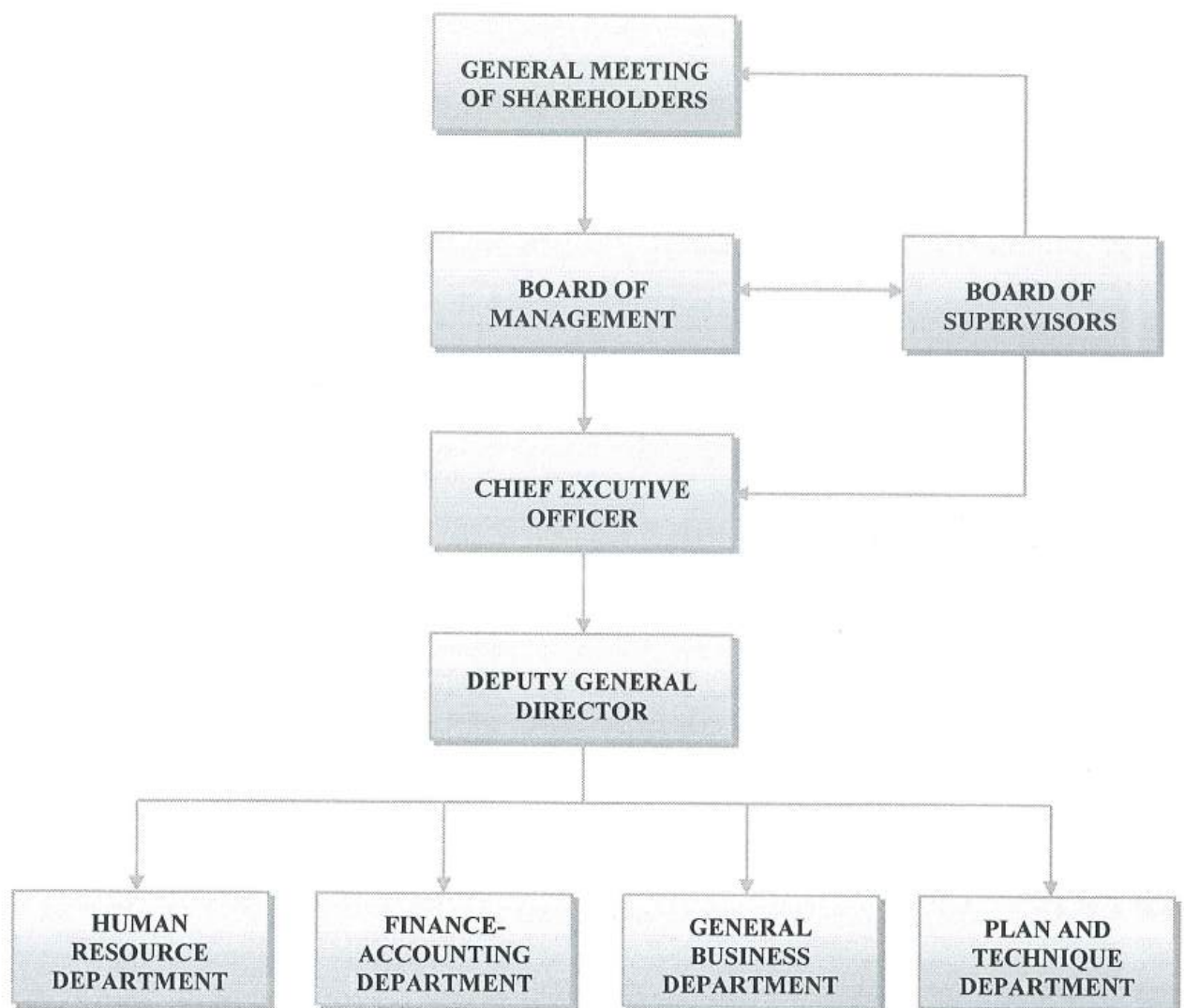
Mining of rare metal ores: Details: Mining, processing, trading of ferrous and non-ferrous metal ores;

- Buying and selling of machinery, equipment and spare parts;
- Consulting and supporting mineral exploitation activities;
- Buying and selling, producing construction materials;
- Buying and selling, importing and exporting crude oil, coal and their products;
- Building all kinds of houses; Building other civil engineering works..

2.2. Location of business: Mainly in the northern provinces

3. Information about governance model, business organization and managerial apparatus

3.1. Governance model



3.2. Management structure:

✚ ***General meeting of Shareholders***

The General Meeting of Shareholders is the highest authority of the Company, comprising all Shareholders with voting rights. The General Meeting of Shareholders meets annually or extraordinarily; at least once a year. The General Meeting of Shareholders has the following rights and duties:

- Approve, amend and supplement the Charter.
- Approve the Company's development plan, approve the annual financial report, the report of the Board of Management, the Board of Supervisors and the Auditor..
- Decide on the number of members of the Board of Management.
- Elect, dismiss, remove members of the Board of Management and Board of Supervisors.
- Other rights are stipulated in the Company's charter..

✚ ***Board of Management***

The Board of Management, elected by the General Meeting of Shareholders, is the highest management body of the Company, with full authority to decide on all matters relating to the Company's purposes and interests between two General Meetings of Shareholders. The Board of Management has the following rights:

- Decide on the organizational structure and apparatus of the Company.
- Decide on the Company's investment and development strategy based on strategic goals approved by the General Meeting of Shareholders.
- Appoint, dismiss, remove, and supervise the activities of the Board of Directors.
- Propose amendments to the Charter, annual business performance reports, financial reports, annual settlements, profit distribution plans and development directions, production and business development plans and annual budgets to submit to the General Meeting of Shareholders.
- Convene and direct the preparation of content and agenda for the General Meeting of Shareholders.
- Propose restructuring or dissolution of the Company.
- Other rights are stipulated in the Charter.

✚ ***Board of Directors***

The Board of Directors is appointed by the Board of Directors and is responsible for organizing, operating and managing all daily production and business activities of the Company according to the strategies and plans approved by the Board of Directors and the General Meeting of Shareholders. The Board of Directors is responsible for:

- Organize, operate and manage all production and business activities of the Company in accordance with the resolutions of the General Meeting of Shareholders, decisions of the Board of Management, the Company Charter and in compliance with the Law.
- Develop and submit to the Board of Management internal management regulations, production and business plans, annual and long-term financial plans of the Company.

- Propose the Board of Management to decide on appointment, dismissal, reward and discipline for Deputy Director and Chief Accountant.
- Sign and execute contracts in accordance with the provisions of the Law.
- Report to the Board of Management on the operation situation, production and business results, be responsible to the General Meeting of Shareholders, the Board of Management and the Law and any violations causing losses to the Company.
- Implement the resolutions of the Board of Management and the General Meeting of Shareholders, the Company's business plan and investment plan approved by the Board of Directors and the General Meeting of Shareholders.
- Other rights are stipulated in the Charter.

✚ *Board of Supervisors*

The Company's Board of Supervisors is elected by the General Meeting of Shareholders and is responsible for representing shareholders to control all business activities, administration and management of the Company. Rights and obligations are as follows:

- Check the accounting books and financial reports of the Company, check the reasonableness and legality of the Company's production, business and financial activities, check the implementation of resolutions and decisions of the Board of Management.
- Submit to the General Meeting of Shareholders a report on the audit of the Company's financial statements, and have the right to present their independent opinions on the audit results of issues related to business operations, operations of the Board of Management and the Board of Directors.
- Request the Board of Management to convene an extraordinary General Meeting of Shareholders if deemed necessary.
- Other rights are stipulated in the Charter.

✚ *Chief Accountant*

The Company's Chief Accountant is appointed and dismissed by the Company's Board of Management; responsible for organizing and directing the implementation of accounting, statistics, economic accounting and financial work of the Company; performing tasks authorized by the Company's Director.

✚ *Departments*

Human Resources Department: has the following duties and functions:

- Build the organizational structure of the Company, develop training plans, improve professional qualifications and skills for employees; implement policies, salary regimes and other regimes for employees; manage and operate the Company's administrative work.
- Develop internal rules, regulations and management regulations within the Company.
- Advise the Directors on the arrangement and assignment of labor in the Company's departments, branches and factories to suit the nature of the work in accordance with the labor laws promulgated by the State.

- Manage and store employee records, resolve issues arising regarding employee benefits and policies in the past and present.
- The department performs functions and operates all activities under the direct direction and management of the Company's Board of Directors.

Finance – Accounting Department: has the following duties and functions:

- Synthesize and record data and financial situation of the Company; report directly to the Board of Directors; through the financial situation, help the Director direct the Company's production and business activities;
- Implement periodic reporting regime, comply with financial audit and inspection requirements of competent authorities.
- Accurately, honestly, fully, promptly, clearly and comprehensively reflect all aspects of the Company's production and business activities on the principle of independent accounting for professional operations.
- Propose measures to promptly correct and handle deviations in business operations and financial management.
- Analyze the financial situation in mining, advise on measures for the financial plan of the Board of Directors.

General Business Department: has the following duties and functions:

- Organize the development of business plans and advise the Board of Management and the Board of Directors on the medium and long-term development orientation of the Company. Based on the business plans of each department and unit, the department will develop an overall business plan for each quarter and each year to submit to the Board of Directors for review and approval.

Plan and Technique Department: has the following duties and functions:

- Develop investment plans for repairing machinery and equipment at factories and enterprises to serve production, business and mining activities at the company's factories. Advise the Board of Directors on investment plans for new machinery and equipment.
- Manage all existing repair workshops and machinery of the Company.
- Plan and supply materials according to actual progress at the Company's factories and construction sites.

3.3. Subsidiaries, associated companies

| Company's name | Address | Main business line | Charter Capital (VND) | Ownership ratio as of June 30, 2021 |
|-----------------------|---|---|------------------------------|--|
| Gia Long Hoa Binh LLC | Tan Lap Hamlet, Tan Vinh Commune, Luong | Mining and processing of minerals (except | 171,000,000,000 | 95% |

| | | | | |
|--|---------------------------------|-----------------------------------|--|--|
| | Son District, Hoa Binh Province | minerals prohibited by the state) | | |
|--|---------------------------------|-----------------------------------|--|--|

3.4. Affiliated Company: None

4. Development orientations.

4.1. The main objectives of the Company

- Effective business, stable and sustainable development.
- Investment in technology, machinery, equipment and production lines, focusing on mining.
- Diversify business lines, in which mineral exploitation and trading is the main industry.
- Training a team of qualified employees with high industrial style and discipline.
- Ensure the rights of shareholders.

4.2. Medium and long term development strategy

Deep investment in the field of mineral exploitation and trading.

4.3. The Company's environmental, social and community goals

Actively participate in environmental protection and social work to build new rural areas and help localities according to the Company's actual capabilities.

5. Risks:

5.1. Economic risks

Tight fiscal and monetary policies: Many countries maintain tight fiscal and monetary policies, leading to higher borrowing costs and the risk of recession.

Geopolitical tensions: Conflicts in the Middle East and tensions between major powers like the US and China disrupt global supply chains and energy markets.

Market and technological fragmentation: The trend of market and technological fragmentation is increasingly evident, reflected in the expansion of the BRICS bloc and sanctions, undermining international cooperation and the efficiency of global supply chains.

Financial Market Instability: Global financial market instability, coupled with rising public debt, pose challenges to economic growth.

***Solution:** The company regularly monitors economic developments to have specific, flexible projects, strategies and plans to promptly respond to risks.

5.2. Legal risks

As an enterprise operating in the form of a public company, trading centrally at the Hanoi Stock Exchange, the Company's operations comply with legal documents of Joint Stock Companies, securities activities and the securities market, including: Enterprise Law, Securities Law, Trading Regulations of the Hanoi Stock Exchange and implementing guidelines... Although, over the past many years, the Vietnamese legal system has been continuously improved, its stability is not high, and many legal regulations are still in the process of being improved.

In addition, the Company operates in the mineral mining industry, which is a special industry and is subject to State regulations related to the activities of the mineral mining industry.

***Solution:** To limit this risk, the Company always focuses on researching and grasping new legal regulations, closely following the Party and State's guidelines and policies... thereby building legal and appropriate production and business strategies and plans for each period.

5.3. Mining licensing risks

Complicated and lengthy procedures cause difficulties for businesses. Financial risks due to high capital requirements and large financial leverage. Legal disputes in the transfer of mining rights. Violations of regulations can lead to penalties or suspension of mining. Lax supervision leads to fraud and loss of resources

***Solution:** The Company's activities always adhere to the specific established process of geological exploration and survey for each activity and project implemented, in order to minimize risks and maximize cost savings for this activity.

5.4. Other risks

Weather factors such as harsh heat, rain, storms, floods, and landslides greatly affect the output of quarry mining and production at the Company's factory.

***Solution:** To limit damages when force majeure occurs, the Company has proactively participated in insurance contracts for projects and works under implementation

II. Operations in the Year

1. Situation of production and business operations

In 2024, production and business will recover strongly after the pandemic, with the industrial production index increasing by 8.4%. However, global economic fluctuations, geopolitical tensions and protectionist policies have affected finance, currency, energy and food. Despite the challenges, the number of businesses returning to operation reached an all-time high, showing strong adaptability. Implementation status compared to plan:

Unit: Billion VND

| No | Object | Plan | Year 2024 |
|----|--------------------------|----------------|-------------|
| 1 | Consolidated net revenue | 20-50 billions | 50 billions |
| 2 | Consolidated net income | 2-5 billions | 5 billions |

2. Organization and Human resource:

❖ Board of Directors

| STT | Name | Position |
|-----|---------------------|-------------------------|
| 1 | Mr Nguyen Duc Thang | CEO |
| 2 | Mr Ngo Truong An | Deputy General Director |
| 3 | Mrs Nguyen Thi Hoa | Chief Accountant |

- **CEO – Mr Nguyen Duc Thang**

Date of birth : 30/03/1979
 ID : 111473848 Date of issue: July 25, 2012 Place of issue: Hanoi
 City Police Department
 Address : House No. 9, Alley 41, Chua Nen Lane, Lang Thuong Ward,
 Dong Da, Hanoi.
 Professional qualifications : Electronics and Telecommunications Engineer
 Number of shares held : 0 share, 0% of charter capital

- **Deputy General Director – Mr Ngo Truong An**

Date of birth : 07/02/1985
 ID : 090783419 Date of issue: 06/08/2020 Place of issue:
 Thai Nguyen City Police Department
 Address : Lane 169 Quang Trung Ward, Thai Nguyen City, Thai
 Nguyen Province
 Professional qualifications : Bachelor
 Number of shares held : 50 shares

- **Chief Accountant – Mrs Nguyen Thi Hoa**

Date of birth : 30/09/1960
 ID : 063034972 Date of issue: 21/11/2007 Place of issue:
 Lao Cai City Police Department
 Address : K3 Street - Pho Moi Ward - Lao Cai City
 Professional qualifications : Intermediate Accounting
 Number of shares held : 28,750 shares, 0,0000117% of charter capital

Changes in the Board of Management: In 2024, Lao Cai Mineral Exploitation and Processing Joint Stock Company has no changes in personnel in the Board of Management.

Number of staffs. Brief information and changes on the employee's policies:

| Criteria | Quantity | Proportion |
|-----------------------------|-----------|-------------|
| Classified by level | | |
| Above University | 3 | 11.54% |
| University | 5 | 19.23% |
| College/high school | 8 | 30.77% |
| Worker/Technician | 10 | 38.46% |
| Classified by gender | | |
| Male | 18 | 69.23% |
| Female | 8 | 30.77% |
| Total | 26 | 100% |

- The company fully implements policies for employees according to State regulations.

- Training policy: The company sends employees to attend professional training courses in each specialized field with the aim of building and developing a team of highly professional employees.
- Rewarding system:
 - Reward employees for excellent completion of assigned tasks.
 - Bonus for employees on holidays and Tet.
- Other policies: Government organizations regularly coordinate with the Trade Union to implement other welfare policies such as hardship allowances, policies for female workers, creating conditions for the Youth Union to operate, considering giving bonuses to children of employees with high academic achievements...

3. Investment activities, project implementation

3.1. Major investments:

In 2024, Lao Cai Mineral Exploitation and Processing Joint Stock Company has no major investments.

3.2. Subsidiaries, associated companies:

Subsidiaries: In 2024, Gia Long Hoa Binh Company Limited will focus on completing the construction of a mineral processing plant project to serve the exploitation of polymetallic mines in Ngoc Lam Hamlet, Cao Ram Commune, Luong Son District and Dang Long Village, Bac Son Commune, Kim Boi District, Hoa Binh Province. In addition, the Company is also looking for partners to cooperate in mining business. Currently, the Company is negotiating with potential partners to soon put the plant into operation to optimally exploit the mineral potential of the mine.

4. Financial condition:

a) Financial condition:

| Indicator | Year 2023 | Year 2024 | Change |
|---------------------------------|-----------------|-----------------|--------|
| Total asset | 140.017.593.021 | 170.318.655.293 | 21.6% |
| Net revenue | 51.353.442.478 | 33.565.216.052 | -34.6% |
| Profit from business activities | 4.262.021.246 | 1.677.267.209 | 60.6% |
| Other profits | -1.017.021.974 | 0 | 100.0% |
| Profit before tax | 3.244.999.272 | 1.677.267.209 | 48.3% |
| Profit after tax | 3.244.999.272 | 1.677.267.209 | 48.3% |
| Payout ratio | | | |

b) Key financial indicators:

| Indicators | Year 2023 | Year 2024 | Note |
|---------------------------------------|-----------|-----------|------|
| 1. Solvency ratio | | | |
| + Current ratio: | 2.40 | 1.28 | |
| Short term Asset/Short term debt | | | |
| + Quick ratio: | 2.40 | 1.28 | |
| <u>Short term Asset – Inventories</u> | | | |
| Short term Debt | | | |
| 2. capital structure Ratio | | | |

| | | | |
|--|------|------|--|
| + Debt/Total assets ratio | 0.13 | 0.27 | |
| + Debt/Owner's Equity ratio | 0.14 | 0.37 | |
| 3. Operation capability Ratio | | | |
| + Inventory turnover: <u>Cost of goods sold/Average inventory</u> | | | |
| + Total asset turnover | 0 | 0 | |
| Net revenue/Average Total Assets | 0.37 | 0.20 | |
| 4. Profitability | | | |
| + profit after tax/Net revenue Ratio | 0.06 | 0.05 | |
| + profit after tax/total capital Ratio | 0.03 | 0.01 | |
| + profit after tax/Total assets Ratio | 0.02 | 0.01 | |
| + Profit from business activities/Net revenue Ratio | 0.08 | 0.05 | |

5. Shareholders structure. change in the owner's equity as of 20/04/2024

a) *Shares*: Total outstanding shares are 24.633.000 common shares. with no transfer restrictions./.

b) *Shareholders structure*:

| Capital Structure | Number of shareholders | Number of shares | Value (VND) | Proportion |
|--------------------------------------|-------------------------------|-------------------------|------------------------|-------------------|
| 1. Domestic shareholders | 3.111 | 23.633.645 | 236.336.450.000 | 95.94% |
| a. Legal entity | 15 | 90.755 | 907.550.000 | 0.37% |
| b. Individual | 3.070 | 23.542.890 | 235.428.900.000 | 95.57% |
| 2. International shareholders | 26 | 999.355 | 9.993.550.000 | 4.06% |
| a. Legal entity | 3 | 35.568 | 355.680.000 | 0.14% |
| b. Individual | 23 | 963.787 | 9.637.870.000 | 3.91% |
| Total | 3.137 | 24.633.000 | 246.330.000.000 | 100% |

c) Change in the owner's equity: No

d) Transaction of treasury stocks: No

e) Other securities: No.

6. Environment-Social-Governance (ESG) Report of the Company

6.1. Environmental impact: Không

6.2. Environment-Social-Governance (ESG) Report of the Company:

- a) The total amount of raw materials used for the manufacture and packaging of the products as well as services of the organization during the year:
- b) The percentage of materials recycled to produce products and services of the organization: không

6.3. Energy consumption:

- a) Energy consumption - directly and indirectly: 547.069 kwh
- b) Energy savings through initiatives of efficiently using energy: No
- c) The report on energy saving initiatives (providing products and services to save energy or use renewable energy); report on the results of these initiatives.: No.

6.4. Water consumption (water consumption of business activities in the year)

- a) Water supply and amount of water used..
 - Clean water source of water usage: 4.500 m3/year.
 - Well water source of water used: 550m3/year

- b) Water consumption (water consumption of business activities in the year): 0

6.5. Water consumption (water consumption of business activities in the year):

- a) Number of times the company is fined for failing to comply with laws and regulations on environment: No
- b) The total amount to be fined for failing to comply with laws and regulations on the environment: 0 VND

6.6. Policies related to employees

- a) Number of employees. average wages of workers..

- Average number of employees per year: 26
- Average income per person/month: 6 million VND

- b) Labor policies to ensure health. safety and welfare of workers:

- Improve material and spiritual life. ensure stable income for employees. regularly organize collective activities. celebrate holidays. organize quarterly birthdays for employees;
- Timely reward and encourage individuals and groups with outstanding achievements in production and business activities;
- Maintain good organization of shift meals at the Company for employees;
- Regularly maintain labor safety and fire prevention.

- c) Employee training

The average number of training hours per year. according to the staff and classified staff

- + Labor safety and fire prevention training 48 hours/year.
- The skills development and continuous learning program to support workers employment and career development: No

6.7. Report on responsibility for local community: The company always supports Agent Orange fund; Association of the blind. flood victims ...

6.8. Report on green capital market activities under the guidance of the SSC: No.

III. Reports and assessments of the Board of Management (the Board of Management reports and assesses the Company's situation through every face)

1. Assessment of operating results:

In 2024. Lao Cai Mineral Exploitation and Processing Joint Stock Company will focus on investing and completing the mineral processing plant project to serve polymetallic mining in

Ngoc Lam Hamlet (Cao Ram Commune. Luong Son District) and Dang Long Village (Bac Son Commune. Kim Boi District. Hoa Binh Province). At the same time. the Company is actively seeking business cooperation partners in the mining sector. Currently. the factory has completed new technology and put into production. with support from Australian and Japanese experts.

2. Financial Situation

a) Assets

Unit: VND

| ASSETS | 31/12/2024 | 31/12/2023 | Change |
|---------------------------------|------------------------|------------------------|-----------------------|
| CURRENT ASSETS | 59,404,271,007 | 42,525,276,289 | 16,878,994,718 |
| Cash and cash equivalent | 217,284,998 | 506,637,981 | (289,352,983) |
| Short term recievables | 57,204,545,572 | 40,122,452,099 | 17,082,093,473 |
| Inventories | 322,350,000 | 107,900,000 | 214,450,000 |
| Other current assets | 1,660,090,437 | 1,788,286,209 | (128,195,772) |
| NON CURRENT ASSETS | 110,914,384,286 | 97,492,316,732 | 13,422,067,554 |
| Fixed asset | 1,665,175,705 | 2,243,108,151 | (577,932,446) |
| Long term financial investments | 47,914,666,450 | 47,914,666,450 | - |
| Long term asset in progress | 6,034,365,131 | 6,034,365,131 | - |
| TOTAL | 170,318,655,293 | 140,017,593,021 | 30,301,062,272 |

b) Liabilities

| LIABILITIES | 31/12/2024 | 31/12/2023 |
|--------------------------------|-----------------------|-----------------------|
| Current Liabilites | 46,337,763,894 | 17,713,968,921 |
| Account payables | 40,478,857,560 | 11,888,214,587 |
| Tax and payables to the State | 0 | 0 |
| Other current payables | 45,034,000 | 12,860,000 |
| Bonus, welfare fund | 2,796,306,978 | 2,796,306,978 |
| Non current liabilities | - | - |

As of December 31, 2024, the Company has no long-term loans or debts,

3. Improvements in organizational structure, policies, and management,

- ✓ Improve the quality of technical and safety assurance work and optimize material and fuel costs,
- ✓ Strengthen management of equipment, materials, fuel and strictly control costs,

4. Development plans in future :

The company focuses on investing deeply in the field of mineral exploitation and trading,

5. Explanation of the Board of Management for auditor's opinions (if any) - (In case the auditor's opinions are not unqualified)

1. Disclaimer of Opinion on Investments in Associates

We do not have access to the financial statements and audited financial statements of Van Son Green Environment Cooperative with an equity investment value of VND 24.145 billion and of Binh Thanh Green Environment Investment and Construction Joint Stock Company with an equity investment value of VND 23.769 billion. Replacement procedures are not feasible. Therefore, we are unable to assess the net value of the investments nor their impact on the indicators related to the Company's Consolidated Financial Statements for the fiscal year ended December 31, 2024.

- At the time of auditing the semi-annual financial statements for 2024, we were unable to contact the management and accountants of the two associated companies. As a result, the provision of financial documents related to these companies was delayed, preventing the auditors from assessing the impairment provision for these investments.

2. Disclaimer of Opinion on Receivables:

We are also unable to gather sufficient pertinent evidence related to the assessment of the Board of Directors regarding the ability to recover receivables from loans to individuals in cash without collateral with principal and interest values as at 31/12/2024 of VND 55.129 billion and VND 855 million, respectively. Accordingly, we cannot determine whether it is necessary to set aside provisions for receivables or adjust relevant items on the Company's consolidated financial statements

- At the time of auditing the semi-annual financial statements for 2024, we had not yet recovered the loans and related interest. As a result, the auditors were unable to assess the necessary provision. We are currently in the process of completing the procedures to recover the full amount.

3. Disclaimer of Opinion on Shortterm Receivables:

On December 31, 2024, in the item "Other short-term receivables", advances are being recorded for several officials and employees to carry out production and business activities with an amount of VND 35,500,000,000. We have not been provided with sufficient documents related to the use of the above-mentioned advances. Although the Board of Directors has assessed the above advances as recoverable and do not affect the Company's asset losses. However, at the time of issuing this report, we have not been able to assess the reasonableness, purpose of use as well as the recoverability of the above-mentioned advances.

- At the time of auditing the semi-annual financial statements for 2024, we had not yet recovered advance payments made to certain officers and employees for the company's business operations, totaling VND 35,500,000,000. As a result, the auditor was unable to assess the reasonableness of the outstanding advance balances.

4. Opinion on the Company's Operational Status

As of December 31, 2024, the Company's accumulated loss is VND 133.144 billion, Loans and financial lease debts with a value of VND 2,230,000,000 are overdue. At the same time, the gold ore mining project in Luong Son district, Hoa Binh province under the mineral exploitation license No. 80/QD/UBND dated 12/11/2009 of Gia Long Hoa Binh Joint Stock Company (a subsidiary) has expired and has not been extended. These events, together with the issues set out in the paragraph "Grounds for refusal to give an opinion" above, exist material

uncertainties that may lead to significant doubts affecting the Company's ability to continue operating. At the time of the issuance of this Report, we do not have sufficient grounds to give an opinion on whether the assumption of the Company's continuing operations is appropriate.

- Currently, our company is focusing on renewing the gold mining project of Gia Long Hoa Binh Co., Ltd. (a subsidiary). However, we still generate revenue from other core business activities. Accordingly, we also commit to and ensure the company's ability to continue operating at present and in the future.

6. Assessment Report related to environmental and social responsibilities of the Company

Due to the nature of the Company's mining activities, labor safety is always a concern, The Company has implemented measures to ensure labor safety such as: purchasing insurance, equipping tools and equipment to ensure safety during the working process, and instructing workers on how to implement safety measures...

In addition, the Company always actively participates in environmental protection and social work to build new rural areas and help localities according to the Company's actual capabilities,

IV, Assessments of the Board of Management on the Company's operation (for joint stock companies)

1. Assessments of the Board of Management on the Company's operation, including the assessment related to environmental and social responsibilities,

In 2024, to serve the management work, the Board of Management held 5 meetings and issued 4 resolutions, The Board of Management performed well the role of supervising and implementing resolutions, and at the same time assessed the level of completion of production, business and investment and construction tasks of the CEO,

The Board of Management and the Board of Directors closely coordinate, meet the requirements of the Board of Supervisors, create conditions for the Board of Supervisors to fully perform its functions and complete its tasks,

In addition to implementing the planned targets according to the Resolution of the 2024 Annual General Meeting of Shareholders, the Company always cares about the lives of employees, ensuring benefits of social insurance, health insurance, unemployment insurance,,, At the same time, the Board of Management and the Executive Board also create conditions for political and social organizations in the enterprise to operate in accordance with the law,

2. Assessment of Board of Management on Board of Management's performance

In 2024, despite many difficulties in production and business activities, the Company's Board of Directors has made continuous efforts to maintain stability and development, With high determination, the Company has effectively implemented the targets according to the Resolution of the 2024 Annual General Meeting of Shareholders, ensuring income for employees, while creating a solid foundation for sustainable development in the following years,

3. Plans and orientations of the Board of Management

2025 continues to be a challenging year with intertwined opportunities and difficulties, due to the complex and unpredictable developments in the world situation, Based on the available potential and resources, the Board of Management is committed to enhancing its

leadership responsibility and accompanying the Executive Board to effectively implement the targets approved by the General Meeting of Shareholders, Specifically:

Maintain regular meetings of the Board of Management and be ready to hold extraordinary meetings when necessary, promptly issue resolutions and decisions to remove difficulties, ensure flexible business operations, comply with current regulations and be suitable for production and business practices,

Continue to research, perfect and revise regulations on internal governance, aiming for a professional, public and transparent corporate governance model, improving management and operational efficiency,

In the immediate future, implement some key solutions:

(i) Maintain stability and promote production and business development in the new context,

(ii) Strengthening the management of economic and technical norms, optimizing human resources to improve operational efficiency,

(iii) Promote investment in modern machinery and equipment to improve labor productivity and enhance product quality,

With the above orientations, the Board of Management believes in the sustainable development of the Company in 2025 and the following years,

V, Corporate governance

1. Member of Board of Management

a) Members and structure of the Board of Management:

| No | Member | Position (independent member of the Board of Directors, non-executive member of the Board of Directors)) | Date of starting/cease being a member of the Board of Management/Independent Board of Management | |
|----|----------------------|---|--|----------------|
| | | | Date of appointment | Dismissal Date |
| 1 | Mr Vu Dinh Vinh | Chairman of the Board | 25/06/2021 | |
| 2 | Mr, Nguyen Duc Thang | Board Member | 26/05/2016 | |
| 3 | Mr, Ngo Truong An | Board Member | 14/06/2014 | |
| 4 | Mr, Hoang Quoc Tung | Independent/Non-Executive Board Member | 24/06/2020 | |
| 5 | Mr, Bui Thanh Binh | Independent/Non-Executive Board Member | 24/06/2020 | |

In 2024, the Board of Manangement (BOM) directed the Company to strictly comply with the provisions of the Enterprise Law, the Organization Charter and effectively implement the Resolution of the General Meeting of Shareholders (GMS), Specifically:

- Implement the Resolution of the Annual General Meeting of Shareholders to the Board of Directors and related departments, ensuring consistency throughout the Company,
- The Board of Management reached a high consensus on the goal of consolidating and sustainably developing production and business activities, fully fulfilling obligations to the State, while focusing on improving material and spiritual life and ensuring benefits according to policies for employees,

- Issue important resolutions on strategic orientation, management, operation, investment and service policies to improve the Company's operational efficiency,
- Closely coordinate with the Board of Supervisors in selecting an auditing company to conduct financial statement audits, ensuring transparency and accuracy,

With the above orientations, the Board of Management continues to affirm its leadership role, ensuring the stable and sustainable development of the Company,

b) The committees of the Board of Management: No committees established

c) Activities of the Board of Management :

| No | Resolution/Decision Number | Date | Content | Approval rate |
|----|----------------------------|------------|---|---------------|
| 1 | 01/2024/NQ-HĐQT | 01/04/2024 | Extension of time to hold the 2024 Annual General Meeting of Shareholders | 100% |
| 2 | 02/2024/NQ-HĐQT | 01/04/2024 | Organizing the 2024 Annual General Meeting of Shareholders | 100% |
| 3 | 03/2024/NQ-HĐQT | 27/06/2024 | Selecting an auditor for fiscal year 2024 | 100% |
| 4 | 04/2024/NQ-HĐQT | 15/08/2024 | 6-month operation results 2024, Plan for the last 6 months of 2024 | 100% |
| 5 | 05/2024/NQ-HĐQT | 18/12/2024 | 2025 Operational Plan | 100% |

d) Activities of the Board of Management' independent members :

- In 2024, the Board of Management (BOM) has implemented its work according to plan, closely following the Resolution of the General Meeting of Shareholders (GMS), complying with the Company's Charter, Governance Regulations and standard corporate governance practices,
- Board members always demonstrate a high sense of responsibility and professionalism, clearly perform assigned roles, put the Company's interests first and are careful in all decisions,
- The Board of Management has proactively proposed many timely and effective solutions, supporting the Board of Directors to overcome challenges in the operation process, while performing well the role of supervision and control to ensure that the Company always strictly complies with legal regulations,
- The Board of Management has led the Company to fulfill its obligations to the State budget, ensure stable income for employees and, together with the Board of Directors, promote sustainable corporate culture activities, With an effective and creative working method, the Board of Management has accompanied the Company in building and developing sustainable values, aiming for long-term development and prosperity,

e) The list of members of the Board of Management possessing certificates on corporate governance, The list of members of the Board of Management participating in corporate governance training programs in the year:

2. Board of Supervisors/Audit Committee:

a) **Members and structure of the Board of Supervisors/Audit Committee:** Consists of 03 members including Head of Supervisory Board and 02 members

| No | Member | Position | Date of starting/ceasing a member of the Board of Supervisors | Professional qualifications |
|----|---------------------|------------------------------|---|-----------------------------|
| 1 | Mr, Nhu Ngoc Quang | Head of Board of Supervisors | 26/06/2019 | Bachelor of Accounting |
| 2 | Mr, Ngo Gia Huy | Board member | 20/05/2016 | Bachelor of Economics |
| 4 | Mr, Nguyen Van Tuan | Board member | 12/07/2022 | Master of Economics |

b) Activities of the Board of Supervisors/Audit Committee:

In 2024, the Board of Supervisors performed its duties in accordance with the Company's Charter of Organization and Operation, and complied with the provisions of law, Specifically:

- The Head of the Board assigned specific tasks to each member, and at the same time proposed directions and action plans as a basis for continuous implementation,
- Closely coordinate with the Board of Management (BOM) and the Executive Board in reviewing and inspecting business, investment, financial activities,, to ensure compliance with the law and closely follow the plan approved by the General Meeting of Shareholders, At the same time, monitor the Company's information disclosure and strictly control the implementation of internal spending regimes,
- Provide necessary proposals and recommendations to the Board of Manangement and the Board of General Directors during operations, including proposing an independent auditing unit to audit the Company's Financial Statements,

3. Transactions, remunerations and benefits of the Board of Management, Board of Management and Board of Supervisors/Audit Committee

a) Salary, bonus, remuneration, benefits:

| No | Name | Remuneration (VND) |
|----|---|--------------------|
| | BOM | 60,000,000 |
| 1 | Mr, Vu Dinh Vinh - Chairman of the Board of Management, | 0 |
| 2 | Mr, Nguyen Duc Thang – Board member | 0 |
| 3 | Mr, Ngo Truong An – Board member | 0 |
| 4 | Mr, Bui Thanh Binh - Independent/non- | 0 |

| | | |
|---|---|-------------------|
| | executive member of the Board of Management | |
| 5 | Mr, Hoang Quoc Tung - Independent/non-executive member of the Board of Management | 60,000,000 |
| | Board of Directors | 96,000,000 |
| 1 | Nguyen Duc Thang | 96,000,000 |
| 2 | Ngo Truong An | 0 |
| | Board of Supervisors | 0 |
| 1 | Mr Ngu Ngoc Quang | 0 |
| 2 | Mr Ngo Gia Huy | 0 |
| 3 | Nguyen Van Tuan | 0 |

b) Share transactions by internal shareholders:

| Stt No, | The person who makes the transaction | Insider Relations | Number of shares owned at the beginning of the period | | Number of shares owned at the end of the period | | Reason for change |
|---------|--------------------------------------|-------------------|---|------------|---|------------|-------------------|
| | | | Number of shares | Proportion | Number of shares | Proportion | |
| | | | | | | | |

c) Contracts or transactions with internal shareholders: No

d) Assessing the implementation of regulations on corporate governance:

- The Company always focuses on updating newly issued regulations on corporate governance, and seriously applies them to the Company's internal governance,
- In addition, the Company always encourages and creates conditions for members of the Board of Management, members of the Board of Directors, members of the Board of Supervisors, and managers to participate in corporate governance training courses,

VI, Financial statements:

1. Auditor's opinions: **Disclaimer of opinion**

Because of the significance of the matters described in the "Basis for Disclaimer of Opinion" paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion, Accordingly, we are unable to express an audit opinion on the accompanying consolidated financial statements,

2. Audited financial statements (Audited annual financial statements include: Balance sheet; Income statement; Cash flow statement; Notes to the financial statements,

Recipient:

- Stock Exchange, State Securities Commission;
- Archived: VT,

CONFIRMATION BY THE COMPANY'S

LEGAL REPRESENTATIVE



TỔNG GIÁM ĐỐC

Nguyễn Đức Thắng

No: 01/BCTN- LCM

Lao Cai, day 10 month 04 year 2025

ANNUAL REPORT

Year 2024

Dear: Hanoi Stock Exchange
 State Securities Commission of Vietnam

I. General information

1. General information

- Trading name: **Lao Cai Mineral Exploitation and Processing Joint Stock Company**
- Business Registration Certificate No.: 5300208618
- Charter capital: 246,330,000,000 VND
- Owner's capital: 246,330,000,000 VND
- Address: House No. 28B, Phan Dinh Giot Street, Lao Cai Ward, Lao Cai City, Lao Cai Province.
- Telephone: 0203.830.036
- Fax: 0203.830.036
- Website: www.khoangsanlaocai.vn
- Securities code: **LCM**

Establishment and development process:

Lao Cai Mineral Exploitation and Processing Joint Stock Company, formerly Gia Long Company Limited, was established on September 18, 2002 with business registration number 12 02 000 192. After 6 times of changing business registration (the last time on December 9, 2010), Gia Long Company Limited changed its name to Lao Cai Mineral Exploitation and Processing Joint Stock Company on January 4, 2011. During its operation and development, the Company has always fulfilled its obligations to the State.

From a private joint stock company with initial charter capital of VND 2,000,000,000, the Company increased its capital for the first time to VND 80,000,000,000 on February 15, 2010 by additional capital contribution from the Company's shareholders. The Company completed the second capital increase on December 30, 2010 with a charter capital of VND 85,680,000,000. On September 16 2011, Lao Cai Mineral Exploitation and Processing Joint Stock Company was officially listed and traded on the first day on the Ho Chi Minh City Stock Exchange with the stock code: LCM.

On November 7, 2012, the Company completed the public offering of shares to increase its charter capital to VND 214,200,000,000.

On July 1, 2013, the Company completed the issuance of shares to pay 2012 dividends to increase charter capital to VND 246,330,000,000.

2. Establishment and development process

2.1. Business lines:

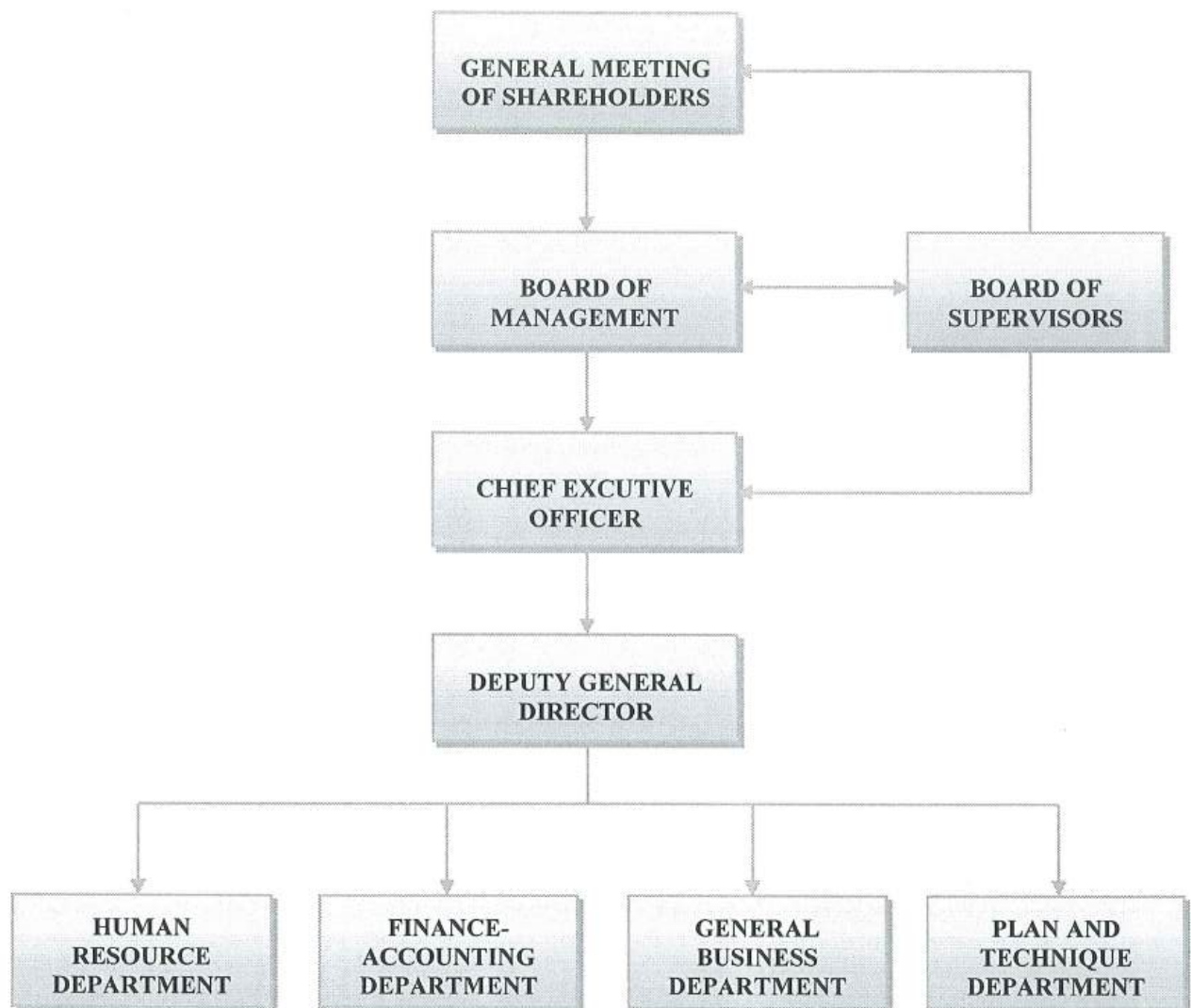
Mining of rare metal ores: Details: Mining, processing, trading of ferrous and non-ferrous metal ores;

- Buying and selling of machinery, equipment and spare parts;
- Consulting and supporting mineral exploitation activities;
- Buying and selling, producing construction materials;
- Buying and selling, importing and exporting crude oil, coal and their products;
- Building all kinds of houses; Building other civil engineering works..

2.2. Location of business: Mainly in the northern provinces

3. Information about governance model, business organization and managerial apparatus

3.1. Governance model



3.2. Management structure:

✦ *General meeting of Shareholders*

The General Meeting of Shareholders is the highest authority of the Company, comprising all Shareholders with voting rights. The General Meeting of Shareholders meets annually or extraordinarily; at least once a year. The General Meeting of Shareholders has the following rights and duties:

- Approve, amend and supplement the Charter.
- Approve the Company's development plan, approve the annual financial report, the report of the Board of Management, the Board of Supervisors and the Auditor..
- Decide on the number of members of the Board of Management.
- Elect, dismiss, remove members of the Board of Management and Board of Supervisors.
- Other rights are stipulated in the Company's charter..

✦ *Board of Management*

The Board of Management, elected by the General Meeting of Shareholders, is the highest management body of the Company, with full authority to decide on all matters relating to the Company's purposes and interests between two General Meetings of Shareholders. The Board of Management has the following rights:

- Decide on the organizational structure and apparatus of the Company.
- Decide on the Company's investment and development strategy based on strategic goals approved by the General Meeting of Shareholders.
- Appoint, dismiss, remove, and supervise the activities of the Board of Directors.
- Propose amendments to the Charter, annual business performance reports, financial reports, annual settlements, profit distribution plans and development directions, production and business development plans and annual budgets to submit to the General Meeting of Shareholders.
- Convene and direct the preparation of content and agenda for the General Meeting of Shareholders.
- Propose restructuring or dissolution of the Company.
- Other rights are stipulated in the Charter.

✦ *Board of Directors*

The Board of Directors is appointed by the Board of Directors and is responsible for organizing, operating and managing all daily production and business activities of the Company according to the strategies and plans approved by the Board of Directors and the General Meeting of Shareholders. The Board of Directors is responsible for:

- Organize, operate and manage all production and business activities of the Company in accordance with the resolutions of the General Meeting of Shareholders, decisions of the Board of Management, the Company Charter and in compliance with the Law.
- Develop and submit to the Board of Management internal management regulations, production and business plans, annual and long-term financial plans of the Company.

- Propose the Board of Management to decide on appointment, dismissal, reward and discipline for Deputy Director and Chief Accountant.
- Sign and execute contracts in accordance with the provisions of the Law.
- Report to the Board of Management on the operation situation, production and business results, be responsible to the General Meeting of Shareholders, the Board of Management and the Law and any violations causing losses to the Company.
- Implement the resolutions of the Board of Management and the General Meeting of Shareholders, the Company's business plan and investment plan approved by the Board of Directors and the General Meeting of Shareholders.
- Other rights are stipulated in the Charter.

✦ *Board of Supervisors*

The Company's Board of Supervisors is elected by the General Meeting of Shareholders and is responsible for representing shareholders to control all business activities, administration and management of the Company. Rights and obligations are as follows:

- Check the accounting books and financial reports of the Company, check the reasonableness and legality of the Company's production, business and financial activities, check the implementation of resolutions and decisions of the Board of Management.
- Submit to the General Meeting of Shareholders a report on the audit of the Company's financial statements, and have the right to present their independent opinions on the audit results of issues related to business operations, operations of the Board of Management and the Board of Directors.
- Request the Board of Management to convene an extraordinary General Meeting of Shareholders if deemed necessary.
- Other rights are stipulated in the Charter.

✦ *Chief Accountant*

The Company's Chief Accountant is appointed and dismissed by the Company's Board of Management; responsible for organizing and directing the implementation of accounting, statistics, economic accounting and financial work of the Company; performing tasks authorized by the Company's Director.

✦ *Departments*

Human Resources Department: has the following duties and functions:

- Build the organizational structure of the Company, develop training plans, improve professional qualifications and skills for employees; implement policies, salary regimes and other regimes for employees; manage and operate the Company's administrative work.
- Develop internal rules, regulations and management regulations within the Company.
- Advise the Directors on the arrangement and assignment of labor in the Company's departments, branches and factories to suit the nature of the work in accordance with the labor laws promulgated by the State.

- Manage and store employee records, resolve issues arising regarding employee benefits and policies in the past and present.
- The department performs functions and operates all activities under the direct direction and management of the Company's Board of Directors.

Finance – Accounting Department: has the following duties and functions:

- Synthesize and record data and financial situation of the Company; report directly to the Board of Directors; through the financial situation, help the Director direct the Company's production and business activities;
- Implement periodic reporting regime, comply with financial audit and inspection requirements of competent authorities.
- Accurately, honestly, fully, promptly, clearly and comprehensively reflect all aspects of the Company's production and business activities on the principle of independent accounting for professional operations.
- Propose measures to promptly correct and handle deviations in business operations and financial management.
- Analyze the financial situation in mining, advise on measures for the financial plan of the Board of Directors.

General Business Department: has the following duties and functions:

- Organize the development of business plans and advise the Board of Management and the Board of Directors on the medium and long-term development orientation of the Company. Based on the business plans of each department and unit, the department will develop an overall business plan for each quarter and each year to submit to the Board of Directors for review and approval.

Plan and Technique Department: has the following duties and functions:

- Develop investment plans for repairing machinery and equipment at factories and enterprises to serve production, business and mining activities at the company's factories. Advise the Board of Directors on investment plans for new machinery and equipment.
- Manage all existing repair workshops and machinery of the Company.
- Plan and supply materials according to actual progress at the Company's factories and construction sites.

3.3. Subsidiaries, associated companies

| Company's name | Address | Main business line | Charter Capital (VND) | Ownership ratio as of June 30, 2021 |
|-----------------------|---|---|------------------------------|--|
| Gia Long Hoa Binh LLC | Tan Lap Hamlet, Tan Vinh Commune, Luong | Mining and processing of minerals (except | 171,000,000,000 | 95% |

| | | | | |
|--|---------------------------------|-----------------------------------|--|--|
| | Son District, Hoa Binh Province | minerals prohibited by the state) | | |
|--|---------------------------------|-----------------------------------|--|--|

3.4. Affiliated Company: None

4. Development orientations.

4.1. The main objectives of the Company

- Effective business, stable and sustainable development.
- Investment in technology, machinery, equipment and production lines, focusing on mining.
- Diversify business lines, in which mineral exploitation and trading is the main industry.
- Training a team of qualified employees with high industrial style and discipline.
- Ensure the rights of shareholders.

4.2. Medium and long term development strategy

Deep investment in the field of mineral exploitation and trading.

4.3. The Company's environmental, social and community goals

Actively participate in environmental protection and social work to build new rural areas and help localities according to the Company's actual capabilities.

5. Risks:

5.1. Economic risks

Tight fiscal and monetary policies: Many countries maintain tight fiscal and monetary policies, leading to higher borrowing costs and the risk of recession.

Geopolitical tensions: Conflicts in the Middle East and tensions between major powers like the US and China disrupt global supply chains and energy markets.

Market and technological fragmentation: The trend of market and technological fragmentation is increasingly evident, reflected in the expansion of the BRICS bloc and sanctions, undermining international cooperation and the efficiency of global supply chains.

Financial Market Instability: Global financial market instability, coupled with rising public debt, pose challenges to economic growth.

***Solution:** The company regularly monitors economic developments to have specific, flexible projects, strategies and plans to promptly respond to risks.

5.2. Legal risks

As an enterprise operating in the form of a public company, trading centrally at the Hanoi Stock Exchange, the Company's operations comply with legal documents of Joint Stock Companies, securities activities and the securities market, including: Enterprise Law, Securities Law, Trading Regulations of the Hanoi Stock Exchange and implementing guidelines... Although, over the past many years, the Vietnamese legal system has been continuously improved, its stability is not high, and many legal regulations are still in the process of being improved.

In addition, the Company operates in the mineral mining industry, which is a special industry and is subject to State regulations related to the activities of the mineral mining industry.

***Solution:** To limit this risk, the Company always focuses on researching and grasping new legal regulations, closely following the Party and State's guidelines and policies... thereby building legal and appropriate production and business strategies and plans for each period.

5.3. Mining licensing risks

Complicated and lengthy procedures cause difficulties for businesses. Financial risks due to high capital requirements and large financial leverage. Legal disputes in the transfer of mining rights. Violations of regulations can lead to penalties or suspension of mining. Lax supervision leads to fraud and loss of resources

***Solution:** The Company's activities always adhere to the specific established process of geological exploration and survey for each activity and project implemented, in order to minimize risks and maximize cost savings for this activity.

5.4. Other risks

Weather factors such as harsh heat, rain, storms, floods, and landslides greatly affect the output of quarry mining and production at the Company's factory.

***Solution:** To limit damages when force majeure occurs, the Company has proactively participated in insurance contracts for projects and works under implementation

II. Operations in the Year

1. Situation of production and business operations

In 2024, production and business will recover strongly after the pandemic, with the industrial production index increasing by 8.4%. However, global economic fluctuations, geopolitical tensions and protectionist policies have affected finance, currency, energy and food. Despite the challenges, the number of businesses returning to operation reached an all-time high, showing strong adaptability. Implementation status compared to plan:

Unit: Billion VND

| No | Object | Plan | Year 2024 |
|----|--------------------------|----------------|-------------|
| 1 | Consolidated net revenue | 20-50 billions | 50 billions |
| 2 | Consolidated net income | 2-5 billions | 5 billions |

2. Organization and Human resource:

❖ Board of Directors

| STT | Name | Position |
|-----|---------------------|-------------------------|
| 1 | Mr Nguyen Duc Thang | CEO |
| 2 | Mr Ngo Truong An | Deputy General Director |
| 3 | Mrs Nguyen Thi Hoa | Chief Accountant |

- **CEO – Mr Nguyen Duc Thang**

Date of birth : 30/03/1979

ID : 111473848 Date of issue: July 25, 2012 Place of issue: Hanoi City Police Department

Address : House No. 9, Alley 41, Chua Nen Lane, Lang Thuong Ward, Dong Da, Hanoi.

Professional qualifications : Electronics and Telecommunications Engineer

Number of shares held : 0 share, 0% of charter capital

- **Deputy General Director – Mr Ngo Truong An**

Date of birth : 07/02/1985

ID : 090783419 Date of issue: 06/08/2020 Place of issue: Thai Nguyen City Police Department

Address : Lane 169 Quang Trung Ward, Thai Nguyen City, Thai Nguyen Province

Professional qualifications : Bachelor

Number of shares held : 50 shares

- **Chief Accountant – Mrs Nguyen Thi Hoa**

Date of birth : 30/09/1960

ID : 063034972 Date of issue: 21/11/2007 Place of issue: Lao Cai City Police Department

Address : K3 Street - Pho Moi Ward - Lao Cai City

Professional qualifications : Intermediate Accounting

Number of shares held : 28,750 shares, 0,0000117% of charter capital

Changes in the Board of Management: In 2024, Lao Cai Mineral Exploitation and Processing Joint Stock Company has no changes in personnel in the Board of Management.

Number of staffs. Brief information and changes on the employee's policies:

| Criteria | Quantity | Proportion |
|-----------------------------|-----------|-------------|
| Classified by level | | |
| Above University | 3 | 11.54% |
| University | 5 | 19.23% |
| College/high school | 8 | 30.77% |
| Worker/Technician | 10 | 38.46% |
| Classified by gender | | |
| Male | 18 | 69.23% |
| Female | 8 | 30.77% |
| Total | 26 | 100% |

- The company fully implements policies for employees according to State regulations.

- Training policy: The company sends employees to attend professional training courses in each specialized field with the aim of building and developing a team of highly professional employees.
- Rewarding system:
 - Reward employees for excellent completion of assigned tasks.
 - Bonus for employees on holidays and Tet.
- Other policies: Government organizations regularly coordinate with the Trade Union to implement other welfare policies such as hardship allowances, policies for female workers, creating conditions for the Youth Union to operate, considering giving bonuses to children of employees with high academic achievements...

3. Investment activities, project implementation

3.1. Major investments:

In 2024, Lao Cai Mineral Exploitation and Processing Joint Stock Company has no major investments.

3.2. Subsidiaries, associated companies:

Subsidiaries: In 2024, Gia Long Hoa Binh Company Limited will focus on completing the construction of a mineral processing plant project to serve the exploitation of polymetallic mines in Ngoc Lam Hamlet, Cao Ram Commune, Luong Son District and Dang Long Village, Bac Son Commune, Kim Boi District, Hoa Binh Province. In addition, the Company is also looking for partners to cooperate in mining business. Currently, the Company is negotiating with potential partners to soon put the plant into operation to optimally exploit the mineral potential of the mine.

4. Financial condition:

a) Financial condition:

| Indicator | Year 2023 | Year 2024 | Change |
|---------------------------------|-----------------|-----------------|--------|
| Total asset | 140.017.593.021 | 170.318.655.293 | 21.6% |
| Net revenue | 51.353.442.478 | 33.565.216.052 | -34.6% |
| Profit from business activities | 4.262.021.246 | 1.677.267.209 | 60.6% |
| Other profits | -1.017.021.974 | 0 | 100.0% |
| Profit before tax | 3.244.999.272 | 1.677.267.209 | 48.3% |
| Profit after tax | 3.244.999.272 | 1.677.267.209 | 48.3% |
| Payout ratio | | | |

b) Key financial indicators:

| Indicators | Year 2023 | Year 2024 | Note |
|---------------------------------------|-----------|-----------|------|
| 1. Solvency ratio | | | |
| + Current ratio: | 2.40 | 1.28 | |
| Short term Asset/Short term debt | | | |
| + Quick ratio: | 2.40 | 1.28 | |
| <u>Short term Asset – Inventories</u> | | | |
| Short term Debt | | | |
| 2. capital structure Ratio | | | |

| | | | |
|---|------|------|--|
| + Debt/Total assets ratio | 0.13 | 0.27 | |
| + Debt/Owner's Equity ratio | 0.14 | 0.37 | |
| 3. <i>Operation capability Ratio</i> | | | |
| + Inventory turnover: | | | |
| <u>Cost of goods sold/Average inventory</u> | | | |
| + Total asset turnover | 0 | 0 | |
| Net revenue/Average Total Assets | 0.37 | 0.20 | |
| 4. <i>Profitability</i> | | | |
| + profit after tax/Net revenue Ratio | 0.06 | 0.05 | |
| + profit after tax/total capital Ratio | 0.03 | 0.01 | |
| + profit after tax/Total assets Ratio | 0.02 | 0.01 | |
| + Profit from business activities/Net revenue Ratio | 0.08 | 0.05 | |

5. Shareholders structure. change in the owner's equity as of 20/04/2024

a) *Shares*: Total outstanding shares are 24.633.000 common shares. with no transfer restrictions./.

b) *Shareholders structure*:

| Capital Structure | Number of shareholders | Number of shares | Value (VND) | Proportion |
|--------------------------------------|------------------------|-------------------|------------------------|---------------|
| 1. Domestic shareholders | 3.111 | 23.633.645 | 236.336.450.000 | 95.94% |
| a. <i>Legal entity</i> | 15 | 90.755 | 907.550.000 | 0.37% |
| b. <i>Individual</i> | 3.070 | 23.542.890 | 235.428.900.000 | 95.57% |
| 2. International shareholders | 26 | 999.355 | 9.993.550.000 | 4.06% |
| a. <i>Legal entity</i> | 3 | 35.568 | 355.680.000 | 0.14% |
| b. <i>Individual</i> | 23 | 963.787 | 9.637.870.000 | 3.91% |
| Total | 3.137 | 24.633.000 | 246.330.000.000 | 100% |

c) Change in the owner's equity: No

d) Transaction of treasury stocks: No

e) Other securities: No.

6. Environment-Social-Governance (ESG) Report of the Company

6.1. Environmental impact: Không

6.2. Environment-Social-Governance (ESG) Report of the Company:

- a) The total amount of raw materials used for the manufacture and packaging of the products as well as services of the organization during the year:
- b) The percentage of materials recycled to produce products and services of the organization: không

6.3. Energy consumption:

- a) Energy consumption - directly and indirectly: 547.069 kwh
- b) Energy savings through initiatives of efficiently using energy: No
- c) The report on energy saving initiatives (providing products and services to save energy or use renewable energy); report on the results of these initiatives.: No.

6.4. Water consumption (water consumption of business activities in the year)

- a) Water supply and amount of water used..
 - Clean water source of water usage: 4.500 m3/year.
 - Well water source of water used: 550m3/year

- b) Water consumption (water consumption of business activities in the year): 0

6.5. Water consumption (water consumption of business activities in the year):

- a) Number of times the company is fined for failing to comply with laws and regulations on environment: No
- b) The total amount to be fined for failing to comply with laws and regulations on the environment: 0 VND

6.6. Policies related to employees

- a) Number of employees. average wages of workers..

- Average number of employees per year: 26
- Average income per person/month: 6 million VND

- b) Labor policies to ensure health. safety and welfare of workers:

- Improve material and spiritual life. ensure stable income for employees. regularly organize collective activities. celebrate holidays. organize quarterly birthdays for employees;
- Timely reward and encourage individuals and groups with outstanding achievements in production and business activities;
- Maintain good organization of shift meals at the Company for employees;
- Regularly maintain labor safety and fire prevention.

- c) Employee training

The average number of training hours per year. according to the staff and classified staff

- + Labor safety and fire prevention training 48 hours/year.
- The skills development and continuous learning program to support workers employment and career development: No

6.7. Report on responsibility for local community: The company always supports Agent Orange fund; Association of the blind. flood victims ...

6.8. Report on green capital market activities under the guidance of the SSC: No.

III. Reports and assessments of the Board of Management (the Board of Management reports and assesses the Company's situation through every face)

1. Assessment of operating results:

In 2024. Lao Cai Mineral Exploitation and Processing Joint Stock Company will focus on investing and completing the mineral processing plant project to serve polymetallic mining in

Ngoc Lam Hamlet (Cao Ram Commune. Luong Son District) and Dang Long Village (Bac Son Commune. Kim Boi District. Hoa Binh Province). At the same time, the Company is actively seeking business cooperation partners in the mining sector. Currently, the factory has completed new technology and put into production, with support from Australian and Japanese experts.

2. Financial Situation

a) Assets

Unit: VND

| ASSETS | 31/12/2024 | 31/12/2023 | Change |
|---------------------------------|------------------------|------------------------|-----------------------|
| CURRENT ASSETS | 59,404,271,007 | 42,525,276,289 | 16,878,994,718 |
| Cash and cash equivalent | 217,284,998 | 506,637,981 | (289,352,983) |
| Short term receivables | 57,204,545,572 | 40,122,452,099 | 17,082,093,473 |
| Inventories | 322,350,000 | 107,900,000 | 214,450,000 |
| Other current assets | 1,660,090,437 | 1,788,286,209 | (128,195,772) |
| NON CURRENT ASSETS | 110,914,384,286 | 97,492,316,732 | 13,422,067,554 |
| Fixed asset | 1,665,175,705 | 2,243,108,151 | (577,932,446) |
| Long term financial investments | 47,914,666,450 | 47,914,666,450 | - |
| Long term asset in progress | 6,034,365,131 | 6,034,365,131 | - |
| TOTAL | 170,318,655,293 | 140,017,593,021 | 30,301,062,272 |

b) Liabilities

| LIABILITIES | 31/12/2024 | 31/12/2023 |
|--------------------------------|-----------------------|-----------------------|
| Current Liabilities | 46,337,763,894 | 17,713,968,921 |
| Account payables | 40,478,857,560 | 11,888,214,587 |
| Tax and payables to the State | 0 | 0 |
| Other current payables | 45,034,000 | 12,860,000 |
| Bonus, welfare fund | 2,796,306,978 | 2,796,306,978 |
| Non current liabilities | - | - |

As of December 31, 2024, the Company has no long-term loans or debts,

3. Improvements in organizational structure, policies, and management,

- ✓ Improve the quality of technical and safety assurance work and optimize material and fuel costs,
- ✓ Strengthen management of equipment, materials, fuel and strictly control costs,

4. Development plans in future :

The company focuses on investing deeply in the field of mineral exploitation and trading,

5. Explanation of the Board of Management for auditor's opinions (if any) - (In case the auditor's opinions are not unqualified)

1. Disclaimer of Opinion on Investments in Associates

We do not have access to the financial statements and audited financial statements of Van Son Green Environment Cooperative with an equity investment value of VND 24.145 billion and of Binh Thanh Green Environment Investment and Construction Joint Stock Company with an equity investment value of VND 23.769 billion. Replacement procedures are not feasible. Therefore, we are unable to assess the net value of the investments nor their impact on the indicators related to the Company's Consolidated Financial Statements for the fiscal year ended December 31, 2024.

- At the time of auditing the semi-annual financial statements for 2024, we were unable to contact the management and accountants of the two associated companies. As a result, the provision of financial documents related to these companies was delayed, preventing the auditors from assessing the impairment provision for these investments.

2. Disclaimer of Opinion on Receivables:

We are also unable to gather sufficient pertinent evidence related to the assessment of the Board of Directors regarding the ability to recover receivables from loans to individuals in cash without collateral with principal and interest values as at 31/12/2024 of VND 55.129 billion and VND 855 million, respectively. Accordingly, we cannot determine whether it is necessary to set aside provisions for receivables or adjust relevant items on the Company's consolidated financial statements

- At the time of auditing the semi-annual financial statements for 2024, we had not yet recovered the loans and related interest. As a result, the auditors were unable to assess the necessary provision. We are currently in the process of completing the procedures to recover the full amount.

3. Disclaimer of Opinion on Shortterm Receivables:

On December 31, 2024, in the item "Other short-term receivables", advances are being recorded for several officials and employees to carry out production and business activities with an amount of VND 35,500,000,000. We have not been provided with sufficient documents related to the use of the above-mentioned advances. Although the Board of Directors has assessed the above advances as recoverable and do not affect the Company's asset losses. However, at the time of issuing this report, we have not been able to assess the reasonableness, purpose of use as well as the recoverability of the above-mentioned advances.

- At the time of auditing the semi-annual financial statements for 2024, we had not yet recovered advance payments made to certain officers and employees for the company's business operations, totaling VND 35,500,000,000. As a result, the auditor was unable to assess the reasonableness of the outstanding advance balances.

4. Opinion on the Company's Operational Status

As of December 31, 2024, the Company's accumulated loss is VND 133.144 billion, Loans and financial lease debts with a value of VND 2,230,000,000 are overdue. At the same time, the gold ore mining project in Luong Son district, Hoa Binh province under the mineral exploitation license No. 80/QD/UBND dated 12/11/2009 of Gia Long Hoa Binh Joint Stock Company (a subsidiary) has expired and has not been extended. These events, together with the issues set out in the paragraph "Grounds for refusal to give an opinion" above, exist material

uncertainties that may lead to significant doubts affecting the Company's ability to continue operating. At the time of the issuance of this Report, we do not have sufficient grounds to give an opinion on whether the assumption of the Company's continuing operations is appropriate.

- Currently, our company is focusing on renewing the gold mining project of Gia Long Hoa Binh Co., Ltd. (a subsidiary). However, we still generate revenue from other core business activities. Accordingly, we also commit to and ensure the company's ability to continue operating at present and in the future.

6. Assessment Report related to environmental and social responsibilities of the Company

Due to the nature of the Company's mining activities, labor safety is always a concern, The Company has implemented measures to ensure labor safety such as: purchasing insurance, equipping tools and equipment to ensure safety during the working process, and instructing workers on how to implement safety measures...

In addition, the Company always actively participates in environmental protection and social work to build new rural areas and help localities according to the Company's actual capabilities,

IV, Assessments of the Board of Management on the Company's operation (for joint stock companies)

1. Assessments of the Board of Management on the Company's operation, including the assessment related to environmental and social responsibilities,

In 2024, to serve the management work, the Board of Management held 5 meetings and issued 4 resolutions, The Board of Management performed well the role of supervising and implementing resolutions, and at the same time assessed the level of completion of production, business and investment and construction tasks of the CEO,

The Board of Management and the Board of Directors closely coordinate, meet the requirements of the Board of Supervisors, create conditions for the Board of Supervisors to fully perform its functions and complete its tasks,

In addition to implementing the planned targets according to the Resolution of the 2024 Annual General Meeting of Shareholders, the Company always cares about the lives of employees, ensuring benefits of social insurance, health insurance, unemployment insurance,,, At the same time, the Board of Management and the Executive Board also create conditions for political and social organizations in the enterprise to operate in accordance with the law,

2. Assessment of Board of Management on Board of Management's performance

In 2024, despite many difficulties in production and business activities, the Company's Board of Directors has made continuous efforts to maintain stability and development, With high determination, the Company has effectively implemented the targets according to the Resolution of the 2024 Annual General Meeting of Shareholders, ensuring income for employees, while creating a solid foundation for sustainable development in the following years,

3. Plans and orientations of the Board of Management

2025 continues to be a challenging year with intertwined opportunities and difficulties, due to the complex and unpredictable developments in the world situation, Based on the available potential and resources, the Board of Management is committed to enhancing its

leadership responsibility and accompanying the Executive Board to effectively implement the targets approved by the General Meeting of Shareholders, Specifically:

Maintain regular meetings of the Board of Management and be ready to hold extraordinary meetings when necessary, promptly issue resolutions and decisions to remove difficulties, ensure flexible business operations, comply with current regulations and be suitable for production and business practices,

Continue to research, perfect and revise regulations on internal governance, aiming for a professional, public and transparent corporate governance model, improving management and operational efficiency,

In the immediate future, implement some key solutions:

(i) Maintain stability and promote production and business development in the new context,

(ii) Strengthening the management of economic and technical norms, optimizing human resources to improve operational efficiency,

(iii) Promote investment in modern machinery and equipment to improve labor productivity and enhance product quality,

With the above orientations, the Board of Management believes in the sustainable development of the Company in 2025 and the following years,

V, Corporate governance

1. Member of Board of Management

a) Members and structure of the Board of Management:

| No | Member | Position (independent member of the Board of Directors, non-executive member of the Board of Directors)) | Date of starting/cease being a member of the Board of Management/Independent Board of Management | |
|----|----------------------|---|--|----------------|
| | | | Date of appointment | Dismissal Date |
| 1 | Mr Vu Dinh Vinh | Chairman of the Board | 25/06/2021 | |
| 2 | Mr, Nguyen Duc Thang | Board Member | 26/05/2016 | |
| 3 | Mr, Ngo Truong An | Board Member | 14/06/2014 | |
| 4 | Mr, Hoang Quoc Tung | Independent/Non-Executive Board Member | 24/06/2020 | |
| 5 | Mr, Bui Thanh Binh | Independent/Non-Executive Board Member | 24/06/2020 | |

In 2024, the Board of Manangement (BOM) directed the Company to strictly comply with the provisions of the Enterprise Law, the Organization Charter and effectively implement the Resolution of the General Meeting of Shareholders (GMS), Specifically:

- Implement the Resolution of the Annual General Meeting of Shareholders to the Board of Directors and related departments, ensuring consistency throughout the Company,
- The Board of Management reached a high consensus on the goal of consolidating and sustainably developing production and business activities, fully fulfilling obligations to the State, while focusing on improving material and spiritual life and ensuring benefits according to policies for employees,

- Issue important resolutions on strategic orientation, management, operation, investment and service policies to improve the Company's operational efficiency,
- Closely coordinate with the Board of Supervisors in selecting an auditing company to conduct financial statement audits, ensuring transparency and accuracy,

With the above orientations, the Board of Management continues to affirm its leadership role, ensuring the stable and sustainable development of the Company,

b) The committees of the Board of Management: No committees established

c) Activities of the Board of Management :

| No | Resolution/Decision Number | Date | Content | Approval rate |
|----|----------------------------|------------|---|---------------|
| 1 | 01/2024/NQ-HĐQT | 01/04/2024 | Extension of time to hold the 2024 Annual General Meeting of Shareholders | 100% |
| 2 | 02/2024/NQ-HĐQT | 01/04/2024 | Organizing the 2024 Annual General Meeting of Shareholders | 100% |
| 3 | 03/2024/NQ-HĐQT | 27/06/2024 | Selecting an auditor for fiscal year 2024 | 100% |
| 4 | 04/2024/NQ-HĐQT | 15/08/2024 | 6-month operation results 2024, Plan for the last 6 months of 2024 | 100% |
| 5 | 05/2024/NQ-HĐQT | 18/12/2024 | 2025 Operational Plan | 100% |

d) Activities of the Board of Management' independent members :

- In 2024, the Board of Management (BOM) has implemented its work according to plan, closely following the Resolution of the General Meeting of Shareholders (GMS), complying with the Company's Charter, Governance Regulations and standard corporate governance practices,
- Board members always demonstrate a high sense of responsibility and professionalism, clearly perform assigned roles, put the Company's interests first and are careful in all decisions,
- The Board of Management has proactively proposed many timely and effective solutions, supporting the Board of Directors to overcome challenges in the operation process, while performing well the role of supervision and control to ensure that the Company always strictly complies with legal regulations,
- The Board of Management has led the Company to fulfill its obligations to the State budget, ensure stable income for employees and, together with the Board of Directors, promote sustainable corporate culture activities, With an effective and creative working method, the Board of Management has accompanied the Company in building and developing sustainable values, aiming for long-term development and prosperity,

e) The list of members of the Board of Management possessing certificates on corporate governance, The list of members of the Board of Management participating in corporate governance training programs in the year:

2. Board of Supervisors/Audit Committee:

a) Members and structure of the Board of Supervisors/Audit Committee: Consists of 03 members including Head of Supervisory Board and 02 members

| No | Member | Position | Date of starting/ceasing a member of the Board of Supervisors | Professional qualifications |
|----|---------------------|------------------------------|---|-----------------------------|
| 1 | Mr, Nhu Ngoc Quang | Head of Board of Supervisors | 26/06/2019 | Bachelor of Accounting |
| 2 | Mr, Ngo Gia Huy | Board member | 20/05/2016 | Bachelor of Economics |
| 4 | Mr, Nguyen Van Tuan | Board member | 12/07/2022 | Master of Economics |

b) Activities of the Board of Supervisors/Audit Committee:

In 2024, the Board of Supervisors performed its duties in accordance with the Company's Charter of Organization and Operation, and complied with the provisions of law, Specifically:

- The Head of the Board assigned specific tasks to each member, and at the same time proposed directions and action plans as a basis for continuous implementation,
- Closely coordinate with the Board of Management (BOM) and the Executive Board in reviewing and inspecting business, investment, financial activities,,, to ensure compliance with the law and closely follow the plan approved by the General Meeting of Shareholders, At the same time, monitor the Company's information disclosure and strictly control the implementation of internal spending regimes,
- Provide necessary proposals and recommendations to the Board of Manangement and the Board of General Directors during operations, including proposing an independent auditing unit to audit the Company's Financial Statements,

3. Transactions, remunerations and benefits of the Board of Management, Board of Management and Board of Supervisors/Audit Committee

a) Salary, bonus, remuneration, benefits:

| No | Name | Remuneration (VND) |
|----|---|--------------------|
| | BOM | 60,000,000 |
| 1 | Mr, Vu Dinh Vinh - Chairman of the Board of Management, | 0 |
| 2 | Mr, Nguyen Duc Thang – Board member | 0 |
| 3 | Mr, Ngo Truong An – Board member | 0 |
| 4 | Mr, Bui Thanh Binh - Independent/non- | 0 |

| | | |
|---|---|-------------------|
| | executive member of the Board of Management | |
| 5 | Mr, Hoang Quoc Tung - Independent/non-executive member of the Board of Management | 60,000,000 |
| | Board of Directors | 96,000,000 |
| 1 | Nguyen Duc Thang | 96,000,000 |
| 2 | Ngo Truong An | 0 |
| | Board of Supervisors | 0 |
| 1 | Mr Ngu Ngoc Quang | 0 |
| 2 | Mr Ngo Gia Huy | 0 |
| 3 | Nguyen Van Tuan | 0 |

b) Share transactions by internal shareholders:

| Stt No, | The person who makes the transaction | Insider Relations | Number of shares owned at the beginning of the period | | Number of shares owned at the end of the period | | Reason for change |
|---------|--------------------------------------|-------------------|---|------------|---|------------|-------------------|
| | | | Number of shares | Proportion | Number of shares | Proportion | |
| | | | | | | | |

c) Contracts or transactions with internal shareholders: No

d) Assessing the implementation of regulations on corporate governance:

- The Company always focuses on updating newly issued regulations on corporate governance, and seriously applies them to the Company's internal governance,
- In addition, the Company always encourages and creates conditions for members of the Board of Management, members of the Board of Directors, members of the Board of Supervisors, and managers to participate in corporate governance training courses,

VI, Financial statements:

1. Auditor's opinions: **Disclaimer of opinion**

Because of the significance of the matters described in the "Basis for Disclaimer of Opinion" paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion, Accordingly, we are unable to express an audit opinion on the accompanying consolidated financial statements,

2. Audited financial statements (Audited annual financial statements include: Balance sheet; Income statement; Cash flow statement; Notes to the financial statements,

Recipient:

- Stock Exchange, State Securities Commission;
- Archived: VT,

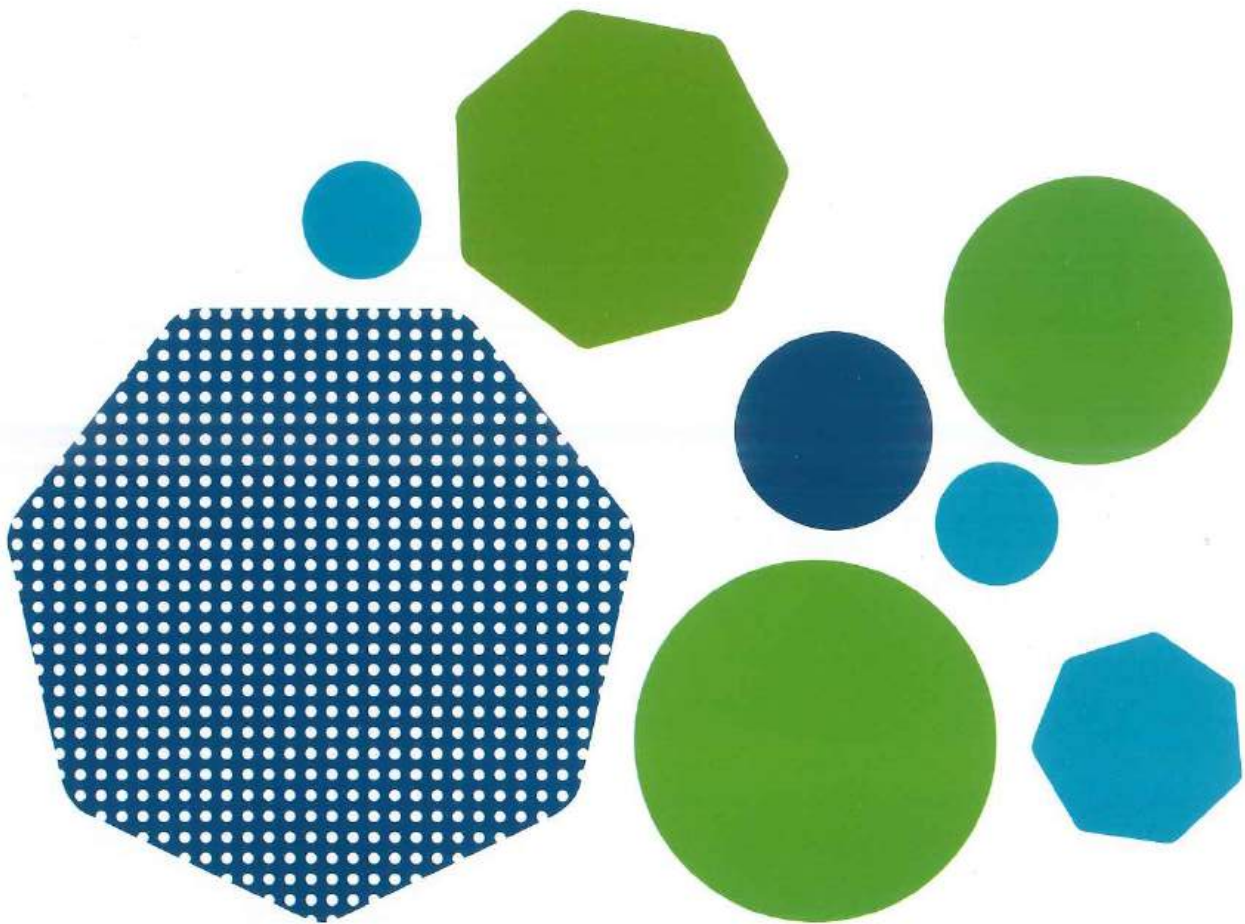
CONFIRMATION BY THE COMPANY'S

LEGAL REPRESENTATIVE



ÔNG GIÁM ĐỐC

Nguyễn Đức Thỉnh



**LAO CAI MINERAL EXPLOITATION AND PROCESSING JOINT
STOCK COMPANY
AUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED 31 DECEMBER 2024**



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REPORT OF THE BOARD OF GENERAL DIRECTORS

The Board of General Directors of Lao Cai Mineral Exploitation And Processing Joint Stock Company ("the Company") presents its report together with the Company's audited financial statements for the fiscal year ended 31 December 2024.

BOARD OF MANAGEMENT AND BOARD OF GENERAL DIRECTORS

The members of the Board of Management and the Board of Directors who held office during the year 2024 and to the date of this report are as follow:

Board of Management

| | |
|----------------------|--------------|
| Mr. Vu Dinh Vinh | Chairman |
| Mr. Nguyen Duc Thang | Board Member |
| Mr. Ngo Truong An | Board Member |
| Mr. Hoang Quoc Tung | Board Member |
| Mr. Bui Thanh Binh | Board Member |

Board of Directors and Chief Accountant

| | |
|----------------------|-------------------------|
| Mr. Nguyen Duc Thang | General Director |
| Mr. Ngo Truong An | Deputy General Director |

The legal representative of the Company is Mr. Nguyen Duc Thang.
The Chief Accountant of the Company is Ms. Nguyen Thi Hoa.

SUBSEQUENT EVENTS AFTER THE BALANCE SHEET DATE

The Board of General Directors confirms that there have been no significant events occurring after the Balance Sheet date which would require adjustments to or disclosures to be made in the consolidated financial statements.

THE AUDITORS

The enclosed consolidated financial statements have been audited by Hanoi Branch - UHY Auditing and Consulting Company Limited.

BOARD OF GENERAL DIRECTORS' STATEMENT OF RESPONSIBILITY

The Board of Directors of the Company is responsible for preparing the Consolidated Financial Statements that honestly and reasonably reflect the Company's consolidated financial situation as at December 31, 2024, as well as the Company's consolidated business results and consolidated cash flow for the fiscal year ended on the same day. in accordance with accounting standards, the accounting regime of Vietnamese enterprises and legal regulations related to the preparation and presentation of consolidated financial statements. In preparing these Consolidated Financial Statements, the Board of Directors is required to:

- Select suitable accounting policies and apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, and whether there are any material departures disclosed and explained in the Financial Statements;
- Prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and
- Establish and maintain internal controls that the Board of Directors and the Management Board determine are necessary to ensure the preparation and presentation of financial statements that are free from material misstatement, whether due to fraud or error;

REPORT OF THE BOARD OF DIRECTORS (CONTINUED)

RESPONSIBILITIES OF THE BOARD OF DIRECTORS (CONTINUED)

The Board of Directors confirms that the Company has complied with the above requirements in the preparation and presentation of the Consolidated Financial Statements.

The Board of General Directors is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Company and to ensure that the financial statements comply with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, and related legal regulations on the preparation and presentation of consolidated financial statements in Vietnam. It is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

OTHER COMMITMENTS

The Board of General Directors commits that the Company does not violate its obligations regarding information disclosure as stipulated in Circular No. 96/2020/TT-BTC dated 16 November 2020, issued by the Ministry of Finance on information disclosure in the securities market; Decree No. 155/2020/ND-CP dated 31 December 2020, issued by the Government detailing the implementation of certain provisions of the Securities Law No. 54/2019/QH14; and Circular No. 116/2020/TT-BTC dated 31 December 2020, issued by the Ministry of Finance guiding certain provisions on corporate governance applicable to public companies.

For and on behalf of the Board of General Directors,





Nguyen Duc Thang
General Directors

Lao Cai, 28 March 2025

No: 356/2024/UHYHN-BCKT

INDEPENDENT AUDITORS' REPORT

*On the Consolidated Financial Statements of Lao Cai Mineral Exploitation and Processing Joint Stock Company
For the year ended at 31 December 2024*

To: Shareholders,
Board of Management and Board of General Directors
Lao Cai Mineral Exploitation and Processing Joint Stock Company

We have conducted an audit of the attached Consolidated Financial Statements of Lao Cai Mineral Exploitation and Processing Joint Stock Company (hereinafter referred to as the "Company") prepared on March 28, 2025, from page 06 to page 28 attached, including: Consolidated Balance Sheet as at December 31, 2024, Consolidated Income Statements, Statement of Consolidated Cash Flows for the fiscal year ended on the same date and Notes for the Consolidated Financial Statements.

Board of Directors' Responsibility

The Board of Directors of the Company is responsible for the preparation and fair presentation of these financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, and related legal regulations on the preparation and presentation of Consolidated Financial Statements in Vietnam and for such internal control as the Board of General Directors determines is necessary to enable the preparation and presentation of the Consolidated Financial Statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

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

Basic of Disclaimer opinion

We do not have access to the financial statements and audited financial statements of Van Son Green Environment Cooperative with an equity investment value of VND 24.145 billion and of Binh Thanh Green Environment Investment and Construction Joint Stock Company with an equity investment value of VND 23.769 billion. Replacement procedures are not feasible. Therefore, we are unable to assess the net value of the investments nor their impact on the indicators related to the Company's Consolidated Financial Statements for the fiscal year ended December 31, 2024.

We are also unable to gather sufficient pertinent evidence related to the assessment of the Board of Directors regarding the ability to recover receivables from loans to individuals in cash without collateral with principal and interest values as at 31/12/2024 of VND 55.129 billion and VND 855 million, respectively. Accordingly, we cannot determine whether it is necessary to set aside provisions for receivables or adjust relevant items on the Company's consolidated financial statements.

On December 31, 2024, in the item "Other short-term receivables", advances are being recorded for several officials and employees to carry out production and business activities with an amount of VND 35,500,000,000. We have not been provided with sufficient documents related to the use of the above-mentioned advances. Although the Board of Directors has assessed the above advances as recoverable and do not affect the Company's asset losses. However, at the time of issuing this report, we have not been able to assess the reasonableness, purpose of use as well as the recoverability of the above-mentioned advances.

INDEPENDENT AUDITORS' REPORT (CONTINUED)

As of December 31, 2024, the Company's accumulated loss is VND 133.144 billion, Loans and financial lease debts with a value of VND 2,230,000,000 are overdue. At the same time, the gold ore mining project in Luong Son district, Hoa Binh province under the mineral exploitation license No. 80/QD/UBND dated 12/11/2009 of Gia Long Hoa Binh Joint Stock Company (a subsidiary) has expired and has not been extended. These events, together with the issues set out in the paragraph "Grounds for refusal to give an opinion" above, exist material uncertainties that may lead to significant doubts affecting the Company's ability to continue operating. At the time of the issuance of this Report, we do not have sufficient grounds to give an opinion on whether the assumption of the Company's continuing operations is appropriate.

Disclaimer opinion

Due to the importance of the issue set out in the paragraph "Basic of Disclaimer opinion", we are unable to obtain sufficient appropriate audit evidence as a basis for making an audit opinion. Therefore, we are unable to give an audit opinion on the attached Consolidated Financial Statements.



Dang Minh Duc
Director
Auditor's Practicing Certificate
No: 4885-2025-112-1
For and on behalf of

HANOI BRANCH - UHY AUDITING AND CONSULTING COMPANY LIMITED
Hanoi, 28 March 2025

Lai Truong Duong
Auditor
Auditor's Practicing Certificate
No: 3392-2021-112-1

No. B01a-DN

CONSOLIDATED BALANCE SHEET

As at 31 December 2024

| ASSETS | Code | Note | 31/12/2024 | 01/01/2024 |
|--|------------|----------|------------------------|------------------------|
| | | | VND | VND |
| CURRENT ASSETS | 100 | | 59,404,271,007 | 42,525,276,289 |
| Cash and cash equivalents | 110 | 4 | 217,284,998 | 506,637,981 |
| Cash | 111 | | 217,284,998 | 506,637,981 |
| Short-term receivables | 130 | | 57,204,545,572 | 40,122,452,099 |
| Short-term trade receivables | 131 | 6 | 18,502,713,000 | 5,099,981,976 |
| Short-term advances to suppliers | 132 | | 799,964,407 | 799,964,407 |
| Other short-term receivables | 136 | 8 | 37,901,868,165 | 34,222,505,716 |
| Inventories | 140 | 9 | 322,350,000 | 107,900,000 |
| Inventories | 141 | | 322,350,000 | 107,900,000 |
| Other current assets | 150 | | 1,660,090,437 | 1,788,286,209 |
| Deductible value added tax | 152 | | 1,660,090,437 | 1,788,286,209 |
| NON-CURRENT ASSETS | 200 | | 110,914,384,286 | 97,492,316,732 |
| Long-term receivables | 210 | | 55,300,177,000 | 41,300,177,000 |
| Long-term loan receivables | 215 | 7 | 55,129,000,000 | 41,129,000,000 |
| Other long-term receivables | 216 | 8 | 171,177,000 | 171,177,000 |
| Fixed assets | 220 | | 1,665,175,705 | 2,243,108,151 |
| Tangible fixed assets | 221 | 10 | 1,665,175,705 | 2,243,108,151 |
| - <i>Historical cost</i> | 222 | | 15,198,828,192 | 15,198,828,192 |
| - <i>Accumulated depreciation</i> | 223 | | (13,533,652,487) | (12,955,720,041) |
| Long-term assets under construction | 240 | | 6,034,365,131 | 6,034,365,131 |
| Construction in progress | 242 | 11 | 6,034,365,131 | 6,034,365,131 |
| Long-term financial investments | 250 | | 47,914,666,450 | 47,914,666,450 |
| Investments in joint ventures and associates | 252 | 5 | 47,914,666,450 | 47,914,666,450 |
| TOTAL ASSETS | 270 | | 170,318,655,293 | 140,017,593,021 |

No B01a-DN

CONSOLIDATED BALANCE SHEET (CONTINUED)

As at 31 December 2024

| CAPITAL | Code | Note | 31/12/2024 | 01/01/2024 |
|---|------------|-----------|------------------------|------------------------|
| | | | VND | VND |
| LIABILITIES | 300 | | 46,337,763,894 | 17,713,968,921 |
| Current liabilities | 310 | | 46,337,763,894 | 17,713,968,921 |
| Short-term trade payables | 311 | 12 | 40,478,857,560 | 11,888,214,587 |
| Short-term advances from customers | 312 | | 356,020,240 | 355,042,240 |
| Short-term accrued expenses | 315 | 14 | 431,545,116 | 431,545,116 |
| Other short-term payables | 319 | 15 | 45,034,000 | 12,860,000 |
| Short-term borrowings and finance lease liabilities | 320 | 13 | 2,230,000,000 | 2,230,000,000 |
| Bonus and welfare fund | 322 | | 2,796,306,978 | 2,796,306,978 |
| OWNERS' EQUITY | 400 | | 123,980,891,399 | 122,303,624,100 |
| Owners' equity | 410 | 16 | 123,980,891,399 | 122,303,624,100 |
| Contributed capital | 411 | | 246,330,000,000 | 246,330,000,000 |
| - Ordinary shares with voting rights | 411a | | 246,330,000,000 | 246,330,000,000 |
| Treasury Stocks | 415 | | (1,910,000) | (1,910,000) |
| Development investment fund | 418 | | 5,145,322,665 | 5,145,322,665 |
| Other owners' equity | 420 | | 2,796,306,978 | 2,796,306,978 |
| Retained earnings | 421 | | (133,144,797,008) | (134,773,923,533) |
| - Retained earning by the end of prior year | 421a | | (134,773,923,533) | (137,900,081,576) |
| - Retained earning by current year | 421b | | 1,629,126,525 | 3,126,158,043 |
| Non-controlling shareholder interests | 429 | | 2,855,968,764 | 2,807,827,990 |
| TOTAL CAPITAL | 440 | | 170,318,655,293 | 140,017,593,021 |

Lao Cai, 28 March 2025

Preparer

Nguyen Thi Hoa

Chief Accountant

Nguyen Thi Hoa

General Director



Nguyen Duc Thang

Mẫu số B02a-DN

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2024

| Items | Code | Note | Year 2024 VND | Year 2023 VND |
|--|------|------|------------------|------------------|
| Revenue from sale of goods and rendering of services | 01 | 17 | 33,565,216,052 | 51,353,442,478 |
| Revenue deductions | 02 | | - | - |
| Net revenue from sale of goods and rendering of services | 10 | | 33,565,216,052 | 51,353,442,478 |
| Cost of goods sold | 11 | 18 | 31,826,005,999 | 47,967,841,849 |
| Gross profit from sale of goods and rendering of services | 20 | | 1,739,210,053 | 3,385,600,629 |
| Financial income | 21 | 19 | 2,117,748,097 | 2,382,222,498 |
| Financial expenses | 22 | 20 | 10,120,297 | 16,298,735 |
| Including: Interest expense | 23 | | | |
| The profit or loss in the joint venture or association company | 24 | | - | (12,652,310) |
| Selling expenses | 25 | | - | - |
| General and administrative expense | 26 | 21 | 2,169,570,644 | 1,476,850,836 |
| Net profit from operating activities | 30 | | 1,677,267,209 | 4,262,021,246 |
| Other incomes | 31 | | - | - |
| Other expenses | 32 | 22 | - | 1,017,021,974 |
| Other profit | 40 | | - | (1,017,021,974) |
| Total profit before tax | 50 | | 1,677,267,209 | 3,244,999,272 |
| Current corporate income tax expense | 51 | | - | - |
| Deferred corporate income tax expense | 52 | | - | - |
| Profit after corporate income tax | 60 | | 1,677,267,209 | 3,244,999,272 |
| Profit after tax of the parent company | 61 | | 1,629,126,525 | 3,126,158,043 |
| After-tax profit of non-controlling shareholders | 62 | | 48,140,684 | 118,841,229 |
| Basic earnings per share | 70 | 23 | 66 | 127 |
| Diluted earnings per share | 71 | 23 | 66 | 127 |

Lao Cai, 28 March 2025

Preparer

Chief Accountant

General Director

[Signature]

[Signature]



Nguyen Thi Hoa

Nguyen Thi Hoa

Nguyen Duc Thang

No B03a-DN

CONSOLIDATED CASH FLOW STATEMENT

(By indirect method)

For the year ended 31 December 2024

| Items | Code | Note | Year 2024 | Year 2023 |
|---|-----------|------|------------------------|-------------------------|
| | | | VND | VND |
| Cash flows from operating activities | | | | |
| Profit before tax | 01 | | 1,677,267,209 | 3,244,999,272 |
| Adjustments for: | | | | |
| Depreciation of tangible fixed assets and investment properties | 02 | | 577,932,446 | 836,554,074 |
| Gains/losses from investment | 05 | | (2,117,748,097) | (2,369,570,188) |
| Operating profit before changes in working capital | 08 | | 137,451,558 | 1,711,983,158 |
| Increase, decrease in receivables | 09 | | (24,779,472,586) | 7,388,294,014 |
| Increase, decrease in inventories | 10 | | (214,450,000) | - |
| Increase, decrease in payables (excluding interest payable, corporate income tax payable) | 11 | | 28,623,794,973 | 2,843,943,026 |
| Net cash flows from operating activities | 20 | | 3,767,323,945 | 11,944,220,198 |
| Net cash flows from investing activities | | | | |
| Loans and purchase of debt instruments from other entities | 23 | | (40,500,000,000) | (14,629,000,000) |
| Collection of loans and resale of debt instruments of other entities | 24 | | 26,500,000,000 | 500,000,000 |
| Interest income, dividends, and share of profits | 27 | | 9,943,323,072 | 78,332 |
| Net cash flows from investing activities | 30 | | (4,056,676,928) | (14,128,921,668) |
| Cash flows from financing activities | | | | |
| Proceeds from borrowings | 33 | | - | 2,230,000,000 |
| Net cash flows from financing activities | 40 | | - | 2,230,000,000 |
| Net decrease/increase in cash during the year | 50 | | (289,352,983) | 45,298,530 |
| Cash and cash equivalents at the beginning of the year | 60 | 4 | 506,637,981 | 461,339,451 |
| Cash and cash equivalents at the end of the year | 70 | 4 | 217,284,998 | 506,637,981 |

Lao Cai, 28 March 2025

Preparer

Chief Accountant

General Director

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Handwritten signature of Nguyen Thi Hoa



Nguyen Thi Hoa

Nguyen Thi Hoa

Nguyen Duc Thang

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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

1. CHARACTERISTICS OF THE ENTERPRISE'S OPERATION

1.1 FORM OF OWNERSHIP

Lao Cai Mineral Exploitation and Processing Joint Stock Company, (hereinafter referred to as the "Company") is a Joint Stock Company established and operating under the Business Registration Certificate of Joint Stock Company No. 1202000192 issued for the first time on 18/09/2002, registered for the 18th change on 05/6/2020 issued by the Department of Planning and Investment of Lao Cai Province.

The Company's head office is at: No. 28B, Phan Dinh Giot Street, Lao Cai Ward, Lao Cai City, Lao Cai Province.

The actual charter capital contributed according to the Company's Business Registration Certificate as of December 31, 2024, is VND 246,330,000,000 divided into 24,633,000 shares with a par value of VND 10,000 per share.

1.2 PRINCIPAL BUSINESS ACTIVITIES

The Company's main production and business activities are the exploitation of rare metal ores.

1.3 MAIN PRODUCTION AND BUSINESS ACTIVITIES

- Mining of rare metal ores (Details: Mining, processing and trading of ferrous metal ores and non-ferrous metals);
- Other specialized wholesalers have not been classified anywhere.

1.4 NORMAL BUSINESS AND PRODUCTION CYCLE

The Company's normal production and business cycle is carried out within a period of no more than 12 months.

The total number of employees of the Company as at December 31, 2024 is 19 people (as at December 31, 2023 is 19 people).

1.5 CORPORATE STRUCTURE

As of 31 December 2024, the company has the following dependent units and joint ventures and associates:

| | Capital contribution rate | Voting Rate | Main Business Activities |
|--|--|------------------------|--|
| Investment in Subsidiaries | | | |
| - Gia Long Hoa Binh Joint Stock Company | 95% | 95% | Mining of non-ferrous metal ores |
| Investment in joint ventures and associates | | | |
| Van Son Green Environment Cooperative | 35% | 35% | Cultivation service activities |
| Binh Thanh Green Environment Investment and Construction Joint Stock Company | 33,25% | 35% | Hazardous waste treatment and disposal |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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

1.6 STATEMENT OF ABILITY TO COMPARE INFORMATION ON FINANCIAL STATEMENTS

The comparative figures on the Company's Consolidated Financial Statements for the fiscal year ended December 31, 2023 have been audited.

2. ACCOUNTING SYSTEM AND ACCOUNTING POLICY

2.1 BASIS FOR PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

The enclosed consolidated financial statements are presented in Vietnam Dong (VND) in accordance with accounting standards, the accounting regime of Vietnamese enterprises and legal regulations related to the preparation and presentation of consolidated financial statements.

The Company applies Vietnamese Accounting Standards, Vietnamese Corporate Accounting System issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance guiding the Enterprise Accounting Regime and Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by the Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC.

2.2 FISCAL YEAR

This consolidated financial statement is prepared on the basis of the consolidated financial statements for the fiscal year ended December 31, 2024 of the parent company and its subsidiaries. Internal transactions and internal balances were excluded when preparing the Consolidated Financial Statements.

2.3 DECLARATION OF COMPLIANCE WITH ACCOUNTING STANDARDS AND ACCOUNTING POLICIES

The Company's consolidated financial statements are prepared and presented to ensure compliance with the requirements of Vietnamese Accounting Standards and the current Vietnamese Corporate Accounting Standards and legal regulations related to prepare and present the consolidated financial statements.

2.4 GOING CONCERN ASSUMPTION

The financial statements have been prepared on a going concern basis, assuming that the Company will be able to utilize its assets and settle its liabilities in the normal course of business in the foreseeable future.

As of 31/12/2024, the company's accumulated loss is VND 133,144,797,008, Loans and financial lease debts with a value of VND 2,230,000,000 are overdue. At the same time, the gold ore mining project in Luong Son district, Hoa Binh province under the mineral exploitation license No. 80/QD/UBND dated 12/11/2009 of Gia Long Hoa Binh Joint Stock Company (a subsidiary) has expired and has not been extended by the time of issuance of this report. These issues indicate the existence of material uncertainties that could lead to significant doubts about the company's ability to continue operating in the future.

In the year, the company's main business activities were at a moderate level, and the low gross profit was not enough to offset the business management costs. At the date of this separate financial statement, the Company is still looking for new business activities that are more efficient and restructuring financial investments. Therefore, the Board of Directors of the Company is still preparing financial statements on the basis of meeting the assumption of continuous operation.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

3. SIGNIFICANT ACCOUNTING POLICIES

The following are the important accounting policies applied by the Company in preparing these consolidated financial statements:

3.1 FINANCIAL INSTRUMENTS

The consolidated financial statements include the financial statements of the Parent Company and the financial statements of the Companies controlled by the Parent Company (the Subsidiaries). This control is achieved when the Company has the ability to control the financial policies and operations of the investee companies in order to benefit from the activities of these companies. When determining control, take into account the potential voting rights arising from call options or debt instruments and capital instruments that can be converted into common stock at the end of the accounting period.

The results of business operations of the Subsidiaries acquired or sold during the year are presented in the Consolidated Statement of Results of Business from the date of purchase or until the date of sale of the investment in that Subsidiary.

The financial statements of the Parent Company and its subsidiaries used for consolidation are prepared for the same accounting period and apply uniform accounting policies to transactions and events of the same type under similar circumstances. Where necessary, the financial statements of the subsidiaries are appropriately adjusted so that the accounting policies applied at the Company and the subsidiaries are the same.

All principal operations and balances between the Company and its subsidiaries and between subsidiaries are eliminated when consolidating the financial statements.

The balance of accounts on the balance sheet between the parent company and the subsidiary and between the subsidiaries, internal transactions and unrealized internal profits arising from these transactions must be completely excluded. Unrealized losses arising from internal transactions are also excluded when the costs incurred in making such losses irretrievable.

Non-controlling shareholder interests

The interests of the non-controlling shareholders held in the Subsidiary include direct and indirect interests obtained through other Subsidiaries. The determination of the interests of the parties shall be based on the respective capital contribution ratio (direct or indirect) of each party in the subsidiary, unless otherwise agreed. In case there is a difference between the ratio of contributed capital under the business registration certificate and the ratio of actual contributed capital, the ratio of benefits shall be determined according to the charter of the enterprise or according to the agreement between the parties.

The interests of the non-controlling shareholders in the net assets of the consolidated subsidiary are presented in the consolidated balance sheet into 1 separate indicator of the equity..

The ownership of non-controlling shareholders in the Company's Statement of Business Results is also presented as a separate indicator in the Consolidated Statement of Business Results.

Goodwill Advantage

The goodwill advantage on the consolidated financial statements is the additional part between the business consolidation fee price and the Company's interest in the total fair value of the subsidiary's assets, liabilities and potential liabilities at the date of the investment operation. Goodwill is considered an intangible asset that is depreciated in a straight-line manner over the estimated useful life of that business advantage of 10 years.

When selling a subsidiary, the remaining value of the undepreciated goodwill advantage shall be included in the profits/losses due to the sale of the corresponding company.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

Investing in Affiliates

An affiliate is a business in which the Company and its subsidiaries have significant influence but no control over financial and operational policies. Significant influence is reflected in the right to participate in the making of financial and operational policy decisions of the investee but not control these policies.

Investments in Associated Companies are recorded under the equity method. Accordingly, the investment in the Associated Company is reflected in the Consolidated Financial Statements according to the initial investment cost and adjusted for changes in the benefit on the net assets of the Associated Company after the investment date. If the interest of the Parent Company and its subsidiaries in the loss of the Associated Company is greater than or equal to the book value of the investment, the value of the investment presented on the Consolidated Financial Statements is zero unless the Company and its subsidiaries are obliged to make payments on behalf of the Associated Company. After applying the equity method, including the recognition of losses in the Joint Venture Company, the Company applies the provisions of the Accounting Standards on Financial Instruments to determine whether it is necessary to record additional losses due to the decrease in the value of the investor's net investment in the Joint Venture Company, the impairment association shall comply with the provisions of the Accounting Standard "Loss of Assets"

The financial statements of the associated company are prepared in the same accounting period as the consolidated financial statements of the company and its subsidiaries. When the accounting policy of the Associated Company is different from the accounting policy uniformly applied in the Company and its subsidiaries, the Financial Statements of the Associated Company shall have appropriate adjustments before being used for the preparation of the Consolidated Financial Statements

Unrealized profits and losses arising from transactions with associated companies are excluded corresponding to the portion belonging to the Company and its subsidiaries when making the Consolidated Financial Statements.

3.2 FINANCIAL INSTRUMENTS

Particularly, Circular No. 210/2009/TT-BTC dated 06/11/2009 of the Ministry of Finance guiding the application of International Accounting Standards on presentation of financial statements and explanation of information for financial instruments that have not yet been applied by the Company in the presentation of these consolidated financial statements.

3.3 ACCOUNTING ESTIMATES

Financial reporting in conformity with Vietnamese Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and the disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates and assumptions.

3.4 CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, demand deposits, short-term investments, or highly liquid investments. Cash equivalents are short-term investments with the maturity of not over 3 months from the date of investment, that are highly liquid and readily convertible into known amounts of cash and that are subject to an insignificant risk of conversion into cash

3.5 RECEIVABLES

Receivables are presented at book value less provisions for doubtful debts.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

The classification of receivables as customer receivables, internal receivables and other receivables shall be carried out according to the following principles:

- Customer receivables reflect receivables of a commercial nature arising from transactions of a buy-sell nature between the Company and the buyer being an independent unit from the Company, including receivables from the sale of export goods entrusted to other units.
- Other receivables reflect receivables that are not commercial in nature, not related to purchase and sale transactions.

A provision for bad debts shall be made for each bad debt based on the overdue age of the debts or the expected level of possible losses, specifically as follows:

- For overdue receivables:
 - 30% of the value of overdue receivables from more than 6 months to less than 1 year.
 - 50% of the value of overdue receivables from 1 year to less than 2 years.
 - 70% of the value of overdue receivables from 2 years to less than 3 years.
 - 100% of the value of overdue receivables for 3 years or more.
- For receivables that are not overdue but are difficult to recover: based on the expected loss level to make provisions.

3.6 INVENTORIES

Inventory is determined on the basis of the lower price between the original price and the net realizable value.

The cost of inventory includes the costs of obtaining inventory in its current location and state, including: Purchase price, non-refundable taxes, costs of transportation, loading and unloading, storage during purchase, loss of norms, and other costs directly related to the purchase of inventory.

Net realizable value is the estimated selling price of inventories in the normal production and business period minus the estimated cost of completion and the estimated cost necessary for their consumption.

The company applies the regular declaration method to account for inventory. The export price of inventory is calculated according to the weighted average method after each import. The export price of raw materials is calculated according to the first-in-first-out method, the export price of the goods calculated according to the weighted average method.

3.7 TANGIBLE FIXED ASSETS

Tangible fixed assets are presented at historical cost less accumulated depreciation. The historical cost of tangible fixed assets includes all costs that the Company has to spend to acquire the fixed asset up to the time the asset is put into a ready-to-use state. Costs incurred after initial recognition are only recorded as an increase in the historical cost of a fixed asset if these costs definitely increase future economic benefits due to the use of that asset. Costs incurred that do not satisfy the above conditions are recorded as production and business costs during the year.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives. Tangible fixed assets are classified into groups based on their nature and intended use in the Company's production and business activities. The specific depreciation period is as follows:

| <i>Types of fixed asset</i> | <i>Useful life (years)</i> |
|---|----------------------------|
| - Buildings and structures | 25 - 45 |
| - Machinery and equipment | 06 - 10 |
| - Vehicles and transportation equipment | 06 - 10 |
| - Office equipments | 03 - 06 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

3.8 CONSTRUCTION IN PROGRESS

Construction in progress is the cost of implementing projects.

3.9 PAYABLES

The payables are payments to suppliers and other entities. Payables comprise payables to suppliers, internal payables and other payables. Payables are not recognized as lower than payment obligations.

The classification of payables is carried out according to the following principles:

- Payables to suppliers include trade payables arising from transactions of purchasing goods, services, and assets from independent entities. This also includes payables related to imports made through entrusted importers.
- Accrued expenses represent amounts payable for goods and services received from supplier or provided to customers but not yet paid due to lack of invoices or insufficient accounting records and documents, and payable to employees for leave wages, production and business expenses that must be accrued in advance.
- Other payables include non-commercial payables, not related to transactions of purchasing, selling or providing goods and services.

Payables are tracked in detail according to each entity and the due date.

3.10 OWNER'S EQUITY

Owner's equity

Owner's equity is stated at actually contributed capital of owners and approved by the relevant regulatory authorities (if any)

Capital surplus

Share premium is recognized based on the difference between the issue price and the par value of shares during the initial issuance, additional issuance, the difference between the reissue price and the book value of treasury shares, and the equity component of convertible bonds upon maturity. Direct costs related to the additional issuance of shares and the re-issuance of treasury shares are deducted from the share premium.

Treasury shares

When the Company repurchases its issued shares, the payment amount, including any transaction-related costs, is recorded as treasury shares and recognized as a deduction from equity. When reissued, the difference between the re-issue price and the book value of the treasury shares is recorded in "Share Premium".

3.11 REVENUE AND INCOME

Revenue from sale of goods

Revenue from the sale of goods and finished products is recognized when all five (5) of the following conditions are simultaneously satisfied:

- The Company has transferred most of the risks and benefits associated with ownership of products or goods to the buyer;
- The company no longer holds the right to manage the goods as the owner of the goods or the right to control the goods;

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

- The revenue can be measured reliably. When a contract stipulates that the buyer has the right to return goods already purchased under specific conditions, revenue is only recognized when those specific conditions cease to exist, and the buyer no longer has the right to return the goods (except in cases where customers have the right to return goods in exchange for other goods or services);
- The Company has obtained or will receive economic benefits from the sales transaction;
- Identify costs related to sales transactions.

Revenue from providing services

Revenue from service transactions is recognized when the outcome of the transaction can be reliably determined. In case, the services are performed in many periods, revenue is recognized in the period according to the results of the work completed at the end of the accounting period. The result of a service transaction is determined when all four (4) of the following conditions are satisfied:

- The revenue can be measured reliably. When a contract stipulates that the buyer has the right to return services already purchased under specific conditions, revenue is only recognized when those specific conditions cease to exist, and the buyer no longer has the right to return the services provided;
- Ability to obtain economic benefits from the transaction providing that service;
- Determine the work completed at the end of the fiscal year;
- Determine the costs incurred for the transaction and the costs to complete the service transaction.

Financial income

Interest from long-term investments is estimated and recognized as the right to receive interest from the investee companies.

Deposit interest is recognized based on the bank's periodic announcements. Loan interest income is recognized based on actual time and interest rate of each period.

3.12 FINANCIAL EXPENSES

Financial expenses recorded in the Statement of Business Results are the total financial expenses incurred in the period, not offset against financial activity revenue, including interest expenses, exchange rate differences, etc.

3.13 CORPORATE INCOME TAX

Value Added Tax (VAT)

Enterprises applying the VAT declaration and calculation under the guidance of the current tax law is 10%.

Corporate income tax

Corporate income tax (if any) reflects the total amount of the current tax payable and deferred tax.

Current tax payable is based on taxable income for the period, which differs from net profit presented in the Statement of Income because it excludes items of income or expense that are

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

taxable or deductible in other years (including carried-forward losses, if any) and it further excludes items that are not taxable or deductible.

Corporate income tax is calculated at the effective tax rate of 20% on taxable income as of the end of the fiscal year.

The Company's corporate income tax is determined based on current tax regulations. However, these regulations may change from time to time, and the final determination of corporate income tax depends on the results of examination by the relevant tax authorities.

Other taxes

The Company declares and pays various taxes and fees to the local tax authorities in accordance with Vietnam's current tax regulations.

3.14 RELATED PARTIES

Parties are considered involved if one party has control or has significant influence over the other in financial and operational policies. Related parties include:

- Enterprises that control, are controlled or are under common control with the Company, such as the parent company, subsidiaries, joint ventures, or affiliates.
- Individuals who have voting rights or significant influence in the Company, key management personnel responsible for planning, directing, and controlling the Company's activities, and their close family members.
- Businesses in which the voting rights are directly or indirectly held by the above individuals or businesses influenced significantly by such individuals.

When assessing related party relationships, the nature of the relationship is considered, not merely the legal form. All transactions and balances with related parties for the financial year ending December 31, 2024, are disclosed in the notes below.

4. CASH AND CASH EQUIVALENTS

| | 31/12/2024 | 01/01/2024 |
|-----------------|--------------------|--------------------|
| | VND | VND |
| Cash on hand | 210,172,456 | 502,350,598 |
| Demand deposits | 7,112,542 | 4,287,383 |
| Total | 217,284,998 | 506,637,981 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

5. FINANCIAL INVESTMENTS

Long-term financial investment

| | 31/12/2024 | | | | 01/01/2024 | | | |
|--|-----------------------|-----------------------|-----------|-----------------------|-----------------------|-----------|-----------------------|-----------------------|
| | Historical Cost | Fair Value | Provision | Historical Cost | Fair Value | Provision | Historical Cost | Fair Value |
| | VND | VND | VND | VND | VND | VND | VND | VND |
| Investments in joint ventures and associa | 47,950,000,000 | 47,914,666,450 | - | 47,950,000,000 | 47,927,318,760 | - | 47,950,000,000 | 47,927,318,760 |
| + Van Son Green Environment Cooperative (*) | 24,150,000,000 | 24,145,465,329 | - | 24,150,000,000 | 24,145,465,329 | - | 24,150,000,000 | 24,145,465,329 |
| + Binh Thanh Green Environment Investment and Construction Joint Stock Company (*) | 23,800,000,000 | 23,769,201,121 | - | 23,800,000,000 | 23,781,853,431 | - | 23,800,000,000 | 23,781,853,431 |
| | <u>47,950,000,000</u> | <u>47,914,666,450</u> | <u>-</u> | <u>47,950,000,000</u> | <u>47,927,318,760</u> | <u>-</u> | <u>47,950,000,000</u> | <u>47,927,318,760</u> |

(*) The book value According to the equity method of the above two associated companies, it is made based on the financial statements of that company as at 30/06/2023. At the time of making this Consolidated Financial Statement, the Board of Directors and the Board of Directors assessed that Van Son Green Environment Cooperative and Binh Thanh Green Environment Investment and Construction Joint Stock Company were facing difficulties in business activities and financial situation. seriously affecting the recovery of future investments and it is not known when the financial situation will improve.

Information about investees:

| Name of investee | Place of establishment and operation | Rate of interest | Rate of voting rights | Principal activities |
|--|--|------------------|-----------------------|---|
| Associated Companies | | | | |
| Van Son Green Environment Cooperative | Phe Village, Van Son Commune, Son Dong District, Bac Giang Province | 35% | 35% | Cultivation service activities |
| Binh Thanh Green Environment Investment and Construction Joint Stock Company | House No. 95, Le Hong Phong Street, Group 22, Minh Khai Ward, Ha Giang City, Ha Giang Province | 33.25% | 35% | Hazardous waste treatment and disposal services |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

6. TRADE RECEIVABLES

| | 31/12/2024 | | 01/01/2024 | |
|---|-----------------------|------------------|----------------------|------------------|
| | Amount VND | Provision VND | Amount VND | Provision VND |
| Short-term | 18,502,713,000 | - | 5,099,981,976 | - |
| - Viet Nam Clean Energy Development and Investment Company Limited | - | - | 4,886,981,976 | - |
| - An Phat Agricultural Services Technical and Trading Joint Stock Company | 2,472,333,000 | - | - | - |
| - 268 Investment Joint Stock Company | 2,036,600,000 | - | - | - |
| - Nam Gia Agricultural Trading Investment and Development Joint Stock Company | 3,749,740,000 | - | - | - |
| - Hong Lam Xuan Thanh Joint Stock Company | 9,981,540,000 | - | - | - |
| - Others | 262,500,000 | - | 213,000,000 | - |
| Total | 18,502,713,000 | - | 5,099,981,976 | - |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

7. LONG-TERM LOAN RECEIVABLES

| | 31/12/2024 | | 01/01/2024 | |
|---------------------------|-----------------------|------------------|-----------------------|------------------|
| | Amount VND | Provision VND | Amount VND | Provision VND |
| Long-term | 55,129,000,000 | - | 41,129,000,000 | - |
| - Nguyen Thi Hoang Thao | - | - | 9,000,000,000 | - |
| - Nguyen Thi Tuyen | - | - | 5,500,000,000 | - |
| - Pham Thi Huong | - | - | 7,000,000,000 | - |
| - Nguyen Van Phong | - | - | 5,000,000,000 | - |
| - Nguyen Tien Thinh (*) | 5,000,000,000 | - | - | - |
| - Nguyen Tien Dat (*) | 5,000,000,000 | - | - | - |
| - Nguyen Tho Tien (*) | 6,000,000,000 | - | - | - |
| - Nguyen Thi My Nuong (*) | 8,000,000,000 | - | - | - |
| - Ho Thi Bich Ly (*) | 5,500,000,000 | - | - | - |
| - Trinh Thi Ngoc Chau (*) | 6,000,000,000 | - | - | - |
| - Truong Thi Thuy Ha (*) | 5,000,000,000 | - | - | - |
| - Vu Chi Duc (**) | 14,629,000,000 | - | 14,629,000,000 | - |
| Total | 55,129,000,000 | - | 41,129,000,000 | - |

*) Loan contract with an interest rate of 6%/year, loan term of 36 months, no collateral, purpose: Providing capital for production and business activities.
As of May 16, 2024, the Company has collected all principal and interest of the above contract.

(**) Receivables for loans to individuals under contract No. 01/2023/GLHB-CN dated 26/02/2023 with an interest rate of 6%/year, loan term of 36 months, purpose: Providing capital for production and business activities, without collateral.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

8. OTHER RECEIVABLES

| | 31/12/2024 | | 01/01/2024 | |
|---|-----------------------|------------------|-----------------------|------------------|
| | Amount VND | Provision VND | Amount VND | Provision VND |
| Short-term | 37,901,868,165 | - | 34,222,505,716 | - |
| - Advance for employees of the parent company | 3,500,000,000 | - | 8,500,000,000 | - |
| - Advance for employees of subsidiaries | 32,000,000,000 | - | 15,500,000,000 | - |
| - Receivable interest on deposits and loans at the parent company | 633,863,011 | - | 9,342,611,111 | - |
| - Receivable interest on deposits and loans at subsidiaries | 222,000,000 | - | 793,971,602 | - |
| - Others | 1,546,005,154 | - | 85,923,003 | - |
| Long-term | 171,177,000 | - | 171,177,000 | - |
| - Deposits | 171,177,000 | - | 171,177,000 | - |
| Total | 38,073,045,165 | - | 34,393,682,716 | - |

9. INVENTORIES

| | 31/12/2024 | | 01/01/2024 | |
|-------------------------|--------------------|------------------|--------------------|------------------|
| | Amount VND | Provision VND | Amount VND | Provision VND |
| Tools and supplies | 107,900,000 | - | 107,900,000 | - |
| Merchandise inventories | 214,450,000 | - | - | - |
| Total | 322,350,000 | - | 107,900,000 | - |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

10. TANGIBLE FIXED ASSETS

| | Buildings And structures | Machineries And equipments | Means of transportation | Office equipments | Total |
|---------------------------------|--|-------------------------------|----------------------------|----------------------|------------------|
| | VND | VND | VND | VND | VND |
| HISTORICAL COST | | | | | |
| 01/01/2024 | 7,708,302,406 | 6,435,920,153 | 963,104,633 | 91,501,000 | 15,198,828,192 |
| 31/12/2024 | 7,708,302,406 | 6,435,920,153 | 963,104,633 | 91,501,000 | 15,198,828,192 |
| ACCUMULATED DEPRECIATION | | | | | |
| 01/01/2024 | (6,277,194,255) | (5,623,920,153) | (963,104,633) | (91,501,000) | (12,955,720,041) |
| - Depreciation during the year | (334,332,446) | (243,600,000) | - | - | (577,932,446) |
| 31/12/2024 | (6,611,526,701) | (5,867,520,153) | (963,104,633) | (91,501,000) | (13,533,652,487) |
| NET BOOK VALUE | | | | | |
| 01/01/2024 | 1,431,108,151 | 812,000,000 | - | - | 2,243,108,151 |
| 31/12/2024 | 1,096,775,705 | 568,400,000 | - | - | 1,665,175,705 |
| - | The historical cost of tangible fixed assets at the end of the year has been depreciated but is still in use: VND 9,686,057,815. | | | | |

11. LONG-TERM ASSETS UNDER CONSTRUCTION

| | 31/12/2024 VND | 01/01/2024 VND |
|----------------------------------|----------------------|----------------------|
| Construction in progress | | |
| - Other construction in progress | 6,034,365,131 | 6,034,365,131 |
| Total | 6,034,365,131 | 6,034,365,131 |

LAO CAI MINERAL EXPLOITATION AND PROCESSING JOINT STOCK COMPANY

No. 28B, Phan Dinh Giot Street, Lao Cai Ward, Lao Cai City, Lao Cai Province

CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended as at 31 December 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

12. TRADE PAYABLES

| | 31/12/2024 | | 01/01/2024 | |
|---|-----------------------|----------------------------|-----------------------|----------------------------|
| | Amount | Amount that can be settled | Amount | Amount that can be settled |
| | VND | VND | VND | VND |
| Short-term | 40,478,857,560 | 40,478,857,560 | 11,888,214,587 | 11,888,214,587 |
| - Pham Quan Construction and Trading Investment Co., Ltd. | 5,149,096,128 | 5,149,096,128 | - | - |
| - Bac Viet Nam Internal Co., Ltd. | 3,571,400,160 | 3,571,400,160 | - | - |
| - Tien Dung General Transport and Trading Co., Ltd. | 2,097,892,553 | 2,097,892,553 | 2,097,892,553 | 2,097,892,553 |
| - Tran Van Truong Trading Co., Ltd. | 2,097,048,000 | 2,097,048,000 | 2,097,048,000 | 2,097,048,000 |
| - Ha Lao Construction and Transport Co., Ltd. | 6,428,166,480 | 6,428,166,480 | 5,732,486,640 | 5,732,486,640 |
| - Son Luong Silk Cooperative | 12,100,000,000 | 12,100,000,000 | 664,592,366 | 664,592,366 |
| - Chan Thinh Green Environment Cooperative | 988,000,000 | 988,000,000 | 849,775,829 | 849,775,829 |
| - Others | 8,047,254,239 | 8,047,254,239 | 446,419,199 | 446,419,199 |
| Total | 40,478,857,560 | 40,478,857,560 | 11,888,214,587 | 11,888,214,587 |

13. BORROWINGS

| Items | 31/12/2024 | | During this year | | 01/01/2024 | |
|---|----------------------|----------------------------|------------------|----------|----------------------|----------------------------|
| | Amount | Amount that can be settled | Increase | Decrease | Amount | Amount that can be settled |
| | | | | | | |
| Short-term loans and financial lease | 2,230,000,000 | 2,230,000,000 | - | - | 2,230,000,000 | 2,230,000,000 |
| - Vietnam Hospital Investment Joint Stock Company (*) | 2,230,000,000 | 2,230,000,000 | - | - | 2,230,000,000 | 2,230,000,000 |
| Total | 2,230,000,000 | 2,230,000,000 | - | - | 2,230,000,000 | 2,230,000,000 |

(*) Loan contract No. 01/HDV/LCM-BVVN dated 13/12/2023 between Vietnam Hospital Investment Joint Stock Company and Lao Cai Mineral Mining and Processing Joint Stock Company. The loan amount is 2,230,000,000 VND, 0% interest rate, loan term 6 months, loan purpose for business, no collateral.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

14. ACCRUED EXPENSES

| | 31/12/2024 | 01/01/2024 |
|-------------------|--------------------|--------------------|
| | VND | VND |
| Short-term | 431,545,116 | 431,545,116 |
| - Other expenses | 431,545,116 | 431,545,116 |
| Total | 431,545,116 | 431,545,116 |

15. OTHER PAYABLES

| | 31/12/2024 | 01/01/2024 |
|--------------------|-------------------|-------------------|
| | VND | VND |
| Short-term | 45,034,000 | 12,860,000 |
| - Trade Union Fund | 12,860,000 | 12,860,000 |
| - Social Insurance | 32,174,000 | - |
| Total | 45,034,000 | 12,860,000 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

16. OWNER'S EQUITY

16.1 CHANGES IN OWNER'S EQUITY

| Items | Contributed capital | Treasury stocks | Development and investment funds | Other Owner's equity | Retained earnings | Non-controlling interest | Total |
|--|---------------------|-----------------|----------------------------------|----------------------|-------------------|--------------------------|-----------------|
| | VND | VND | VND | VND | VND | VND | VND |
| 01/01/2023 | 246,330,000,000 | (1,910,000) | 5,145,322,665 | 2,796,306,978 | (137,900,083,376) | 2,688,986,761 | 119,058,623,028 |
| - Profit in prior year | - | - | - | - | 3,126,158,043 | 118,841,229 | 3,244,999,272 |
| - Increase due to Business Combination | - | - | - | - | 1,800 | - | 1,800 |
| 31/12/2023 | 246,330,000,000 | (1,910,000) | 5,145,322,665 | 2,796,306,978 | (134,773,923,533) | 2,807,827,990 | 122,303,624,100 |
| 01/01/2024 | 246,330,000,000 | (1,910,000) | 5,145,322,665 | 2,796,306,978 | (134,773,923,533) | 2,807,827,990 | 122,303,624,100 |
| - Profit for the year | - | - | - | - | 1,629,126,525 | 48,140,774 | 1,677,267,299 |
| 31/12/2024 | 246,330,000,000 | (1,910,000) | 5,145,322,665 | 2,796,306,978 | (133,144,797,008) | 2,855,968,764 | 123,980,891,399 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

16. OWNER'S EQUITY (CONTINUED)

16.2 CAPITAL TRASACTIONS WITH OWNERS

| | Year 2024 | Year 2023 |
|---|-----------------|-----------------|
| | VND | VND |
| Owner's contributed capital | | |
| + At the beginning of the year | 246,330,000,000 | 246,330,000,000 |
| + At the ending of the year | 246,330,000,000 | 246,330,000,000 |
| Distributed dividends and profit | - | - |

16.3 SHARES

| | Year 2024 | Year 2023 |
|--|------------|------------|
| | Share | Share |
| - Number of shares registered for issuance | 24,633,000 | 24,633,000 |
| - Number of shares offered to the public | 24,633,000 | 24,633,000 |
| + <i>Ordinary Shares</i> | 24,633,000 | 24,633,000 |
| + <i>Preferred Shares</i> | - | - |
| - Number of treasury shares | 191 | 191 |
| + <i>Ordinary Shares</i> | 191 | 191 |
| + <i>Preferred Shares</i> | - | - |
| - Number of shares outstanding | 24,632,809 | 24,632,809 |
| + <i>Ordinary Shares</i> | 24,632,809 | 24,633,000 |
| + <i>Preferred Shares</i> | - | - |
| * <i>Par value of shares outstanding (VND/share)</i> | 10,000 | 10,000 |

16.4 FUNDS

| | 31/12/2024 | 01/01/2024 |
|-------------------------------|----------------------|----------------------|
| | VND | VND |
| - Development Investment Fund | 5,145,322,665 | 5,145,322,665 |
| - Other owner's equity | 2,796,306,978 | 2,796,306,978 |
| Total | 7,941,629,643 | 7,941,629,643 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

17. TOTAL REVENUE FROM SALE OF GOODS AND RENDERING OF SERVICES

| | Year 2024 | Year 2023 |
|--------------------------------------|-----------------------|-----------------------|
| | VND | VND |
| Revenue | 33,565,216,052 | 51,353,442,478 |
| - Revenue from sale of goods | 21,647,199,385 | 16,131,266,000 |
| - Revenue from rendering of services | 11,918,016,667 | 35,222,176,478 |
| Total | 33,565,216,052 | 51,353,442,478 |

18. COST OF GOODS SOLD AND SERVICES RENDERED

| | Year 2024 | Year 2023 |
|---------------------------------|-----------------------|-----------------------|
| | VND | VND |
| - Cost of goods sold | 20,226,005,999 | 14,518,139,400 |
| - Cost of rendering of services | 11,600,000,000 | 33,449,702,449 |
| Total | 31,826,005,999 | 47,967,841,849 |

19. FINANCIAL INCOME

| | Year 2024 | Year 2023 |
|---|----------------------|----------------------|
| | VND | VND |
| - Interest income from deposits and loans | 2,117,748,097 | 2,382,222,498 |
| Total | 2,117,748,097 | 2,382,222,498 |

20. FINANCIAL EXPENSES

| | Year 2024 | Year 2023 |
|----------------------------|-------------------|-------------------|
| | VND | VND |
| - Other financial expenses | 10,120,297 | 16,298,735 |
| Total | 10,120,297 | 16,298,735 |

21. SELLING EXPENSES AND GENERAL AND ADMINISTRATIVE EXPENSES

| | Year 2024 | Year 2023 |
|-------------------------------------|----------------------|----------------------|
| | VND | VND |
| General and Administration expenses | 2,169,570,644 | 1,476,850,836 |
| - Staff costs | 1,170,840,000 | 1,028,032,000 |
| - Depreciation and amortisation | 577,932,446 | 325,238,356 |
| - Tax and fee expenses | 17,556,995 | 107,271,393 |
| - Outsourced services | 403,241,203 | 16,309,087 |
| Total | 2,169,570,644 | 1,476,850,836 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

22. BASIC EARNINGS PER SHARE

| | Year 2024 | Year 2023 |
|--|---------------|---------------|
| | VND | VND |
| Profit or loss allocated to common shareholders (VND) | 2,387,228,360 | 3,126,158,043 |
| Amount of deduction from the welfare reward fund (VND) | 24,632,809 | 24,632,809 |
| Earning per share (VND/share) | 97 | 127 |

23. OTHER INFORMATION

23.1. TRANSACTIONS WITH RELATED PARTIES

Information about related parties

(Unit: VND)

Income of the Board of Directors

| | Year 2024 | Year 2023 |
|--|--------------------|--------------------|
| | VND | VND |
| Income of members of the Board of Directors | | |
| Mr. Nguyen Duc Thang | 96,000,000 | 96,000,000 |
| Remuneration of Board members | | |
| Mr. Hoang Quoc Tung | 60,000,000 | 60,000,000 |
| Total | 156,000,000 | 156,000,000 |

23.2 COMPARATIVE FIGURES

The comparative figures on the Consolidated Financial Statements for the fiscal year ended December 31, 2023 of Lao Cai Mining and Mineral Processing Joint Stock Company which has been audited by Hanoi Branch – UHY Auditing and Consulting Limited Company

Lao Cai, 28 March 2025

Preparer

Chief Accountant

General Director

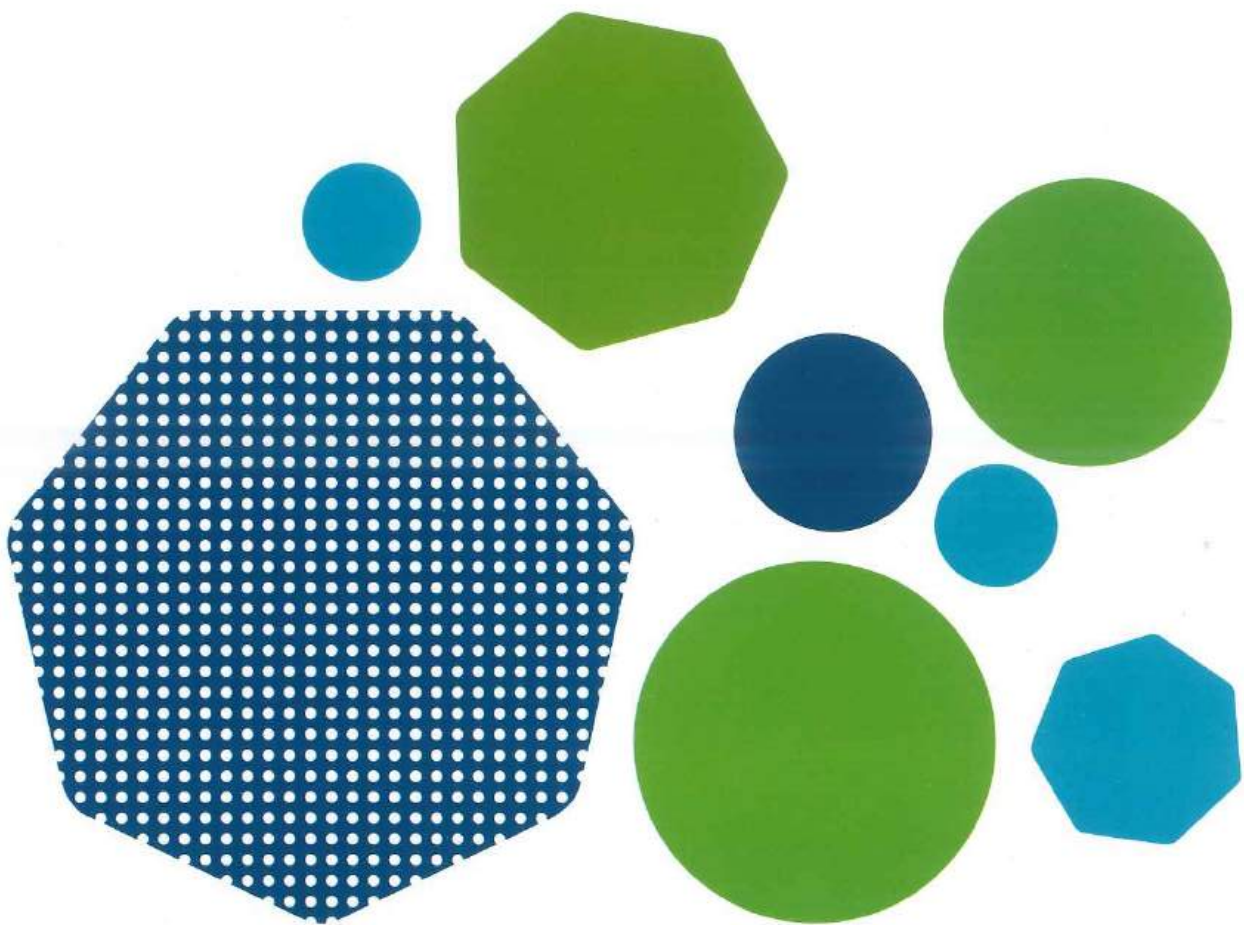




Nguyen Thi Hoa

Nguyen Thi Hoa

Nguyen Duc Thang



**LAO CAI MINERAL EXPLOITTING PROCESSING
JOINT STOCK COMPANY**

**AUDITED SEPERATE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED 31 DECEMBER 2024**



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REPORT OF THE BOARD OF GENERAL DIRECTORS

The Board of General Directors of Lao Cai Mineral Exploitation and Processing Joint Stock Company ("the Company") presents its report together with the Company's Separate Financial Statements for the fiscal year ended 31 December 2024.

BOARD OF MANAGEMENT AND BOARD OF GENERAL DIRECTORS

The members of the Board of Management and Board of Directors during the fiscal year ended as at 31 December 2024 and to the reporting date are:

Board of Management

| | |
|----------------------|----------|
| Mr. Vu Dinh Vinh | Chairman |
| Mr. Nguyen Duc Thang | Member |
| Mr. Ngo Truong An | Member |
| Mr. Hoang Quoc Tung | Member |
| Mr. Bui Thanh Binh | Member |

Board of General Directors

| | |
|----------------------|-----------------------|
| Mr. Nguyen Duc Thang | General Director |
| Mr. Ngo Truong An | Vice General Director |

The legal representative of the Company is Mr. Nguyen Duc Thang
The chief accountant of the Company is Mrs. Nguyen Thi Hoa

SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD

The Board of Directors confirms that there have been no significant events after the end of the fiscal year that would materially affect, require adjustment, or disclosure in the financial statements.

AUDITOR

The attached Separate Financial Statements are audited by Hanoi Branch - UHY Auditing and Consulting Company Limited.

THE BOARD OF GENERAL DIRECTORS' RESPONSIBILITIES

The Board of Directors of the Company is responsible for preparing the Separate Financial Statements which give a true and fair view of the financial position, results of operations and cash flows of the Company during the year, in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and legal regulations related to the preparation and presentation of Separate Financial Statements. In preparing these Financial Statements, the Board of Directors is required to:

- Select suitable accounting policies and apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, and whether there are any material departures disclosed and explained in the Separate Financial Statements;
- Prepare the Separate Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business;
- Design and implement an effective internal control system for the purpose of preparing and presenting Separate Financial Statements reasonably to mitigate risks and fraud.

REPORT OF THE BOARD OF GENERAL DIRECTORS (CONTINUED)

THE BOARD OF GENERAL DIRECTORS' RESPONSIBILITIES (CONTINUED)

The Board of General Directors confirms that the Company has complied with the above requirements in preparing these Separate Financial Statements.

The Board of General Directors is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Company and that the Separate Financial Statements comply with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and related legal regulations on the preparation and presentation of Separate Financial Statements. In addition, the Board of Management is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

OTHER COMMITMENTS

The Board of Directors commits that the Company does not violate the obligation to disclose information as prescribed in Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance on information disclosure in the securities market, complies with the regulations in Decree No. 155/2020/ND-CP dated December 31, 2020 of the Government detailing the implementation of a number of articles of the Securities Law and Circular No. 116/2020/TT-BTC dated December 31, 2020 of the Ministry of Finance guiding a number of articles on corporate governance applicable to public companies under Decree No. 155/2020/ND-CP.

For and on behalf of the Board of General Directors,



Nguyễn Đức Thang

General Director

Lao Cai, 28 March 2025

Số: 355/2025/UHYHN-BCKT

INDEPENDENT AUDITORS' REPORT

**To: The Shareholders, Board of Management and Board of General Directors
Lao Cai Mineral Exploitation and Processing Joint Stock Company**

We have audited the accompanying Separate Financial Statements of Lao Cai Mineral Exploitation and Processing Joint Stock Company ("the Company") prepared on 28 March 2025, as set out on pages 06 to 27, including: Separate Statement of Financial position as at 31 December 2024, Separate Statement of Income, Separate Statement of Cash flows and Notes to Separate Financial Statements for the year ended as at 31 December 2024.

Board of General Directors' Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Separate Financial Statements based on our audit conducted in accordance with Vietnamese Standards on Auditing. However, due to the matter described in the section "Basis for Disclaimer of Opinion", we were unable to obtain sufficient and appropriate audit evidence to serve as the basis for forming an audit opinion.

Basis for Disclaimer of Opinion

As of December 31, 2024, the item "Other short-term receivables" includes an advance payment to certain of officers and employees to carry out production and business activities with an amount of VND 3,500,000,000. We have not been provided with sufficient documentation regarding the utilization of these advances. Although the Board of General Directors has assessed these advances as recoverable and not affecting the loss of the company's assets, however, up to the time of issuing this report, we have not been able to assess the reasonableness of the balance of these advances as well as the purpose of using these advances.

We were unable to obtain sufficient appropriate audit evidence regarding the Board of General Directors's assessment of the recoverability of unsecured individual loan receivables in cash, amounting to VND 40,500,000,000 as of December 31, 2024. Accordingly, we could not determine whether it is necessary to make a provision for receivables or adjust the related items in the Company's Separate Financial Statements.

We have not received the financial statements and audited financial statements of Van Son Green Environment Cooperative (the Company's associate), in which the original investment value is VND 24,150,000,000. Alternative procedures could not be performed. Accordingly, we are unable to assess the net value and provision for impairment of this investment (if any) as well as their impact on the items related to the Company's Separate Financial Statements.

INDEPENDENT AUDITORS' REPORT (CONTINUED)

According to the audited Financial Statement of the Subsidiary - Gia Long Hoa Binh Joint Stock Company ("Gia Long"), the auditor issued a disclaimer of opinion due to the pervasive nature of the issues that led to the disclaimer *"Unable to assess the net value of the Investment in an Associate Company with a value of VND 23.8 billion, unable to assess the ability to recover the receivables for long-term loans with a value of VND 14.6 billion; unable to obtain documentation for advance payments with a value of VND 32 billion, and unable to assess the going concern assumption"*. However, during the year, the Board of General Directors reversed the provision for the investment in Gia Long with a value of VND 914 million. We were unable to obtain sufficient appropriate evidence regarding the Board of General Directors' assessment regarding this provision reversal, the net value of the investment, any additional required provision, or the impact of these factors on other relevant items in the Company's Separate Financial Statements.

As of December 31, 2024, the Company's accumulated loss was VND 136,442,802,965, equivalent to 55% of its owners' equity. Current liabilities exceeded current assets by VND 1,222,326,332. Borrowings and finance leases with a value of VND 2,230,000,000 were overdue. These factors, together with the issues presented by the Company in Note 2.4, indicate that there is a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. At the time of issuance of this report, we do not have sufficient basis to express an opinion on whether the Company's going concern assumption is appropriate or not.

Disclaimer of Opinion

Due to the significance of the matters described in the "Basis for Disclaimer of Opinion" section, we were unable to obtain sufficient and appropriate audit evidence to serve as the basis for giving an audit opinion. As a result, we do not give an audit opinion on the accompanying Separate Financial Statements.

Ha Noi, 28 March 2025

HANOI BRANCH - UHY AUDITING AND CONSULTING COMPANY LIMITED



DANG MINH DUC – Director
Registered Auditor No.: 4885-2025-112-1

LAI TRUONG DUONG - Auditor
Registered Auditor No.: 3392-2021-112-1

Form B01a-DN

SEPARATE STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

| ASSETS | Code | Note | 31/12/2024 VND | 01/01/2024 VND |
|--|------------|------|------------------------|------------------------|
| CURRENT ASSETS | 100 | | 17,474,699,762 | 19,143,440,333 |
| Cash and cash equivalents | 110 | 4 | 102,459,083 | 494,386,456 |
| Cash | 111 | | 102,459,083 | 494,386,456 |
| Short-term receivables | 130 | | 17,201,987,305 | 18,455,643,109 |
| Short-term trade receivables | 131 | 6 | 15,814,755,771 | 3,360,882,771 |
| Short-term prepayments to suppliers | 132 | 7 | 492,679,428 | 492,679,428 |
| Other short-term receivables | 136 | 9 | 4,207,434,876 | 17,914,963,680 |
| Provision for short-term doubtful debts | 137 | | (3,312,882,770) | (3,312,882,770) |
| Other short-term assets | 150 | | 170,253,374 | 193,410,768 |
| Deductible VAT | 152 | | 170,253,374 | 193,410,768 |
| NON-CURRENT ASSETS | 200 | | 119,049,243,010 | 104,134,570,019 |
| Long-term receivables | 210 | | 40,500,000,000 | 26,500,000,000 |
| Long-term loan receivable | 215 | 8 | 40,500,000,000 | 26,500,000,000 |
| Tangible fixed assets | 221 | 10 | - | - |
| - Historical cost | 222 | | 7,798,830,541 | 7,798,830,541 |
| - Accumulated depreciation | 223 | | (7,798,830,541) | (7,798,830,541) |
| Long-term investments | 250 | 5 | 78,549,243,010 | 77,634,570,019 |
| Investments in subsidiaries | 251 | | 171,000,000,000 | 171,000,000,000 |
| Investments in joint ventures and associates | 252 | | 24,150,000,000 | 24,150,000,000 |
| Provision for devaluation of long-term investments | 254 | | (116,600,756,990) | (117,515,429,981) |
| TOTAL ASSETS | 270 | | 136,523,942,772 | 123,278,010,352 |

Form B01a-DN

SEPARATE STATEMENT OF FINANCIAL POSITION (CONTINUED)

As at 31 December 2024

| CAPITAL | Code | Note | 31/12/2024 VND | 01/01/2024 VND |
|---|------------|-----------|------------------------|------------------------|
| LIABILITIES | 300 | | 18,697,026,094 | 7,080,220,289 |
| Current liabilities | 310 | | 18,697,026,094 | 7,080,220,289 |
| Short-term trade payables | 311 | 11 | 13,207,000,000 | 1,622,368,195 |
| Short-term accrued expenses | 315 | 13 | 431,545,116 | 431,545,116 |
| Other short-term payables | 319 | 14 | 32,174,000 | - |
| Short-term borrowings and finance lease liabilities | 320 | 12 | 2,230,000,000 | 2,230,000,000 |
| Bonus and welfare fund | 322 | | 2,796,306,978 | 2,796,306,978 |
| OWNER'S EQUITY | 400 | | 117,826,916,678 | 116,197,790,063 |
| Owner's equity | 410 | 15 | 117,826,916,678 | 116,197,790,063 |
| Contributed capital | 411 | | 246,330,000,000 | 246,330,000,000 |
| - Ordinary shares with voting rights | 411a | | 246,330,000,000 | 246,330,000,000 |
| Treasury shares | 415 | | (1,910,000) | (1,910,000) |
| Development and investment funds | 418 | | 5,145,322,665 | 5,145,322,665 |
| Other reserves | 420 | | 2,796,306,978 | 2,796,306,978 |
| Retained earnings | 421 | | (136,442,802,965) | (138,071,929,580) |
| - Retained earnings accumulated till the end of the previous year | 421a | | (138,071,929,580) | (141,367,312,890) |
| - Retained earnings of the current year | 421b | | 1,629,126,615 | 3,295,383,310 |
| TOTAL CAPITAL | 440 | | 136,523,942,772 | 123,278,010,352 |

Lao Cai, 28 March 2025

Preparer

Chief Accountant

General Director

Handwritten signature of Nguyen Thi Hoa

Handwritten signature of Nguyen Thi Hoa



Nguyen Thi Hoa

Nguyen Thi Hoa

Nguyen Duc Thang

Form B02-DN

SEPARATE STATEMENT OF INCOME
Year 2024

| Items | Code | Note | Year 2024 | Year 2023 |
|--|------|------|----------------|-----------------|
| | | | VND | VND |
| Revenue from sales of goods and rendering of services | 01 | 16 | 13,036,016,667 | 26,157,176,478 |
| Revenue deductions | 02 | | - | - |
| Net revenue from sales of goods and rendering of services | 10 | | 13,036,016,667 | 26,157,176,478 |
| Cost of goods sold and services rendered | 11 | 17 | 12,588,000,000 | 25,849,702,449 |
| Gross profit from sales of goods and rendering of services | 20 | | 448,016,667 | 307,474,029 |
| Financial income | 21 | 18 | 1,234,532,661 | 1,642,533,927 |
| Financial expense | 22 | 19 | (909,748,480) | (2,408,924,797) |
| <i>In which: Interest expense</i> | 23 | | - | - |
| Selling expense | 25 | | - | - |
| General and administrative expense | 26 | 20 | 963,171,193 | 1,063,549,443 |
| Net profit from operating activities | 30 | | 1,629,126,615 | 3,295,383,310 |
| Other income | 31 | | - | - |
| Other expense | 32 | | - | - |
| Other profit | 40 | | - | - |
| Total net profit before tax | 50 | | 1,629,126,615 | 3,295,383,310 |
| Current corporate income tax expense | 51 | 22 | - | - |
| Deferred corporate income tax expense | 52 | | - | - |
| Profit after corporate income tax | 60 | | 1,629,126,615 | 3,295,383,310 |

Lao Cai, 28 March 2025

Preparer

Chief Accountant

General Director






Nguyen Thi Hoa

Nguyen Thi Hoa

Nguyen Duc Thang

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

Form B03-DN

SEPARATE STATEMENT OF CASH FLOW
(By indirect method)
Year 2024

| Items | Code | Note | Year 2024 VND | Year 2023 VND |
|---|------|------|------------------------|------------------------|
| Cash flows from operating activities | | | | |
| Profit before tax | 1 | | 1,629,126,615 | 3,295,383,310 |
| Adjustment for | | | | |
| Provisions | 03 | | (914,672,991) | (2,414,556,309) |
| Gains (losses) from investment | 05 | | (1,234,532,661) | (1,642,533,927) |
| <i>Operating profit before changes in working capital</i> | 08 | | <i>(520,079,037)</i> | <i>(761,706,926)</i> |
| Increase or decrease in receivables | 09 | | (7,431,945,902) | (3,478,307,204) |
| Increase or decrease in payables (excluding interest payable/ corporate income tax payable) | 11 | | 11,616,805,805 | 1,580,701,528 |
| <i>Net cash flow from operating activities</i> | 20 | | <i>3,664,780,866</i> | <i>(2,659,312,602)</i> |
| Cash flows from investing activities | | | | |
| Loans and purchase of debt instruments from other entities | 23 | | (40,500,000,000) | - |
| Collection of loans and resale of debt instrument of other entities | 24 | | 26,500,000,000 | 500,000,000 |
| Interest and dividend received | 27 | | 9,943,291,761 | 33,927 |
| <i>Net cash flow from investing activities</i> | 30 | | <i>(4,056,708,239)</i> | <i>500,033,927</i> |
| Cash flows from financing activities | | | | |
| Proceeds from borrowings | 33 | | - | 2,230,000,000 |
| <i>Net cash flow from financing activities</i> | 40 | | <i>-</i> | <i>2,230,000,000</i> |
| Net cash flows in the year | 50 | | (391,927,373) | 70,721,325 |
| Cash and cash equivalents at the beginning of the year | 60 | 4 | 494,386,456 | 423,665,131 |
| Cash and cash equivalents at the end of the year | 70 | 4 | 102,459,083 | 494,386,456 |

Lao Cai, 28 March 2025

Preparer

Chief Accountant

General Director

h

h



h

Nguyen Thi Hoa

Nguyen Thi Hoa

Nguyen Duc Thang

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

1. GENERAL INFORMATION OF THE COMPANY

1.1 FORM OF OWNERSHIP

Lao Cai Mineral Exploitation and Processing Joint Stock Company, ("the Company") is a Joint Stock Company established and operating under the Enterprise Registration Certificate No. 1202000192 dated September 18, 2002 issued by the Lao Cai Authority of Planning and Investment. The Company has the most recent registered Business Registration Certificate No. 5300208618, registered for the 18th time on June 5, 2020.

The company's head office: No. 28B, Phan Dinh Giot Street, Lao Cai Ward, Lao Cai City, Lao Cai Province.

1.2 BUSINESS ACTIVITIES

The Company's main business activities: Mining of rare metal ores and commercial business.

1.3 MAIN PRODUCTION AND BUSINESS ACTIVITIES

Main business activities of the Company:

- Mining of precious metal ores (Details: Mining, processing, and trading of ferrous and non-ferrous metal ores);
- Other specialized wholesale not elsewhere classified.

1.4 NORMAL BUSINESS AND PRODUCTION CYCLE

The Company's normal production and business cycle is carried out within 12 months.

The number of employees of the Company as at 31 December 2024 is 12 people (as at 31/12/2023: 12 people).

1.5 CORPORATE STRUCTURE

List of Subsidiaries; Joint Ventures and Associates:

| | Direct benefit rate | Voting rate | Main Business Activities |
|---|--------------------------------|--------------------|--|
| Investment in subsidiaries | | | |
| - Gia Long Hoa Binh Joint Stock Company | 95% | 95% | Mining of other non- ferrous metal ores |
| Investment in joint ventures, associates | | | |
| - Van Son Green Environment Cooperative | 35 % | 35 % | Crop cultivation service activities |

**1.6 DECLARATION OF COMPARATABILITY OF INFORMATION IN SEPARATE
FINANCIAL STATEMENTS**

The comparative figures in the Separate Statement of Financial position and the corresponding Notes are the figures from the audited Financial statements of the Company for the fiscal year ended December 31, 2023.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

2. STANDARDS AND APPLICABLE ACCOUNTING POLICIES

2.1 STANDARDS AND APPLICABLE ACCOUNTING POLICIES

The Company applies Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System issued under Circular 200/2014/TT-BTC issued by the Ministry of Finance on December 22, 2014 on guidance on the Enterprise Accounting System, Circular No. 153/2016/TT-BTC dated March 21, 2016 of the Ministry of Finance amending and supplementing a number of articles of Circular 200/2014/TT.

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

2.2 FISCAL YEAR

The Company's fiscal year commences from January 01 and ends as at December 31 of the calendar year. The financial statement is prepared for the period from January 1, 2024 to December 31, 2024.

2.3 DECLARATION OF COMPLIANCE WITH ACCOUNTING STANDARDS AND ACCOUNTING SYSTEM

The Company's Separate Financial Statements are prepared and presented to ensure compliance with the requirements of Vietnamese Accounting Standards and the current Vietnamese Corporate Accounting Standards and legal regulations related to prepare and present the financial statements.

In particular, accounting standard No. 28 - Segment reporting has not been applied by the Company in presenting this Financial Statement.

2.4 GOING CONCERN ASSUMPTION

The financial statements have been prepared on a going concern basis, assuming that the Company will be able to utilize its assets and settle its liabilities in the normal course of business in the foreseeable future.

As of December 31, 2024, the Company's accumulated losses was VND 136,442,802,965, equivalent to 55% of its owners' equity, current liabilities exceeded current assets by VND 1,222,326,332. Borrowings and finance leases with a value of VND 2,230,000,000 were overdue. This matter shows the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern in the future.

During the year, the company's main business activities were at a moderate level, with low gross profit insufficient to cover administrative expenses. At the date of preparing these Separate Financial Statements, the Company is still looking for new, more effective business activities and restructuring financial investments. Therefore, the Company's Board of General Directors is still preparing financial statements on going concern assumption.

Accordingly, the accompanying financial statements have been prepared on a going concern basis.

3. SIGNIFICANT ACCOUNTING POLICIES

The following are the important accounting policies applied by the Company in preparing these financial statements:

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

3.1 FINANCIAL INSTRUMENTS

Particularly, Circular No. 210/2009/TT-BTC dated 06/11/2009 of the Ministry of Finance guiding the application of International Accounting Standards on the presentation of financial statements and information disclosure for financial instruments has not been applied by the Company in the presentation of these financial statements.

3.2 ACCOUNTING ESTIMATES

The preparation of financial statements in compliance with Vietnamese Accounting Standards requires the Board of General Directors to make estimates and assumptions that affect the reported data on liabilities, assets and presentation of contingent liabilities and assets at the date of preparation of the financial statements as well as reported figures on revenues and expenses throughout the fiscal year. Actual operating results may differ from estimates and assumptions.

3.3 CASH AND CASH EQUIVALENTS

Cash comprises cash on hand, cash in banks and term deposits. Cash equivalents are short-term investments with a redemption period or maturity of no more than 3 months from the date of purchase, are easily convertible into a specified amount of cash and without much risk in conversion into cash.

3.4 FINANCIAL INVESTMENTS

Investments in associates

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

Investments in joint ventures and associates are initially recognized at original cost, including the purchase price or capital contribution plus directly attributable investment costs. In case of investment in non-monetary assets, the cost of the investment is recognized at the fair value of the non-monetary assets at the time of the transaction.

Dividends and profits from periods prior to the investment being purchased are recognized as a reduction in the value of the investment itself. Dividends and profits from periods subsequent to the investment being purchased are recognized as revenue. Dividends received in shares are only tracked by the number of shares increased, not the value of shares received/recorded at par value

Provision for losses on investments in joint ventures and associates is made at the time of preparing the financial statements. When investments in joint ventures and associates have decreased compared to the original value, the Company makes provisions as follows:

- For investments in subsidiaries, joint ventures, and associates whose shares are listed on the market or the fair value of the investment is reliably determined, the provision is based on the market value of the shares.
- For investments where the fair value cannot be determined at the reporting date, the provision is calculated as the difference between the actual contributed capital of the parties in the joint venture or associate and the actual owners' equity, multiplied by the Company's ownership percentage compared to the total actual contributed capital of all parties in the joint venture or associate.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

Investments in subsidiaries

An investment is classified as an investment in a subsidiary when the company has control over the investee. Control refers to the power to govern the financial and operating policies of a business or economic activity to derive economic benefits from its operations.

An investment is considered to grant control over the investee when the company holds more than 50% of ownership rights, unless those ownership rights do not confer control. However, even without holding more than 50% ownership, the company may still have control if it:

- (i) Holds more than 50% of the voting rights due to an agreement with other investors;
- (ii) Has the power to govern the financial and operational policies of the investee through a statute or agreement;
- (iii) Has the authority to appoint or remove the majority of the Board of Directors (or an equivalent management body) of the investee; or
- (iv) Has the right to vote on key decisions in Board meetings (or equivalent management meetings) of the investee.

The initial recognition date of an investment in a subsidiary acquired during the period is the date when the company obtains actual control over the investee. In the company's Separate Financial Statements, investments in subsidiaries are recorded at cost (purchase price and directly related purchase costs), less any provision for investment impairment. The impairment provision is based on the cumulative losses of the subsidiary as reported in its financial statements and may be reversed when the subsidiary returns to profitability. Any increase or decrease in the investment impairment provision is recorded as a financial expense for the period.

3.5 RECEIVABLES

Receivables are presented at book value less provisions for doubtful debts.

The classification of receivables as trade receivables, internal receivables and other receivables is carried out according to the following principles:

Receivables from customers reflect receivables of a commercial nature arising from purchase - sale transactions between the Company and buyers who are independent units of the Company, including receivables from the sale of exported goods entrusted to other units.

Other receivables reflect non-commercial receivables, not related to purchase - sale transactions.

Provision for doubtful debts is made for each doubtful debt based on the age of overdue debts or the expected level of loss that may occur, specifically as follows:

- For overdue receivables:
 - 30% of the value for receivables overdue from more than 6 months to less than 1 year;
 - 50% of the value for receivables overdue from 1 year to less than 2 years;
 - 70% of the value for receivables overdue from 2 years to less than 3 years;
 - 100% of the value for receivables overdue from 3 years or more.
- For receivables that are not overdue but are unlikely to be recovered: set up provisions based on expected loss level.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

3.6 TANGIBLE FIXED ASSETS

Tangible fixed assets are presented at historical cost less accumulated depreciation. The historical cost of tangible fixed assets includes all costs that the Company has to spend to acquire the fixed asset up to the time the asset is put into a ready-to-use state. Costs incurred after initial recognition are only recorded as an increase in the historical cost of a fixed asset if these costs definitely increase future economic benefits due to the use of that asset. Costs incurred that do not satisfy the above conditions are recorded as production and business costs during the year.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives. Tangible fixed assets are classified into groups based on their nature and intended use in the Company's production and business activities. The specific depreciation period is as follows:

| <i>Type of fixed asset</i> | <i>Useful life (years)</i> |
|--|----------------------------|
| - Buildings and structures | 25 - 45 |
| - Machinery and equipment | 06 - 10 |
| - Transportation and transmission vehicles | 06 - 10 |
| - Office equipment | 03 - 06 |

3.7 PREPAID EXPENSES

Prepaid expenses include actual expenses incurred that relate to the operating results of multiple financial years. Prepaid expenses comprise: tools and equipment issued for use awaiting allocation and other prepaid expenses.

Tools and supplies: Tools and supplies already put into use are allocated to expenses using the straight-line method.

3.8 PAYABLES

The payables are payments to suppliers and other entities. Payables comprise payables to suppliers, internal payables and other payables. Payables are not recognized as lower than payment obligations.

The classification of payables is carried out according to the following principles:

- Payables to suppliers include trade payables arising from transactions of purchasing goods, services, and assets from independent entities. This also includes payables between the parent company and its subsidiaries, as well as joint ventures and associates. These payables also include amounts due for imports made through an entrusted importer (in consignment import transactions);
- Other payables include non-commercial payables, not related to transactions of purchasing, selling or providing goods and services.

Payables are tracked in detail according to each entity and the due date.

3.9 OWNER'S EQUITY

Owner's equity

Owner's equity is stated at actually contributed capital of shareholders/member/owners and approved by the relevant regulatory authorities (if any).

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

Capital surplus

Share premium is recognized based on the difference between the issue price and the par value of shares during the initial issuance, additional issuance, the difference between the reissue price and the book value of treasury shares, and the equity component of convertible bonds upon maturity. Direct costs related to the additional issuance of shares and the re-issuance of treasury shares are deducted from the share premium.

Treasury shares

When the Company repurchases its issued shares, the payment amount, including any transaction-related costs, is recorded as treasury shares and recognized as a deduction from equity. When reissued, the difference between the re-issue price and the book value of the treasury shares is recorded in "Share Premium".

3.10 REVENUE AND INCOME

Revenue from sale of goods

Revenue from the sale of goods and finished products is recognized when all of the following conditions are simultaneously satisfied:

- The Company has transferred most of the risks and benefits associated with ownership of products or goods to the buyer;
- The company no longer holds the right to manage the goods as the owner of the goods or the right to control the goods;
- The revenue can be measured reliably. When a contract stipulates that the buyer has the right to return goods already purchased under specific conditions, revenue is only recognized when those specific conditions cease to exist, and the buyer no longer has the right to return the goods (except in cases where customers have the right to return goods in exchange for other goods or services);
- The Company has obtained or will receive economic benefits from the sales transaction;
- Identify costs related to sales transactions.

Revenue from providing services

Revenue from service transactions is recognized when the outcome of the transaction can be reliably determined. In case, the services are performed in many periods, revenue is recognized in the period according to the results of the work completed at the end of the accounting period. The result of a service transaction is determined when all of the following conditions are satisfied:

- The revenue can be measured reliably. When a contract stipulates that the buyer has the right to return services already purchased under specific conditions, revenue is only recognized when those specific conditions cease to exist, and the buyer no longer has the right to return the services provided;
- Ability to obtain economic benefits from the transaction providing that service;
- Determine the work completed at the end of the fiscal year;
- Determine the costs incurred for the transaction and the costs to complete the service transaction;

3.11 FINANCIAL INCOME

Interest from long-term investments is estimated and recognized as the right to receive interest from the investee companies.

Deposit interest is recognized based on the bank's periodic announcements. Loan interest income is recognized based on actual time and interest rate of each period.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

3.12 FINANCIAL EXPENSES

Financial expenses recorded in the Statement of Income are the total financial expenses incurred in the period, without offsetting against financial income, including interest expenses, exchange rate differences,...

3.13 TAX AND OTHER PAYABLES TO THE STATE BUDGET

Value added tax (VAT)

The enterprise applies VAT declaration and calculation according to the guidance of the current tax law.

Other taxes

Other taxes and fees are declared and paid to the local tax authorities in compliance with the applicable tax laws in Vietnam.

3.14 RELATED PARTIES

Related parties are entities or individuals that have control or significant influence over the financial and operating policy decisions of another party. Related parties include:

- Entities that have control, are controlled directly or indirectly through one or more intermediaries, or are under common control with the Company. This includes the parent company, subsidiaries within the Group, joint ventures, jointly controlled entities, and associates;
- Individuals who, directly or indirectly, hold voting rights in the reporting entities that result in significant influence over such entities. This also includes key management personnel responsible for planning, directing, and controlling the Company's activities, as well as their close family members;
- Entities in which the aforementioned individuals directly or indirectly hold voting rights or have significant influence.

When assessing related party relationships, the substance of the relationship is considered rather than merely the legal form. Accordingly, all transactions and balances with related parties are disclosed in the following Notes.

4. CASH AND CASH EQUIVALENT

| | 31/12/2024 | 01/01/2024 |
|------------------|--------------------|--------------------|
| | VND | VND |
| - Cash on hand | 98,506,932 | 492,223,584 |
| - Demand deposit | 3,952,151 | 2,162,872 |
| Total | 102,459,083 | 494,386,456 |

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

5. FINANCIAL INVESTMENTS

| | 31/12/2024 | | 01/01/2024 | |
|--|------------------------|--------------------------|------------|--------------------------|
| | Original cost | Provision | Fair value | |
| | VND | VND | VND | VND |
| - Investments in subsidiaries | 171,000,000,000 | (116,580,022,244) | (*) | (117,494,695,235) |
| <i>Gia Long Hoa Binh Joint Stock Company</i> | <i>171,000,000,000</i> | <i>(116,580,022,244)</i> | (*) | <i>(117,494,695,235)</i> |
| - Investments in joint ventures or associates | 24,150,000,000 | (20,734,746) | (*) | (20,734,746) |
| + <i>Van Son Green Environment Cooperative</i> | <i>24,150,000,000</i> | <i>(20,734,746)</i> | (*) | <i>(20,734,746)</i> |
| Total | 195,150,000,000 | (116,600,756,990) | (*) | (117,515,429,981) |

(*) According to Circular No. 200/TT-BTC dated December 22, 2014, the fair value of investments must be disclosed. However, as of December 31, 2024, the Company has only been able to assess the fair value of investments in listed companies. For unlisted companies, the Company has not determined the fair value of these financial investments due to the lack of specific guidance on fair value determination under Vietnamese Accounting Standards and the Vietnamese Enterprise Accounting System.

Details of the Company's investments as at December 31, 2024 are as follows::

| | Address | Direct benefit ratio | Voting rate | Main business activities |
|--|---|----------------------|-------------|--|
| Investments in subsidiaries | | | | |
| - Gia Long Hoa Binh Joint Stock Company | Tan Lap Hamlet, Tan Vinh Commune, Luong Son District, Hoa Binh Province | 95% | 95% | Mining of other non-ferrous metal ores |
| Investments in joint ventures or associates | | | | |
| - Van Son Green Environment Cooperative | Phe Village, Van Son Commune, Son Dong District, Bac Giang Province | 35% | 35% | Crop cultivation service activities |

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

6. TRADE RECEIVABLES

| | 31/12/2024 | | 01/01/2024 | |
|--|-----------------------|----------------------|----------------------|----------------------|
| | Value VND | Provision VND | Value VND | Provision VND |
| Short-term | 15,814,755,771 | 3,312,882,771 | 3,360,882,771 | 3,312,882,771 |
| - Gia Long Hoa Binh Joint Stock Company | 3,312,882,771 | 3,312,882,771 | 3,312,882,771 | 3,312,882,771 |
| - An Phat Agricultural Services Technical and Trading Joint Stock Company | 2,472,333,000 | - | - | - |
| - Honglam Xuanthanh Joint Stock Company | 9,981,540,000 | - | - | - |
| - Others | 48,000,000 | - | 48,000,000 | - |
| Total | 15,814,755,771 | 3,312,882,771 | 3,360,882,771 | 3,312,882,771 |

Trade receivables from related parties: Details are presented in Note 24.1

7. PREPAYMENTS TO SUPPLIES

| | 31/12/2024 | | 01/01/2024 | |
|--|--------------------|------------------|--------------------|------------------|
| | Value VND | Provision VND | Value VND | Provision VND |
| Short-term | 492,679,428 | - | 492,679,428 | - |
| - Vietland Auditing and Consulting Company Limited | 404,700,000 | - | 404,700,000 | - |
| - Others | 87,979,428 | - | 87,979,428 | - |
| Total | 492,679,428 | - | 492,679,428 | - |

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

8. LOAN RECEIVABLES

| | 31/12/2024 | | 01/01/2024 | |
|--------------------------------|-----------------------|------------------|-----------------------|------------------|
| | Value VND | Provision VND | Value VND | Provision VND |
| Long-term | 40,500,000,000 | - | 26,500,000,000 | - |
| - Mrs. Nguyen Thi Hoang Hao | - | - | 9,000,000,000 | - |
| - Mrs. Nguyen Thi Tuyen | - | - | 5,500,000,000 | - |
| - Mrs. Pham Thi Huong | - | - | 7,000,000,000 | - |
| - Mr. Nguyen Van Phong | - | - | 5,000,000,000 | - |
| - Mr. Nguyen Tien Thinh (*) | 5,000,000,000 | - | - | - |
| - Mr. Nguyen Tien Dat (*) | 5,000,000,000 | - | - | - |
| - Mr. Nguyen Tho Tien (*) | 6,000,000,000 | - | - | - |
| - Mrs. Nguyen Thi My Nuong (*) | 8,000,000,000 | - | - | - |
| - Mrs. Ho Thi Bich Ly (*) | 5,500,000,000 | - | - | - |
| - Mrs. Trinh Thi Ngoc Chau (*) | 6,000,000,000 | - | - | - |
| - Mrs. Truong Thi Thuy Ha (*) | 5,000,000,000 | - | - | - |
| Total | 40,500,000,000 | - | 26,500,000,000 | - |

(*) Loans receivable from individuals bear an interest rate of 3% per annum, have a loan term of 24 months, are unsecured, and were disbursed in cash.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

9. OTHER SHORT-TERM RECEIVABLES

| | 31/12/2024 | | 01/01/2024 | |
|-----------------------------------|---------------|------------------|----------------|------------------|
| | Value VND | Provision VND | Value VND | Provision VND |
| Short-term | 4,207,434,876 | - | 17,914,963,680 | - |
| - Advances | 3,500,000,000 | - | 8,500,000,000 | - |
| - Interest receivables from loans | 633,863,011 | - | 9,342,611,111 | - |
| - Others | 73,571,865 | - | 72,352,569 | - |
| Long-term | - | - | - | - |
| Total | 4,207,434,876 | - | 17,914,963,680 | - |

10. TANGIBLE FIXED ASSETS

| | Building, structures | Machinery, equipment | Means of Transportation, transmission | Office equipment | Total |
|---|-------------------------|-------------------------|---|---------------------|-----------------|
| | VND | VND | VND | VND | VND |
| HISTORICAL COST | | | | | |
| 01/01/2024 | 4,225,532,029 | 2,518,692,880 | 963,104,633 | 91,501,000 | 7,798,830,542 |
| 31/12/2024 | 4,225,532,029 | 2,518,692,880 | 963,104,633 | 91,501,000 | 7,798,830,542 |
| ACCUMULATED DEPRECIATION | | | | | |
| 01/01/2024 | (4,225,532,029) | (2,518,692,880) | (963,104,633) | (91,501,000) | (7,798,830,542) |
| 31/12/2024 | (4,225,532,029) | (2,518,692,880) | (963,104,633) | (91,501,000) | (7,798,830,542) |
| NET BOOK VALUE | | | | | |
| 01/01/2024 | - | - | - | - | - |
| 31/12/2024 | - | - | - | - | - |
| - The historical cost of tangible fixed assets that have been fully depreciated but are still in use: VND 7,798,830,542 | | | | | |

LAO CAI MINERAL EXPLOITING PROCESSING JOINT STOCK COMPANY
No. 28B, Phan Dinh Giot Street, Lao Cai Ward,
Lao Cai City, Lao Cai Province

SEPARATE FINANCIAL STATEMENTS
For the fiscal year ended December 31, 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

11. TRADE PAYABLES

| | 31/12/2024 | | 01/01/2024 | |
|--|-------------------------|------------------------|-------------------------|------------------------|
| | Outstanding balance VND | Amount can be paid VND | Outstanding balance VND | Amount can be paid VND |
| Short-term | 13,207,000,000 | 13,207,000,000 | 1,622,368,195 | 1,622,368,195 |
| - Son Luong Silk Cooperative | 12,100,000,000 | 12,100,000,000 | 664,592,366 | 664,592,366 |
| - Chan Thinh Green Environment Cooperative | 988,000,000 | 988,000,000 | 849,775,829 | 849,775,829 |
| - Others | 119,000,000 | 119,000,000 | 108,000,000 | 108,000,000 |
| Total | 13,207,000,000 | 13,207,000,000 | 1,622,368,195 | 1,622,368,195 |

12. BORROWINGS AND FINANCE LEASE LIABILITIES

| Items | During the year | | | | 01/01/2024 | |
|--|-------------------------|------------------------|--------------|--------------|-------------------------|------------------------|
| | Outstanding balance VND | Amount can be paid VND | Increase VND | Decrease VND | Outstanding balance VND | Amount can be paid VND |
| Short-term borrowings | 2,230,000,000 | 2,230,000,000 | - | - | 2,230,000,000 | 2,230,000,000 |
| Viet Nam Hospital Investment Joint Stock Company (*) | 2,230,000,000 | 2,230,000,000 | - | - | 2,230,000,000 | 2,230,000,000 |
| Total | 2,230,000,000 | 2,230,000,000 | - | - | 2,230,000,000 | 2,230,000,000 |

(*) Loan Agreement No. 01/HĐV/LCM-BVVN dated December 13, 2023, between Vietnam Hospital Investment Joint Stock Company and Lao Cai Mineral Exploitation and Processing Joint Stock Company. The loan amount is VND 2,230,000,000, with a 0% interest rate, a loan term of 6 months, and is intended for business purposes. The loan is unsecured.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

13. ACCRUED EXPENSES

| | 31/12/2024 | 01/01/2024 |
|-------------------|--------------------|--------------------|
| | VND | VND |
| Short-term | 431,545,116 | 431,545,116 |
| - Audit costs | 404,700,000 | 404,700,000 |
| - Others | 26,845,116 | 26,845,116 |
| Total | 431,545,116 | 431,545,116 |

14. OTHER PAYABLES

| | 31/12/2024 | 01/01/2024 |
|--------------------|-------------------|------------|
| | VND | VND |
| Short-term | 32,174,000 | - |
| - Social insurance | 32,174,000 | - |
| Total | 32,174,000 | - |

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

15. OWNER'S EQUITY

15.1 CHANGES IN OWNER'S EQUITY

| Items | Contributed capital | Treasury shares | Investment and development funds | Other reserves | Retained earnings | Total |
|----------------------------|---------------------|-----------------|----------------------------------|----------------|-------------------|-----------------|
| | VND | VND | VND | VND | VND | VND |
| 01/01/2023 | 246,330,000,000 | (1,910,000) | 5,145,322,665 | 2,796,306,978 | (141,367,312,890) | 112,902,406,753 |
| Profit for previous - year | - | - | - | - | 3,295,383,310 | 3,295,383,310 |
| 31/12/2023 | 246,330,000,000 | (1,910,000) | 5,145,322,665 | 2,796,306,978 | (138,071,929,580) | 116,197,790,063 |
| 01/01/2024 | 246,330,000,000 | (1,910,000) | 5,145,322,665 | 2,796,306,978 | (138,071,929,580) | 116,197,790,063 |
| - Profit for the year | - | - | - | - | 1,629,126,615 | 1,629,126,615 |
| 31/12/2024 | 246,330,000,000 | (1,910,000) | 5,145,322,665 | 2,796,306,978 | (136,442,802,965) | 117,826,916,678 |

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

15. OWNER'S EQUITY (CONTINUED)

15.2 CAPITAL TRANSACTIONS WITH OWNERS AND DISTRIBUTION OF DIVIDENDS AND PROFITS

| | Year 2024 VND | Year 2023 VND |
|------------------------------------|------------------|------------------|
| Owner's contributed capital | | |
| + At the beginning of the year | 246,330,000,000 | 246,330,000,000 |
| + Increase in year | - | - |
| + Decrease in year | - | - |
| + At the end of the year | 246,330,000,000 | 246,330,000,000 |
| - Distributed dividends and profit | - | - |

15.3 SHARE

| | 31/12/2024 Share | 01/01/2024 Share |
|---|---------------------|---------------------|
| Quantity of authorized issuing shares | 246,330,000 | 246,330,000 |
| Quantity of issued shares to the public | 246,330,000 | 246,330,000 |
| + Common shares | 246,330,000 | 246,330,000 |
| + Preference shares | | |
| Quantity of shares repurchased | 191 | 191 |
| + Common shares | 191 | 191 |
| + Preference shares | | |
| Quantity of outstanding shares in circulation | 24,632,809 | 24,632,809 |
| + Common shares | 24,632,809 | 24,632,809 |
| + Preference shares | - | - |
| Par value of shares outstanding (VND/Share) | 10,000 | 10,000 |

15.4 FUNDS

| | 31/12/2024 VND | 01/01/2024 VND |
|---------------------------------|-------------------|-------------------|
| Investment and development fund | 5,145,322,665 | 5,145,322,665 |
| Other equity funds | 2,796,306,978 | 2,796,306,978 |

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

16. REVENUE FROM SALE OF GOODS AND RENDERING OF SERVICES

| | Year 2024 | Year 2023 |
|--------------------------------------|-----------------------|-----------------------|
| | VND | VND |
| Revenue | 13,036,016,667 | 26,157,176,478 |
| - Revenue from sale of goods | 1,118,000,000 | - |
| - Revenue from rendering of services | 11,918,016,667 | 26,157,176,478 |
| Total | 13,036,016,667 | 26,157,176,478 |

17. COST OF GOODS SOLD AND RENDERING OF SERVICES

| | Year 2024 | Year 2023 |
|--|-----------------------|-----------------------|
| | VND | VND |
| - Cost of finished goods sold | 988,000,000 | - |
| - Cost of goods sold and rendering of services | 11,600,000,000 | 25,849,702,449 |
| Total | 12,588,000,000 | 25,849,702,449 |

18. FINANCIAL INCOME

| | Year 2024 | Year 2023 |
|-----------------------------------|----------------------|----------------------|
| | VND | VND |
| - Gain on bank deposits and loans | 1,234,532,661 | 1,642,533,927 |
| Total | 1,234,532,661 | 1,642,533,927 |

19. FINANCIAL EXPENSES

| | Year 2024 | Year 2023 |
|---|----------------------|------------------------|
| | VND | VND |
| - Reversal of provision for devaluation of trading securities and investment losses | (914,672,991) | (2,414,556,309) |
| - Others | 4,924,511 | 5,631,512 |
| Total | (909,748,480) | (2,408,924,797) |

20. SELLING EXPENSES AND GENERAL ADMINISTRATIVE EXPENSES

| | Year 2024 | Year 2023 |
|--|--------------------|----------------------|
| | VND | VND |
| <i>General administrative expenses</i> | <i>963,171,193</i> | <i>1,063,549,443</i> |
| - Labour cost | 756,240,000 | 719,002,000 |
| - Tax and fees expenses | 3,000,000 | 3,000,000 |
| - Outsourced services | 164,050,256 | 325,238,356 |
| - Other monetary cost | 39,880,937 | 16,309,087 |
| Total | 963,171,193 | 1,063,549,443 |

**LAO CAI MINERAL EXPLOITTING PROCESSING
JOINT STOCK COMPANY**

No. 28B, Phan Dinh Giot Street, Lao Cai Ward,
Lao Cai City, Lao Cai Province

SEPARATE FINANCIAL STATEMENTS
For the fiscal year ended December 31, 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

21. BUSINESS AND PRODUCTIONS COST BY ITEMS

| | Year 2024 | Year 2023 |
|-----------------------|-----------------------|-----------------------|
| | VND | VND |
| - Labour cost | 756.240.000 | 719.002.000 |
| - Outsourced services | 11.764.050.256 | 26.174.940.805 |
| - Other monetary cost | 42.880.937 | 19.309.087 |
| Total | 12.563.171.193 | 26.913.251.892 |

22. CURRENT CORPORATE INCOME TAX EXPENSES

| | Year 2024 | Year 2023 |
|--|-----------------|-----------------|
| | VND | VND |
| Total profit before tax | 1,629,126,615 | 3,295,383,310 |
| Non-deductible expense | (1,629,126,615) | (3,295,383,310) |
| - Carry forward losses from previous years | (1,629,126,615) | (3,295,383,310) |
| Total taxable income in the year | - | - |
| Current corporate income tax rate | 20% | 20% |
| Estimated corporate income tax payable | - | - |
| Total current CIT expenses | - | - |

23. OTHER INFORMATION

23.1 INFORMATION ABOUT RELATED PARTIES

During the fiscal year ending December 31, 2024, the Company had transactions with related parties including:

| Related parties | Relationship |
|---------------------------------------|--------------|
| Gia Long Hoa Binh Joint Stock Company | Subsidiary |

Balance with related parties

| Related parties | Items | 31/12/2024 VND | 01/01/2024 VND |
|---------------------------------------|-------------------|-------------------|-------------------|
| Gia Long Hoa Binh Joint Stock Company | Trade receivables | 3,312,882,771 | 3,312,882,771 |

The incomes of key members in the year are as follows:

| | Year 2024 VND | Year 2023 VND |
|-----------------------------------|--------------------|--------------------|
| Board of General Directors | | |
| Mr. Nguyen Duc Thang | 96,000,000 | 96,000,000 |
| Board of Management | | |
| Mr. Hoang Quoc Tung | 60,000,000 | 60,000,000 |
| Total | 156,000,000 | 156,000,000 |

**LAO CAI MINERAL EXPLOITTING PROCESSING
JOINT STOCK COMPANY**

No. 28B, Phan Dinh Giot Street, Lao Cai Ward,
Lao Cai City, Lao Cai Province

SEPARATE FINANCIAL STATEMENTS
For the fiscal year ended December 31, 2024

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUED)

(These notes are an integral part of and should be read in conjunction with the accompanying Separate Financial Statements)

23.2 COMPARATIVE FIGURES

The comparative figures is the figures on the audited Financial Statements for the fiscal year ended 31 December 2023 of Lao Cai Mineral Exploitation and Processing Joint Stock Company which has been audited.

Lao Cai, 28 March 2025

Preparer

Chief Accountant

General Director



Nguyen Thi Hoa

Nguyen Thi Hoa

Nguyen Duc Thang