

# **CONSOLIDATED FINANCIAL STATEMENTS**

**PETROVIETNAM ENGINEERING CONSULTANCY**

**JOINT STOCK COMPANY**

For the fiscal year ended as at 31/12/2023  
(audited)



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## REPORT OF THE BOARD OF MANAGEMENT

The Board of Management of Petrovietnam Engineering Consultancy Joint Stock Company (“the Corporation”) presents its report and the Corporation’s Consolidated Financial Statements for the fiscal year ended as at 31/12/2023.

### THE CORPORATION

Petrovietnam Engineering Consultancy Joint Stock Company (“the Corporation”) was established under the Certificate of Business registration No. 0301479273, replacing the Certificate of Business registration No. 4103003829 issued by Ho Chi Minh City Department of Investment and Planning on 14 September 2005.

The Corporation was restructured from Petrovietnam Investment Construction Consultancy Company, a state-owned company and a member of the Vietnam Oil and Gas Group (“Petrovietnam”). In accordance with the Resolution No. 1894/NQ-DKVN dated 09 August 2010 issued by the Board of Members of Petrovietnam, the Corporation operates under holding - subsidiary and changed its name to Petrovietnam Engineering Consultancy Joint Stock Company under the Certificate of Business registration for the 10th re-registered on 13 May 2011.

The Corporation’s head office is located at: 10th Floor, PV Gas Tower, No. 673 Nguyen Huu Tho street, Nha Be district, Ho Chi Minh City.

### BOARD OF DIRECTORS, BOARD OF MANAGEMENT AND BOARD OF SUPERVISION

The members of the Board of Directors during the year and to the reporting date are:

Mr. Ta Duc Tien	Chairman	Appointed on 14/01/2025
Mr. Le Huu Bon	Chairman	Reappointed on 26/04/2023 Resigned on 08/01/2025
Mr. Do Van Thanh	Member	Reappointed on 26/04/2023
Mr. Ngo Ngoc Thuong	Member	Appointed on 08/01/2025
Mrs. Tran Nguyen Cam Ly	Member	Appointed on 08/01/2025
Mr. Nguyen Xuan Nguyen	Independent member	Appointed on 08/01/2025
Mr. Dinh Van Dinh	Member	Reappointed on 26/04/2023 Resigned on 08/01/2025
Mr. Le Thai Thanh	Independent member	Reappointed on 26/04/2023 Resigned on 08/01/2025
Mr. Fong Nyuk Loon	Member	Reappointed on 26/04/2023 Tendered resignation on 04/07/2023
Mr. Tran Nguyen Song Han	Member	(*)
Mr. Nguyen Ngoc Hai	Member	(*)

The members of the Board of Management during the year and to the reporting date are:

Mr. Ngo Ngoc Thuong	General Director	
Mr. Le Viet Hoai	Deputy General Director	Tenure ended on 06/02/2023

The members of the Board of Supervision are:

Mr. Bui Huu Giang	Head of Board of Supervision	Appointed on 08/01/2025
Mrs. Dinh Thi My Linh	Member	Appointed on 08/01/2025
Mrs. Nguyen Thi Kim Yen	Member	Appointed on 08/01/2025
Mr. Nguyen Hoc Hai	Head of Board of Supervision	Reappointed on 26/04/2023 Resigned on 08/01/2025
Mrs. Tran Thi Hanh Thuc	Member	Reappointed on 26/04/2023 Resigned on 08/01/2025
Mr. Do Manh Hao	Member	Reappointed on 26/04/2023 Resigned on 08/01/2025
Mrs. Le Thi Nga	Member	(*)

(\*) Members of the Board of Directors, the Board of Supervision were disqualified pursuant to the Appellate Civil Judgment No. 505/QDDS-PT dated 25/04/2023 of the People's Court of Ho Chi Minh City regarding the annulment of the General Meeting of Shareholders' Resolution.

#### **LEGAL REPRESENTATIVE**

The legal representative of the Corporation during the year and until the preparation of this Consolidated Financial Statements is Mr. Ngo Ngoc Thuong – General Director.

#### **AUDITORS**

The auditors of the AASC Auditing Firm Company Limited have taken the audit of the Consolidated Financial Statements for the Corporation.

#### **STATEMENT OF THE BOARD OF MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS**

The Board of Management is responsible for the Consolidated Financial Statements which give a true and fair view the financial position of the Corporation, its operating results and its cash flows for the year. In preparing those Consolidated Financial Statements, the Board of Management is required to:

- Establish and maintain an internal control system which is determined necessary by the Board of Management and the Board of Directors to ensure the preparation and presentation of the Consolidated Financial Statements do not contain any material misstatement caused by errors or frauds;
- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Consolidated Financial Statements;
- Prepare and present the Consolidated Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of the Financial Statements;
- Prepare the Consolidated Financial Statements on the going concern basis unless it is inappropriate to presume that the Corporation will continue in business.

The Board of Management is responsible for ensuring that accounting records are kept to reflect the financial position of the Corporation, with reasonable accuracy at any time and to ensure that the Consolidated Financial Statements comply with the current State's regulations. It is responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Management confirms that the Consolidated Financial Statements give a true and fair view of the financial position as at 31 December 2023, its operating results and its cash flows for the fiscal year then ended of the Corporation in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of the Consolidated Financial Statements.

*Ho Chi Minh City, 14 April 2025*

**On behalf of the Board of Management**

**General Director**



The stamp is circular with a red border. Inside the border, the text reads: 'M.S.D.N. 0307192790 T.C', 'TỔNG CÔNG TY TƯ VẤN THIẾT KẾ DẦU KHÍ CÔNG TY CỔ PHẦN', and 'HÀNG BÈ HỒ SÀI GÒN'. A blue ink signature is written over the stamp.

**Ngo Ngoc Thuong**

## INDEPENDENT AUDITOR'S REPORT

To: Shareholders, the Board of Directors and the Board of Management  
Petrovietnam Engineering Consultancy Joint Stock Company

We have audited the accompanying Consolidated Financial Statements of Petrovietnam Engineering Consultancy Joint Stock Company prepared on 14 April 2025 from page 07 to page 46, including: Consolidated Statement of Financial Position as at 31 December 2023, Consolidated Statement of Income, Consolidated Statement of Cash Flows for the fiscal year then ended and Notes to the Consolidated Financial Statements.

### The Board of Management's responsibility

The Board of Management responsible for the preparation and presentation of the Consolidated 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 Consolidated Financial Statements and for such internal control as the Board of Management determines is necessary to enable the preparation of the Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

### Auditors' responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Consolidated Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of the Consolidated Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Management, as well as evaluating the overall presentation of the Consolidated Financial Statements.

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

### Basis for qualified opinion

- 1 Because the time of appointment as an auditor is far from the end of the fiscal year, we were not able to conduct observation procedure the counting of cash, inventories, fixed assets with the value as at 31/12/2023 were VND 1.84 billion, VND 600.15 billion and VND 0.35 billion, respectively. Therefore, we were unable to evaluate the impacts of such matters onto relevant items on the attached Consolidated Financial Statements.
- 2 We have fully performed sufficient audit procedures and were unable to obtain sufficient appropriate audit evidence to assess the conformity of the recognition of Inventories item (code 140) and Short-term accrued expenses item (code 315) on the Consolidated Financial Statement as at 31/12/2023 with the amount of VND 600.15 billion and VND 33.93 billion, respectively, the Cost of goods sold item (code 11) on the Consolidated Statement of Income with the amount of VND 130.19 billion because the recognition of cost of goods sold in the year based on the planned rate instead of the actual costs incurred, therefore, we were unable to determine whether any adjustments to relevant items as well as the impacts of such matter onto the attached Consolidated Financial Statements.

**Basis for qualified opinion (continued)**

- 3 As at 31/12/2023, outstanding balance of receivables without confirmation of balances was VND 225.60 billion (as at 01/01/2023: VND 230.97 billion), outstanding balance of payables without confirmation of balances was VND 390.79 billion (as at 01/01/2023: VND 377.62 billion). In which, the Corporation has been monitoring certain long-outstanding receivables and the provision for doubtful debts, with total amounts as at 31/12/2023 of VND 204.60 billion and VND 136.47 billion, respectively (as at 01/01/2023 with the amount of VND 202.08 billion and VND 130.01 billion, respectively). We were unable to assess the recoverability of these receivables and, therefore, could not determine whether any adjustments to the relevant items in the attached Consolidated Financial Statements are necessary.
- 4 As in Note No. 27 to the Consolidated Financial Statements for the year 2022, the Corporation recognized in General administrative expenses with additional office lease payments payable to PetroVietnam Gas Joint Stock Corporation, pursuant to the Memorandum of Agreement signed on 11/05/2022, regarding the adjustment of office rental fees for the period from 2011 to 2013 with amount of VND 42.60 billion. We were unable to obtain sufficient appropriate documentation to assess the appropriateness of the recognition of this expense or its impact on the attached Consolidated Financial Statements.
- 5 As in Note No. 40 to the Consolidated Financial Statements, the Corporation and its subsidiary, Petrovietnam Engineering (Malaysia) Sdn. Bhd are involved in a legal dispute with the main contractor of the Rapid petrochemical complex project in Malaysia, relating to additional charges incurred during project execution. The Corporation has not recognized a payable obligation to the main contractor in accordance with the final arbitration award amounting to USD 12,099,227.99, equivalent to VND 295.52 billion (excluding interest from overdue payment as at 31/12/2023). In addition, as in Note No. 41, the Corporation retrospectively adjusted a decrease in provision for doubtful debts in the Consolidated Statement of Income for the year 2022 by VND 3.91 billion, and a corresponding retrospective adjustment to increase provision for doubtful debts in the year 2021 by VND 55.55 billion. We have performed all necessary audit procedures but were unable to determine the impact of the above matters on the attached Consolidated Financial Statements.
- 6 As at the date of issuance of the Auditors' Report, we had not obtained the Financial Statements for the fiscal year ended as at 31/12/2023 of the subsidiary – Petrovietnam Engineering (Malaysia) Sdn. Bhd ("PVE Malaysia"). Furthermore, we were unable to perform alternative procedures necessary to evaluate the financial information of that subsidiary. Accordingly, we are unable to determine whether any adjustments might be necessary to the attached Consolidated Financial Statements arising from the Financial Statements of PVE Malaysia.
- 7 The Consolidated Financial Statements of the Corporation (attached) as at 31/12/2023 reflect an accumulated loss (code 421) of VND 415.99 billion; Owner's equity (code 400) as at the year-end is negative VND 137.30 billion; Current liabilities (code 310) exceed Current assets (code 100) by 1.18 times; Net cash flow from operating activities of the year are negative VND 109.32 billion; The outstanding balance of overdue payables amounts to VND 771.53 billion. These matters, along with the explanations provided by the Board of Management as in Note No. 2.3 and the bases for our qualified opinion described above, indicate the existence of material uncertainties that may cast significant doubt on the Corporation's ability to continue as a going concern. Nevertheless, the Consolidated Financial Statements for the fiscal year ended as at 31/12/2023 have been prepared on a going concern basis.
- 8 As in Note No. 40, the Consolidated Financial Statements present information regarding the decision of the People's Court of Ho Chi Minh City to annul Resolution No. 11/NQ-TKDK-DHDCD of the 2020 Annual General Meeting of Shareholders, approved on 29/04/2022, and Resolution No. 29/NQ-TKDK-DHDCD of the 2023 Annual General Meeting of Shareholders, approved on 30/06/2022 of the Corporation, according to Appellate judgment No. 505/2023/QDDS-PT dated 25/04/2023. We do not assess the impact of this matter on the attached Consolidated Financial Statements.

### Qualified opinion

In our opinion, except for the possible effects of the matter described in the "Basis for qualified opinion" paragraph, the Consolidated Financial Statements give a true and fair view, in all material respects, of the financial position of Petrovietnam Engineering Consultancy Joint Stock Company as at 31/12/2023, its operating results and its cash flows for the fiscal year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of the Financial Statements.

### Report on other legal and regulatory requirements

- The Corporation announced the distribution of dividends from prior years, however, as at 31/12/2023, the payment had not yet been made, with the outstanding amount of VND 41.706 billion.
- In 2023, the Corporation did not fully comply with the disclosure requirements as stipulated in Circular No. 96/2020/TT-BTC dated 16/11/2020, issued by the Ministry of Finance, which provides guidance on information disclosure on the securities market.

### Emphasis of matter

We draw the readers' attention to Note No. 40 of the Notes to the Consolidated Financial Statements, which presents information related to commercial disputes, legal disputes arising at the Corporation.

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

*Ho Chi Minh City, 14 April 2025*

**Branch of AASC Auditing Firm Company Limited**



**Tran Trung Hieu**  
Certificate of registration for audit practising  
No. 2202-2023-002-1

**Auditor**

**Dao Trung Thanh**  
Certificate of registration for audit practising  
No. 4700-2024-002-1

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION***As at 31 December 2023*

Code	ASSETS	Note	31/12/2023	01/01/2023
			VND	(Reclassified) VND
100	<b>A. CURRENT ASSETS</b>		<b>792,887,303,485</b>	<b>840,859,901,105</b>
110	<b>I. Cash and cash equivalents</b>	03	<b>15,621,040,928</b>	<b>32,293,923,753</b>
111	1. Cash		15,321,040,928	28,293,923,753
112	2. Cash equivalents		300,000,000	4,000,000,000
120	<b>II. Short-term financial investments</b>	04	<b>382,576,367</b>	<b>331,618,570</b>
123	1. Held-to-maturity investments		382,576,367	331,618,570
130	<b>III. Short-term receivables</b>		<b>173,718,216,881</b>	<b>191,121,057,692</b>
131	1. Short-term trade receivables	05	239,120,238,318	237,921,303,127
132	2. Short-term prepayments to suppliers	06	16,390,884,296	16,157,645,712
136	3. Other short-term receivables	07	54,675,045,553	67,048,032,956
137	4. Provision for short-term doubtful debts		(136,467,951,286)	(130,005,924,103)
140	<b>IV. Inventories</b>	09	<b>600,147,503,895</b>	<b>607,990,773,491</b>
141	1. Inventories		758,110,817,218	766,367,582,650
149	2. Provision for devaluation of inventories		(157,963,313,323)	(158,376,809,159)
150	<b>V. Other short-term assets</b>		<b>3,017,965,414</b>	<b>9,122,527,599</b>
151	1. Short-term prepaid expenses	12	149,088,888	197,840,171
152	2. Deductible VAT		2,844,550,808	8,924,321,860
153	3. Taxes and other receivables from the State budget	16	24,325,718	365,568
200	<b>B. NON- CURRENT ASSETS</b>		<b>9,495,107,516</b>	<b>4,841,231,743</b>
210	<b>I. Long-term receivables</b>		<b>251,980,000</b>	<b>259,704,635</b>
216	1. Other long-term receivables	07	251,980,000	259,704,635
220	<b>II. Fixed assets</b>		<b>352,938,952</b>	<b>323,077,396</b>
221	1. Tangible fixed assets	10	273,192,428	183,435,272
222	- <i>Historical cost</i>		102,609,474,679	103,128,251,695
223	- <i>Accumulated depreciation</i>		(102,336,282,251)	(102,944,816,423)
227	2. Intangible fixed assets	11	79,746,524	139,642,124
228	- <i>Historical cost</i>		11,418,938,445	11,418,938,445
229	- <i>Accumulated amortization</i>		(11,339,191,921)	(11,279,296,321)
250	<b>V. Long-term financial investments</b>	04	<b>-</b>	<b>202,000,000</b>
255	1. Held-to-maturity investments		-	202,000,000
260	<b>VI. Other long-term assets</b>		<b>8,890,188,564</b>	<b>4,056,449,712</b>
261	1. Long-term prepaid expenses	12	1,816,445,797	552,730,876
262	2. Deferred income tax assets	31	7,073,742,767	3,503,718,836
270	<b>TOTAL ASSETS</b>		<b>802,382,411,001</b>	<b>845,701,132,848</b>



## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2023  
(continued)

Code	CAPITAL	Note	31/12/2023	01/01/2023
			VND	(Reclassified) VND
<b>300</b>	<b>C. LIABILITIES</b>		<b>939,682,629,781</b>	<b>835,795,601,766</b>
<b>310</b>	<b>I. Current liabilities</b>		<b>939,557,734,781</b>	<b>835,670,706,766</b>
311	1. Short-term trade payables	14	329,382,563,159	325,196,741,977
312	2. Short-term prepayments from customers	15	5,517,190,938	5,366,285,148
313	3. Taxes and other payables to the State budget	16	111,410,144,769	107,355,741,679
314	4. Payables to employees		27,038,926,825	24,722,975,596
315	5. Short-term accrued expenses	17	33,929,547,396	45,952,208,782
319	6. Other short-term payables	18	244,417,275,271	226,304,582,906
320	7. Short-term borrowings and finance lease liabilities	13	184,453,675,134	93,272,189,276
321	8. Provisions for short-term payables	19	-	2,800,771,675
322	9. Bonus and welfare funds		3,408,411,289	4,699,209,727
<b>330</b>	<b>II. Non-current liabilities</b>		<b>124,895,000</b>	<b>124,895,000</b>
337	1. Other long-term payables	18	124,895,000	124,895,000
<b>400</b>	<b>B. OWNER'S EQUITY</b>		<b>(137,300,218,780)</b>	<b>9,905,531,082</b>
<b>410</b>	<b>I. Owner's equity</b>	<b>20</b>	<b>(137,300,218,780)</b>	<b>9,905,531,082</b>
411	1. Contributed capital		250,000,000,000	250,000,000,000
411a	Ordinary shares with voting rights		250,000,000,000	250,000,000,000
412	2. Share premium		11,421,558,415	11,421,558,415
414	3. Other capital		1,600,295,812	1,600,295,812
417	4. Exchange rate differences	21	(15,880,530,330)	(6,147,166,148)
418	5. Development and investment fund		24,920,299,710	24,920,300,210
421	6. Retained earnings		(415,985,526,173)	(278,365,584,289)
421a	RE accumulated to the previous year		(278,365,583,789)	(289,631,648,351)
421b	RE of the current year		(137,619,942,384)	11,266,064,062
429	7. Non – Controlling Interests		6,623,683,786	6,476,127,082
<b>440</b>	<b>TOTAL CAPITAL</b>		<b>802,382,411,001</b>	<b>845,701,132,848</b>

Preparer



Le Quang Thang

Chief accountant



Nguyen Khac Chuong

Hồ Chí Minh City, 14 April 2025  
General Director



Ngo Ngoc Thuong

## CONSOLIDATED STATEMENT OF INCOME

For the fiscal year ended as at 31/12/2023

Code	ITEMS	Note	Year 2023	Year 2022
			VND	(Reclassified) VND
01	1. Revenue from sales of goods and rendering of services	23	175,757,037,187	271,797,937,228
02	2. Revenue deductions		-	-
10	3. Net revenue from sales of goods and rendering of services		175,757,037,187	271,797,937,228
11	4. Cost of goods sold	24	130,185,594,451	270,646,543,132
20	5. Gross profit from sales of goods and rendering of services		45,571,442,736	1,151,394,096
21	6. Financial income	25	1,631,066,434	156,343,242,919
22	7. Financial expenses	26	18,370,033,637	29,692,089,683
23	<i>In which: Interest expense</i>		18,366,444,229	29,667,905,399
25	9. Selling expenses		-	-
26	10. General and administrative expenses	27	36,934,606,791	102,461,692,381
30	11. Net profit from operating activities		(8,102,131,258)	25,340,854,951
31	12. Other income	28	3,029,092,311	259,642,081
32	13. Other expenses	29	130,605,443,108	3,726,951,320
40	14. Other profit		(127,576,350,797)	(3,467,309,239)
50	15. Total net profit before tax		(135,678,482,055)	21,873,545,712
51	16. Current corporate income tax expense	30	2,121,792,456	1,163,576,762
52	17. Deferred corporate income	31	(316,743,456)	9,261,888,742
60	18. Profit after corporate income tax		(137,483,531,055)	11,448,080,208
61	19. Profit after tax attributable to shareholders of the Parent Company		(137,619,942,384)	11,291,304,605
62	20. Profit after tax attributable to Non-controlling interests		136,411,329	156,775,603
70	21. Basic earnings per share	32	(5,505)	452

Preparer

Chief accountant



Le Quang Thang



Nguyen Khắc Chương

Ho Chi Minh City, 14 April 2025

General Director



Stamp: M.S.D.M. 03014792  
TỔNG CÔNG TY TƯ VẤN THIẾT KẾ DẦU KHÍ CÔNG TY CỔ PHẦN  
HÀNH ĐỀ KHU VỰC HO CHI MINH

Signature: Ngo Ngoc Thuong

Ngo Ngoc Thuong

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the fiscal year ended as at 31/12/2023

(Under indirect method)

Code ITEMS	Note	Year 2023	Year 2022
		VND	(Reclassified) VND
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01	1. Profit before tax	(135,678,482,055)	21,873,545,712
02	Depreciation and amortization of fixed assets and investment properties	190,951,444	349,043,712
03	Provisions	3,818,210,581	20,632,594,026
04	Exchange gains, losses from retranslation of monetary items denominated in foreign currency	(256,666,839)	(408,016,295)
05	Gains, losses from investment activities	(449,340,652)	(2,371,904,117)
06	Interest expense	18,499,446,083	29,667,905,399
08	3. Operating profit before changes in working capital	113,875,881,438	69,743,168,437
09	Increase, decrease in receivables	15,010,419,369	124,502,824,520
10	Increase, decrease in inventories	(444,854,575)	67,376,012,873
11	Increase, decrease in payables (excluding interest payable, corporate income tax payable)	(4,388,028,678)	1,053,392,172
12	Increase, decrease in prepaid expenses	(1,214,963,638)	224,564,966
14	Interest paid	(2,439,219,360)	(1,453,308,763)
15	Corporate income tax paid	(547,880,032)	(1,137,936,832)
17	Other payments on operating activities	(1,290,798,438)	(1,898,897,925)
20	Net cash flow from operating activities	(109,324,208,644)	258,409,819,448
21	1. Purchase or construction of fixed assets and other long-term assets	(220,813,000)	-
22	2. Proceeds from disposals of fixed assets and other long-term assets	6,363,636	127,686,364
24	3. Collection of lendings and resale of debt instrument of other entities	151,042,203	472,206,706
27	4. Interest and dividend received	1,500,683,271	17,314,394,159
30	Net cash flow from investing activities	1,437,276,110	17,914,287,229
33	1. Proceeds from borrowings	121,708,618,074	-
34	2. Repayment of principal	(30,527,132,216)	(287,950,529,470)
40	Net cash flow from financing activities	91,181,485,858	(287,950,529,470)

## CONSOLIDATED STATEMENT OF CASH FLOWS

*For the fiscal year ended as at 31/12/2023*

*(Under indirect method)*

Code ITEMS	Note	Year 2023	Year 2022 (Reclassified)
		VND	VND
50		(16,705,446,676)	(11,626,422,793)
60		32,293,923,753	52,254,353,332
61		32,563,851	(8,334,006,786)
70	03	15,621,040,928	32,293,923,753

*Ho Chi Minh City, 14 April 2025*

Preparer



Le Quang Thang

Chief accountant



Nguyen Khắc Chuong

General Director



Ngo Ngoc Thuong

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

*For the fiscal year ended as at 31/12/2023*

### 1 . GENERAL INFORMATION

#### Forms of ownership

Petrovietnam Engineering Consultancy Joint Stock Company (“the Corporation”) was established under the Certificate of Business registration No. 0301479273, replacing the Certificate of Business registration No. 4103003829 issued by Ho Chi Minh City Department of Investment and Planning on 14 September 2005.

The Corporation was restructured from Petrovietnam Investment Construction Consultancy Company, a state-owned company and a member of the Vietnam Oil and Gas Group (“Petrovietnam”). In accordance with the Resolution No. 1894/NQ-DKVN dated 09 August 2010 issued by the Board of Members of Petrovietnam, the Corporation operates under holding - subsidiary and changed its name to Petrovietnam Engineering Consultancy Joint Stock Company under the Certificate of Business registration for the 10th re-registered on 13 May 2011.

The Corporation's shares are listed on the Hanoi Stock Exchange (“HNX”) with the share code as PVE. However, the Corporation received the Document No. 520/SGDHN-QLNY on 14 April 2020 issued by the Hanoi Stock Exchange about the delisting of PVE shares. After that, the Corporation's shares were registered for trading on the Hanoi Stock Exchange (“Upcom”) according to the Decision No. 233/QD-SGDHN on 28 May 2020.

The Corporation's head office is located at: 10th Floor, PV Gas Tower, No. 673 Nguyen Huu Tho street, Nha Be district, Ho Chi Minh city.

The Corporation's contributed charter capital is VND 250,000,000,000. The actual contributed capital as at 31 December 2023 was VND 250,000,000,000.

The total number of employees of the Corporation as at 31 December 2023 is: 280 employees (as at 01 January 2023 is: 285 employees).

#### Business field

Engineering consultancy and construction.

#### Business activities

Main business activities of the Corporation include:

- Consulting and management services;
- Architectural and engineering consultancy; investment consultancy (excluding consultancy on financial and accounting matters);
- Operation and development of oil and gas projects and other construction projects;
- Construction surveying;
- Structural design of civil and industrial construction works;
- Wholesale of machinery, equipment, and other machinery spare parts.

### The Corporation's operation in the year that affects the Consolidated Financial Statements

During the year, the Corporation's revenue from business activities decreased by VND 96.04 billion, equivalent to a decline of 35.34% compared to the previous year. Meanwhile, cost of goods sold and services rendered decreased by VND 140.46 billion, equivalent to a decline of 51.9% compared to the previous year, mainly due to the recognition in 2022 of additional expenses incurred beyond the approved estimates for several projects upon final settlement. As a result, gross profit from sales of goods and services rendered increased significantly by VND 44.42 billion compared to the previous year.

Net profit of financial income decreased by VND 143.39 billion, equivalent to a decline of 113.22% compared to the previous year, mainly because in 2022, the Corporation recorded a gain of VND 153.57 billion from the divestment of its investment in the Dragon Tower office building project, whereas no similar transaction occurred in 2023. General administrative expenses decreased by VND 65.53 billion, equivalent to a decline of 63.95% compared to the previous year, primarily due to a decrease in provision for doubtful debts, additionally, in 2022, the Corporation recognized an office rental expense amounting to VND 42.60 billion for the period from 2011 to 2013, detailed as in Note No. 27. Other expenses increased significantly by VND 126.88 billion this year due to the recognition of part of the obligations settled in accordance with the final award of the International Commercial Arbitration, detailed as in Note No. 29 and Note No. 40.

The combination of the above-mentioned factors resulted in a decrease of VND 148.93 billion in Profit after corporate income tax compared to the previous year.

### Corporation structure

The Corporation's subsidiaries consolidated in the Consolidated Financial Statements as at 31/12/2023 include:

No.	Name of Company	Head office	Proportion of ownership	Proportion of voting rights	Principal activities
1	PVE Oil Gas Project Management Consultancy Joint Stock Company	Ho Chi Minh City	71.61%	71.61%	Project management consultancy
2	PVE Oil Gas Survey Consultancy Joint Stock Company	Ho Chi Minh City	86.75%	86.75%	Technical inspection services
3	Petrovietnam Engineering (Malaysia) Sdn. Bhd (*)	Malaysia	100.00%	100.00%	Project management and construction consultancy

(\*) Petrovietnam Engineering (Malaysia) Sdn. Bhd is undergoing dissolution procedures in accordance with the decision of the competent authority in Malaysia.

## 2 . ACCOUNTING SYSTEM AND ACCOUNTING POLICY

### 2.1 . Accounting period and accounting currency

Annual accounting period commences from 01 January and ends as at 31 December.

The Corporation maintains its accounting records in Vietnam Dong (VND).

### 2.2 . Standards and Applicable Accounting Policies

#### Applicable Accounting Policies

The Corporation applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22/12/2014 by the Ministry of Finance, the Circular No. 53/2016/TT-BTC dated 21/03/2016 issued by the Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC and the Circular No. 202/2014/TT-BTC by the Ministry of Finance guiding the preparation and presentation of the Consolidated Financial Statements.

*Declaration of compliance with Accounting Standards and Accounting System*

The Corporation applies Vietnamese Accounting Standards and supplementary documents issued by the State. The Consolidated Financial Statements are prepared and presented in accordance with regulations of each standard and supplementary document as well as with current Accounting Standards and Accounting System.

**2.3 . Basis for the preparation of the Consolidated Financial Statements**

The Consolidated Financial Statements are prepared based on consolidating the Separate Financial Statements of the Corporation and the Financial Statements of its subsidiaries under its control as at 31 December annually. Control right is achieved when the company has power to govern the financial and operating policies of invested companies to obtain benefits from their activities.

Consistent accounting policies are applied in the Financial Statements of subsidiaries and the Corporation. If necessary, adjustments are made to the Financial Statements of subsidiaries to ensure the consistency of application of accounting policies among the Corporation and its subsidiaries.

Balance, main incomes and expenses, including unrealized profits from intra-group transactions are eliminated in full from the Consolidated Financial Statements.

Non - controlling interests

Non - controlling interests represents the portion of profit or loss and net assets not held by owners.

*Going Concern Assumption*

As at 31/12/2023, the Corporation's Consolidated Financial Statements indicate the existence of material uncertainties that may cast significant doubt on the Corporation's ability to continue as a going concern. Specifically:

- Accumulated losses as at year-end (Code 421) amounted to VND 415,985,526,173;
- Current liabilities (Code 310) exceeded current assets (Code 100) by 1.18 times;
- Short-term receivables and work in progress amounted to VND 204,596,473,491 and VND 743,888,605,750, respectively.
- The balance of overdue payables was VND 771,532,818,228;
- The joint and several obligations payable under the final ruling of the Arbitral Tribunal regarding the dispute with the EPC contractor of the Rapid refinery and petrochemical complex project in Malaysia amounted to USD 12,099,227.99, equivalent to VND 295,523,643,656 (excluding interest of overdue payment as at 31/12/2023);

However, the Board of Management of the Corporation assume that:

- The recoverability of receivables and work in progress is substantiated, and the Corporation is actively working with counterparties to expedite the finalization of project settlements and recover capital;
- The Corporation is working with banks and negotiating with counterparties to restructure outstanding debts;
- The Board of Management of the Corporation will also engage with major shareholders to continue supporting the Corporation in terms of business opportunities and financial resources, enabling it to maintain stable operations in the following fiscal years.

Therefore, the Board of Management of the Corporation believes that the preparation of the Consolidated Financial Statements on a going concern assumption is appropriate.

**2.4 . Accounting estimates**

The preparation of the Consolidated Financial Statements in conformity with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations relating to financial reporting requires the Board of Management to make estimates and assumptions that affect the reported amounts of liabilities, assets and disclosures of contingent liabilities and assets at the date of the Consolidated Financial Statements and the reported amounts of revenue and expenses during the fiscal year.

The estimates and assumptions that have a material impact in the Consolidated Financial Statements include:

- Provision for doubtful debts;
- Provision for devaluation of inventory;
- Estimated allocation of prepaid expenses;
- Estimated useful life of fixed assets;
- Classification and provision of financial investments;
- Estimated cost of goods sold based on the budgeted ratio;
- Estimated corporate income tax.

Such estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Corporation's Consolidated Financial Statements and that are assessed by the Board of Management to be reasonable under the circumstances.

## 2.5 . Financial instruments

### *Initial recognition*

#### Financial assets

Financial assets of the Corporation include cash and cash equivalents, trade receivables, lendings and other receivables. At initial recognition, financial assets are identified by purchasing price/issuing cost plus other expenses directly related to the purchase and issuance of those assets.

#### Financial liabilities

Financial liabilities of the Corporation include borrowings, trade payables and other payables, accrued expenses. At initial recognition, financial liabilities are determined by issuing price plus other expenses directly related to the issuance of those liabilities.

### *Subsequent measurement after initial recognition*

Financial assets and financial liabilities are not revalued according to fair value at the end of the year because the Circular No. 210/2009/TT-BTC and prevailing statutory regulations require to present the Financial Statements and Notes to financial instruments but not provide any relevant instruction for assessment and recognition of fair value of financial assets and financial liabilities.

## 2.6 . Translation of the Financial Statements prepared in foreign currencies into Vietnam Dong

The Financial Statements prepared in foreign currencies are translated to the Financial Statements prepared in Vietnam Dong at the exchange rates as follows: assets and liabilities are translated at the closing rate at the end of the year; owner's equity is translated at the exchange rate on the date of contribution, Items of Statement of Income and Statement of Cash Flows are translated at the actual rate at the date of transactions or the average exchange rate of the fiscal year.

## 2.7 . Foreign currency transactions

Foreign currency transactions during the fiscal year are translated into Vietnam Dong using the actual rate at transaction date.

Actual exchange rate when revaluing monetary items denominated in foreign currencies at the reporting date of the Consolidated Financial Statements is determined under the following principles:

- For asset accounts: applying the bid rate of the commercial bank where the Corporation regularly conducts transaction;
- For cash deposited in bank: applying the bid rate of the commercial bank where the Corporation opens its foreign currency accounts;
- For liability accounts: applying the offer rate of the commercial bank where the Corporation regularly conducts transactions.

All exchange differences arising as a result of transactions or revaluation at the balance sheet date shall be recorded into the financial income or expense in the fiscal year.



## 2.8 . Cash and cash equivalents

Cash comprises cash on hand, demand deposits.

Cash equivalents are short-term investments with the maturity of not over than 03 months from the date of investment, that are highly liquid and readily convertible into known amount of cash and that are subject to an insignificant risk of conversion into cash.

## 2.9 . Financial investments

Investments held to maturity comprise term deposits held to maturity to earn profits periodically and other held to maturity investments. Provision for devaluation of investments held to maturity shall be made based on the recovery capacity in accordance with statutory regulations.

## 2.10 . Receivables

The receivables shall be recorded in details in terms of due date, entities receivable, types of currency and other factors according to requirements for management of the Corporation. The receivables shall be classified into short-term receivables or long-term receivables on the Consolidated Financial Statements according to their remaining terms at the reporting date.

The provision for doubtful debts is made for receivables that are overdue under an economic contract, a loan agreement, a contractual commitment or a promissory note and for receivables that are not due but difficult to be recovered. Accordingly, the provisions for overdue debts shall be based on the due date stipulated in the initial sale contract, exclusive of the debt rescheduling between contracting parties and the case where the debts are not due but the debtor is in bankruptcy, in dissolution, or missing and making fleeing or estimating possible losses.

## 2.11 . Inventories

Work in progress at the end of the fiscal year comprises all costs of raw materials, direct materials, direct labors, depreciation of construction machine, general manufacturing costs incurred during the year related to the cost of construction, survey and construction design, as well as the costs of subcontractors which have been completed and handed over during the fiscal year but have not been determined the exact consumption. Net realizable value is selling price of inventory estimated in an ordinary course of business minus (-) estimated cost of product improvement or cost of consumption.

The cost of inventory is calculated using weighted average method.

Inventory is recorded by periodic method.

Method for valuation of work in process at the end of the year: The value of work in progress is recorded for each construction project which is incomplete or revenue is unrecognised, corresponding to the amount of work in progress at the end of the year.

Provision for devaluation of inventories made at the end of the year is based on the excess of original cost of inventory over their net realizable value.

## 2.12 . Fixed assets

Fixed assets (tangible and intangible) are initially stated at the historical cost. During the using time, fixed assets (tangible and intangible) are recorded at cost, accumulated depreciation and carrying amount. Fixed assets are depreciated (amortised) using the straight-line method over their estimated useful life.

Subsequent measurement after initial recognition

If these costs ament future economic benefits obtained from the use of tangible fixed assets are extended to their initial standards conditions, these costs are capitalized as an incremental in their historical cost.

Other costs incurred after tangible fixed assets have been put into operation such as repair, maintenance and overhaul costs are recognized in the Consolidated Statement of Income in the year in which the costs are incurred.

Fixed assets are depreciated (amortised) using the straight-line method over their estimated useful life as follows:

- Buildings, structures	05 - 25 years
- Machinery, equipment	03 - 10 years
- Vehicles, transportation equipment	03 - 10 years
- Management equipment	03 - 10 years
- Software	05 - 08 years

### 2.13 . Prepaid expenses

The expenses incurred but related to operating results of several fiscal years are recorded as prepaid expenses and are allocated to the operating results in the following fiscal years.

The calculation and allocation of long-term prepaid expenses to operating expenses in each fiscal year should be based on the nature of those expenses to select a reasonable allocation method and criteria.

Types of prepaid expenses include:

- Tools and supplies include assets which are possessed by the Corporation in an ordinary course of business, with historical cost of each asset less than VND 30 million and therefore not eligible for recording as fixed asset under current legal regulations. The historical cost of tools and supplies are allocated on the straight-line basis from 12 months to 36 months.
- Other prepaid expenses are recorded at their historical costs and allocated on the straight-line basis from 10 months to 36 months.

### 2.14 . Payables

The payables shall be recorded in details in terms of due date, entities payable, types of currency and other factors according to the requirements for management of the Corporation. The payables shall be classified into short-term payables or long-term payables on the Consolidated Financial Statements according to their remaining terms at the reporting date.

### 2.15 . Operating lease

Operating leases is fixed asset leasing in which a significant portion of the risks and rewards of ownership are retained by the lessor. Payments made under operating leases are charged to the Statement of Income on a straight-line basis over the period of the lease.

### 2.16 . Borrowings

Borrowings shall be recorded in details in terms of lending entities, loan agreement and terms of borrowings and finance lease liabilities. In case of borrowings denominated in foreign currency, they shall be recorded in details in terms of types of currency.

### 2.17 . Borrowing costs

Borrowing costs are recognized as operating expenses in the year, in which it is incurred excepting those which are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with VAS No. 16 "Borrowing costs". Besides, regarding borrowings serving the construction of fixed assets and investment properties, the interests shall be capitalized even when the construction duration is under 12 months.

### 2.19 . Accrued expenses

Accrued expenses include payables to goods or services received from the suppliers or provided for the customers during the reporting period, but the payments for such goods or services have not been made and other payables such as a interest expenses, accrued construction work expenses, other expenses, etc. which are recorded as operating expenses of the reporting year.

The recording of accrued expenses as operating expenses during the year shall be carried out under the matching principle between revenues and expenses during the year. Accrued expenses are settled with actual expenses incurred. The difference between accrued and actual expenses is reverted.

## 2.20 . Provision for payables

Provision for payables is only recognized when meeting all of the following conditions:

- The Corporation has a present debt obligation (legal obligation or joint obligation) as a result of past events;
- It is probable that the decrease in economic benefits may lead to the requirement for debt settlement;
- Debt obligation can be estimated reliably.

Value recorded as a provision for payables is the most reasonably estimated amount required to settle the current debt obligation at the end of the fiscal year. Only expenses related to the previously recorded provision for payables shall be offset by that provision for payables.

Provisions for payables are recorded as operating expenses of the fiscal year. In case provision made for the previous fiscal year but not used up exceeds the one made for the current accounting year, the difference is recorded as a decrease in operating expenses. The excess of the provision for payables relating to construction warranty is recorded as other income in the fiscal year.

Provision for warranty obligation of construction project is estimated of 1% on value of the project with a warranty period from 1 year to 2 years from the handover date. The provision recognized in the Consolidated Statement of Financial Position represents the estimated expenses the Corporation is expected to incur for the repair or replacement of equipment during the warranty period due to unsettled contracts.

## 2.21 . Owner's equity

Owner's equity is stated at actually contributed capital of owners.

Share premium is recorded at the difference between the par value with costs directly attributable to the issuance of shares and issue price of shares (including the case of re-issuing treasury shares) and can be a positive premium (if the issue price is higher than par value and costs directly attributable to the issuance of shares) or negative premium (if the issue price is lower than par value and costs directly attributable to the issuance of shares).

Other capital is the operating capital formed from the operating results or from gifts, presents, financing, assets revaluation (if these items are allowed to be recorded as a decrease or increase in the owner's equity).

Retained earnings are used to present the Corporation's operating results (profit, loss) after corporate income tax and profits appropriation or loss handling of the Corporation.

Dividends to be paid to shareholders are recognised as a payable in Consolidated Statement of Financial Position after the announcement of dividend payment from the Board of Directors and announcement of cut-off date for dividend payment of Vietnam Securities Depository and Clearing Corporation.

## 2.22 . Revenue

Revenue is recognized to extent that it is probable that the economic benefits will flow to the Corporation and the revenue can be reliably measures regardless of when payment is being made. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, and sales returns. The following specific recognition conditions must also be met when recognizing revenue:

### *Revenue from rendering of services*

- The percentage of completion of the transaction at the Consolidated Statement of Financial Position date can be measured reliably.

*Revenue from construction contract*

- In case the construction contract specifies that the contractor shall be entitled to pay based on the progress, when the outcome of construction contract can be estimated reliably, revenue from the construction contract shall be recognized corresponding to the stage of completion determined by the Company at the reporting date irrespective of whether invoice is prepared for the progress or not and which amount is stated on the invoices.
- The construction contract stipulates that the contractor is paid based on the value of the completed work. When the construction contract's performance results can be reliably determined and confirmed by the customer, the revenue and expenses related to the contract are recognized corresponding to the portion of the work completed and confirmed by the customer during the year, as reflected in the issued invoice.

*Financial income*

Financial incomes include income from interest, dividends and other financial gains by the Corporation shall be recognised when the two conditions are satisfied:

- It is probable that the economic benefits associated with the transaction will flow to the Corporation;
- The amount of the revenue can be measured reliably.

Dividend income shall be recognised when the Corporation's right to receive dividend is established.

**2.23 . Cost of goods sold and serviced rendered**

Cost of goods sold and services rendered are cost of finished goods, merchandises, materials sold or services rendered during the year, and recorded on the basis of matching with revenue and on a prudence basis. Cases of loss of materials and goods exceeded the norm, labour cost and fixed manufacturing overheads not allocated to the value of inventory, provision for devaluation of inventory, abnormal expenses and losses of inventories after deducting the responsibility of collective and individuals concerned, etc. is recognized fully and promptly into cost of goods sold in the year even when products and goods have not been determined as sold.

**2.24 . Financial expenses**

Items recorded into financial expenses comprise:

- Expenses or losses relating to financial investment activities;
- Borrowing costs;
- Losses from sale of foreign currency, exchange loss, etc.

The above items are recorded by the total amount arising in the year without offsetting against financial income.

**2.25 . Corporate income tax**

a) Deferred income tax asset

Deferred income tax asset is recognized for deductible temporary differences and the carrying forward of unused tax losses and unused tax credits. Deferred income tax liability is recognized for taxable temporary differences.

Deferred income tax asset and Deferred income tax liability are determined based on tax rates and tax laws enacted at the end of fiscal year.

Deferred income tax asset and Deferred income tax liability shall be offset against each other when preparing the Consolidated Statement of Financial Position.

b) Current corporate income tax expense and deferred corporate income tax expense

Current corporate income tax expense is determined based on taxable income during the year and current corporate income tax rate.

Deferred corporate income tax expense is determined based on deductible temporary differences, the taxable temporary differences and corporate income tax rate.

Current corporate income tax expense and deferred corporate income tax expense are not offset against each other.

- c) Current corporate income tax rate
- In Vietnam, the Corporation applies the corporate income tax rate of 20% for the operating activities which has taxable income for the fiscal year ended as at 31 December 2023.
  - In Malaysia, the Corporation applies the corporate income tax rate of 17% for the operating activities which has taxable income on the first MYR 600,000 and 24% on taxable income exceeding MYR 600,000 for the fiscal year ended as at 31 December 2023.

## 2.26 . Related parties

The parties are regarded as related parties if that party has the ability to control or significantly influence the other party in making decisions about the financial policies and activities. The Corporation's related parties include:

- Companies, directly or indirectly through one or more intermediaries, having control over the Corporation or being under the control of the Corporation, or being under common control with the Corporation, including the Company's parent, subsidiaries and associates;
- Individuals, directly or indirectly, holding voting power of the Corporation that have a significant influence on the Company, key management personnel of the Corporation, the close family members of these individuals;
- Enterprises that the above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence on Corporation.
- In considering the relationship of related parties to serve for the preparation and presentation of the Consolidated Financial Statements, the Corporation should consider the nature of the relationship rather than the legal form of the relationship.

## 2.27 . Segment information

A segment is a distinguishable component of the Corporation that is engaged in providing an individual or group of related products or services (business segment), or providing products or services within a particular economic environment (geographical segment). Each segment is subject to risks and returns that are different from other ones.

Segment information should be prepared and presented in conformity with the accounting policies adopted for preparing and presenting the Consolidated Financial Statements of the Corporation in order to help users of financial statements better understand and make more informed judgements about the Corporation as a whole.

## 3 . CASH AND CASH EQUIVALENTS

	31/12/2023	01/01/2023
	VND	VND
Cash on hand	1,844,587,321	11,081,548
Demand deposits <sup>(1)</sup>	13,476,453,607	28,282,842,205
Cash equivalents <sup>(2)</sup>	300,000,000	4,000,000,000
	<b>15,621,040,928</b>	<b>32,293,923,753</b>

<sup>(1)</sup> As at 31/12/2023, a deposit with the amount of VND 8,468,493,500 at Ocean Commercial One Member Limited Liability Bank is currently frozen and unavailable for use due to the bank being under investigation by legal authorities. (The balance of the frozen account as at 01/01/2023 was VND 8,468,493,500).

<sup>(2)</sup> As at 31/12/2023, the cash equivalents are deposits with term of 01 month with the amount of VND 300,000,000 at Vietnam Public Joint Stock Commercial Bank at the interest rate of 4.9% per annum.

4 . FINANCIAL INVESTMENTS

Held to maturity investments

	31/12/2023		01/01/2023	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
<b>Short-term investments</b>				
- Term deposits	382,576,367	-	331,618,570	-
<b>Long-term investments</b>				
- Term deposits	-	-	202,000,000	-
	<b>382,576,367</b>	<b>-</b>	<b>533,618,570</b>	<b>-</b>

5 . SHORT-TERM TRADE RECEIVABLES

	31/12/2023		01/01/2023 (Reclassified)	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>Related parties</b>	<b>32,542,440,780</b>	<b>(11,180,388,098)</b>	<b>26,163,066,155</b>	<b>(10,767,225,082)</b>
- Fellow group subsidiaries of PetroVietnam	18,865,807,804	(5,659,488,197)	12,486,433,179	(4,363,319,379)
- Joint Venture Vietsovpetro <sup>(3)</sup>	13,676,632,976	(5,520,899,901)	13,676,632,976	(6,403,905,703)
<b>Other parties</b>	<b>206,577,797,538</b>	<b>(101,292,699,562)</b>	<b>211,758,236,972</b>	<b>(101,047,719,542)</b>
- Tecnicas Reunidas Malaysia Sdn Bhd	51,400,035,117	(51,400,035,117)	51,558,711,662	(51,558,711,662)
- Samsung Engineering (M) Sdn Bhd	30,953,210,581	-	31,450,474,406	-
- Green Resources Technology Development JSC <sup>(1)</sup>	17,922,250,000	(17,922,250,000)	17,922,250,000	(17,922,250,000)
- Orient Bio-Fuels Co., Ltd <sup>(2)</sup>	21,323,374,635	(21,323,374,635)	21,323,374,635	(21,323,374,635)
- Others	84,978,927,205	(10,647,039,810)	89,503,426,269	(10,243,383,245)
	<b>239,120,238,318</b>	<b>(112,473,087,660)</b>	<b>237,921,303,127</b>	<b>(111,814,944,624)</b>

Detail information of trade receivables according to the progress of large backlog projects are as follows:

- (1) In 2013, the Corporation was assigned by the owner, Green Resources Technology Development JSC, to be the general contractor to build a wind power plant in Con Dao District with a total investment of VND 345 billion. In 2014, the Corporation completed the technical design and was implementing detailed design. The project is currently in the process of connection agreement between the owner and the Southern Power Corporation as well as submitting the power purchase agreement to the Ministry of Trade and Industry and Vietnam Electricity Corporation.
- (2) This is the retention of 5% of the consulting contract for the Binh Phuoc Bio Ethanol Plant Project, in which, the Owner was Orient Bio-Fuels Co., Ltd, the general contractor was Public Toyo Thai Co., Ltd and the Corporation is the subcontractor.
- (3) This is the remainder of the Consulting contract No. 9/11/VSP05-PVE/SPMB dated on 15 October 2011 for the offshore pipeline, the onshore pipeline and stations of Block B-O Mon Gas pipeline project between Vietsovpetro Joint Venture (General contractor) and the Corporation (Subcontractor of the project). On 23/09/2024, both parties signed the Final settlement and contract liquidation record No. 35/2024/BBTLHD/VSP-PVE, with the value of the final settlement is VND 8,155,733,075 (excluding VAT).

6 . SHORT-TERM PREPAYMENTS TO SUPPLIERS

	31/12/2023		01/01/2023 (Reclassified)	
	Value VND	Provision VND	Value VND	Provision VND
<b>Other parties</b>				
- CN Industrial Co., Ltd (*)	6,218,705,543	-	6,218,705,543	-
- Basic Interior Co., Ltd	5,257,842,570	(5,257,842,570)	5,257,842,570	(5,257,842,570)
- Others	4,914,336,183	(2,300,918,170)	4,681,097,599	(1,717,317,263)
	<b>16,390,884,296</b>	<b>(7,558,760,740)</b>	<b>16,157,645,712</b>	<b>(6,975,159,833)</b>

(\*) Detailed as in Note No. 17.

7 . OTHER RECEIVABLES

	31/12/2023		01/01/2023 (Reclassified)	
	Value VND	Provision VND	Value VND	Provision VND
<b>a) Short-term</b>				
<b>a.1) Detailed by contents</b>				
- Social insurance	191,084,371	(191,084,371)	191,084,371	(191,084,371)
- Interest receivable from lendings	-	-	47,388,419	-
- Advances (*)	34,382,912,263	(8,809,948,230)	37,638,709,993	(5,969,686,160)
- Deposits	280,404,744	(10,000,000)	-	-
- Dividends and profits receivables	12,393,032,532	-	13,403,350,368	-
- Others	7,427,611,643	(7,425,070,285)	15,767,499,805	(5,055,049,115)
	<b>54,675,045,553</b>	<b>(16,436,102,886)</b>	<b>67,048,032,956</b>	<b>(11,215,819,646)</b>
<b>a.2) Detailed by objects</b>				
<b>Related parties</b>				
- PetroVietnam Gas Joint Stock Corporation	12,393,032,532	-	13,403,350,368	-
<b>Other parties</b>				
- Others	42,282,013,021	(16,436,102,886)	53,644,682,588	(11,215,819,646)
	<b>54,675,045,553</b>	<b>(16,436,102,886)</b>	<b>67,048,032,956</b>	<b>(11,215,819,646)</b>
<b>b) Long-term</b>				
- Deposits	251,980,000	-	259,704,635	-
	<b>251,980,000</b>	<b>-</b>	<b>259,704,635</b>	<b>-</b>

(\*) Receivables from employees are advances to employees of the Corporation for the purpose of performing contracts for providing design consulting services and construction at domestic and abroad.

## 8 . DOUBTFUL DEBTS

	31/12/2023		01/01/2023 (Reclassified)	
	Original cost	Recoverable value	Original cost	Recoverable value
	VND	VND	VND	VND
Total value of receivables and debts that are overdue or not due but difficult to be recovered				
+ <i>Petroleum Equipment Assembly and Metal Structure JSC</i>	991,767,809	-	991,767,809	-
+ <i>C&amp;T International Investment JSC</i>	1,212,963,112	-	1,212,963,112	-
+ <i>Green Resources Technology Development JSC</i>	17,922,250,000	-	17,922,250,000	-
+ <i>Public Toyo Thai Co., Ltd</i>	21,323,374,635	-	21,323,374,635	-
+ <i>Joint Venture Vietsovpetro</i>	13,676,632,976	8,155,733,075	13,676,632,976	7,272,727,273
+ <i>Tecnicas Reunidas Malaysia Sdn Bhd</i>	51,400,035,117	-	51,558,711,662	-
+ <i>Samsung Engineering (M) Sdn Bhd</i>	30,953,210,581	30,953,210,581	31,450,474,406	31,450,474,406
+ <i>Basic Interior Co., Ltd</i>	5,257,842,570	-	5,257,842,570	-
+ <i>Others</i>	61,858,396,691	29,019,578,549	58,683,417,101	33,348,308,489
	<b>204,596,473,491</b>	<b>68,128,522,205</b>	<b>202,077,434,271</b>	<b>72,071,510,168</b>

## 9 . INVENTORIES

	31/12/2023		01/01/2023 (Reclassified)	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw materials	-	-	2,320,000	-
Work in progress <sup>(*)</sup>	758,110,817,218	(157,963,313,323)	766,365,262,650	(158,376,809,159)
	<b>758,110,817,218</b>	<b>(157,963,313,323)</b>	<b>766,367,582,650</b>	<b>(158,376,809,159)</b>

Some projects with backlog balance as at 31/12/2023 are as follows:

	31/12/2023		01/01/2023 (Reclassified)	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
- Nghi Son - Thanh Hoa Project <sup>(1)</sup>	118,291,264,279	(116,233,343,479)	118,341,958,279	(116,284,037,479)
- Block B O Mon Project <sup>(2)</sup>	38,908,772,860	(38,908,772,860)	39,271,574,696	(39,271,574,696)
- Rapid - Malaysia Project <sup>(3)</sup>	570,000,384,428	-	575,401,690,402	-
- Others	16,688,184,183	(2,821,196,984)	16,688,184,183	(2,821,196,984)
	<b>743,888,605,750</b>	<b>(157,963,313,323)</b>	<b>749,703,407,560</b>	<b>(158,376,809,159)</b>



<sup>(1)</sup> This is the cost incurred due to the changes in the initial design of the service contract of steel structure implementation, equipment and pipeline installation for Nghi Son refinery and petrochemical plant under the Contract No. CNT-6495-SMP5A5B-001 dated 10 July 2014 between the General contractor - JGCS Consortium and the Contractor - the Corporation, the Investor - Nghi Son Refinery and Petrochemical Limited Liability Company. This project has been completed the testing phase and put into operation since August 2018. As at the date of preparation of these Consolidated Financial Statements, the remaining unsettled balance of VND 116,233,343,479 has been fully provisioned and is being submitted to the competent authorities for resolution.

<sup>(2)</sup> This is the cost incurred due to the change in the input parameters of the Consulting Contract No. 9/11/VSP05-PVE/SPMB dated 15 October 2011 for the offshore pipeline, the onshore pipeline and stations, Block B O Mon Gas pipeline Project between Vietsovetro Joint Venture - general contractor and the Corporation - contractor of the project. As at the date of this Consolidated Financial Statement, both parties signed the Final settlement and contract liquidation record. The remaining unsettled balance of VND 38,908,772,860 has been fully provided for and is currently submitted to the competent authorities for resolution. (*Detailed as in Note No. 5*)

<sup>(3)</sup> Detailed as in Note No. 40.



**10 . TANGIBLE FIXED ASSETS**

	Buildings, structures	Machinery, equipment	Vehicles, transportation equipment	Management equipment	Others	Total
	VND	VND	VND	VND	VND	VND
<b>Historical cost</b>						
Beginning balance	16,300,308,053	73,996,123,605	5,805,975,627	6,629,296,533	396,547,877	103,128,251,695
Purchase in the year	-	-	-	220,813,000	-	220,813,000
Exchange differences arising from translation of the Financial Statements	(189,599,171)	(235,497,679)	(23,617,505)	(8,309,219)	-	(457,023,574)
Liquidation, disposal	-	-	-	(282,566,442)	-	(282,566,442)
Reclassified	119,502,906	(95,171,405)	1,988,520,009	(2,012,851,509)	(1)	-
<b>Ending balance</b>	<b>16,230,211,788</b>	<b>73,665,454,521</b>	<b>7,770,878,131</b>	<b>4,546,382,363</b>	<b>396,547,876</b>	<b>102,609,474,679</b>
Beginning balance	16,300,308,053	73,969,420,088	5,649,243,872	6,629,296,533	396,547,877	102,944,816,423
Depreciation in the year	-	87,751,356	-	43,304,488	-	131,055,844
Liquidation, disposal	-	-	-	(282,566,442)	-	(282,566,442)
Exchange differences arising from translation of the Financial Statements	(189,599,171)	(235,497,679)	(23,617,505)	(8,309,219)	-	(457,023,574)
Reclassified	119,502,906	(234,301,820)	2,145,251,764	(2,030,452,849)	(1)	-
<b>Ending balance</b>	<b>16,230,211,788</b>	<b>73,587,371,945</b>	<b>7,770,878,131</b>	<b>4,351,272,511</b>	<b>396,547,876</b>	<b>102,336,282,251</b>
<b>Carrying amount</b>						
Beginning balance	-	26,703,517	156,731,755	-	-	183,435,272
<b>Ending balance</b>	<b>-</b>	<b>78,082,576</b>	<b>-</b>	<b>195,109,852</b>	<b>-</b>	<b>273,192,428</b>

*In which:*

- Cost of fully depreciated tangible fixed assets but still in use at the end of the year: VND 101,942,081,679.

11 . INTANGIBLE FIXED ASSETS

	Software VND	Total VND
<b>Historical cost</b>		
Beginning balance	11,418,938,445	11,418,938,445
<b>Ending balance</b>	<b>11,418,938,445</b>	<b>11,418,938,445</b>
<b>Accumulated depreciation</b>		
Beginning balance	11,279,296,321	11,279,296,321
- Depreciation in the year	59,895,600	59,895,600
<b>Ending balance</b>	<b>11,339,191,921</b>	<b>11,339,191,921</b>
<b>Carrying amount</b>		
Beginning balance	139,642,124	139,642,124
<b>Ending balance</b>	<b>79,746,524</b>	<b>79,746,524</b>
<b>12 . PREPAID EXPENSES</b>		
	31/12/2023 VND	01/01/2023 VND
<b>a) Short-term</b>		
- Insurance premiums	70,500,000	62,500,000
- Dispatched tools and supplies	8,459,000	2,223,341
- Others	70,129,888	133,116,830
	<b>149,088,888</b>	<b>197,840,171</b>
<b>b) Long-term</b>		
- Interior decoration and office renovation expenses	949,856,166	272,375,669
- Dispatched tools and supplies	866,589,631	280,355,207
	<b>1,816,445,797</b>	<b>552,730,876</b>

**13 . SHORT-TERM BORROWINGS**

	01/01/2023		During the year		31/12/2023	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding balance	Amount can be paid
	VND	VND	VND	VND	VND	VND
<b>a) Short-term borrowings</b>						
- Joint Stock Commercial Bank for Investment and Development of Vietnam - Binh Chanh Branch <sup>(1)</sup>	-	-	121,338,618,074	782,736,904	120,555,881,170	120,555,881,170
- Joint Stock Commercial Bank for Foreign Trade of Vietnam <sup>(2)</sup>	30,031,042,276	30,031,042,276	-	23,398,374,405	6,632,667,871	6,632,667,871
- Nam Song Hau Trading Investing Petroleum Joint Stock Company <sup>(3)</sup>	4,000,000,000	4,000,000,000	-	-	4,000,000,000	4,000,000,000
- Vietnam Joint stock Commercial Bank for Industry and Trade <sup>(4)</sup>	1,499,997,000	1,499,997,000	-	698,234	1,499,298,766	1,499,298,766
- Mr. Do Van Thanh <sup>(5)</sup>	52,515,150,000	52,515,150,000	-	6,045,322,673	46,469,827,327	46,469,827,327
- Mrs. Le Thi Dao <sup>(5)</sup>	5,000,000,000	5,000,000,000	-	-	5,000,000,000	5,000,000,000
- Other <sup>(5)</sup>	226,000,000	226,000,000	370,000,000	300,000,000	296,000,000	296,000,000
	<b>93,272,189,276</b>	<b>93,272,189,276</b>	<b>121,708,618,074</b>	<b>30,527,132,216</b>	<b>184,453,675,134</b>	<b>184,453,675,134</b>

**b) Borrowings from related parties**

	Relation	31/12/2023		01/01/2023	
		Principal	Interest	Principal	Interest
		VND	VND	VND	VND
- Mr. Do Van Thanh	Member of BOD	46,469,827,327	21,860,072,770	52,515,150,000	7,612,236,973
		<b>46,469,827,327</b>	<b>21,860,072,770</b>	<b>52,515,150,000</b>	<b>7,612,236,973</b>

**c) Overdue borrowings**

	31/12/2023		01/01/2023	
	Principal	Interest	Principal	Interest
	VND	VND	VND	VND
- Borrowings	159,826,152,209	159,990,126,594	84,275,572,457	142,526,456,795
	<b>159,826,152,209</b>	<b>159,990,126,594</b>	<b>84,275,572,457</b>	<b>142,526,456,795</b>

13 , SHORT-TERM BORROWINGS (Continued)

	Credit line	Contract term	Borrowing purpose	Interest rate	Form of guarantee	31/12/2023 VND
<b>Detail information on short-term borrowings as follows:</b>						
<b>(1) Joint Stock Commercial Bank for Investment and Development of Vietnam - Binh Chanh Branch</b>						
Official letter No. 693/BIDV.BC dated 10/07/2023, regarding the mandatory lending to fulfill the guarantee obligations under the Contract performance guarantee (which is an integral part of Credit Facility Agreement No. 08/2015/94203/HDTD dated 22/09/2015) (*)	VND 121,338,618,074	Until 11/07/2023	Mandatory lending to fulfill the guarantee obligations under the Contract performance guarantee.	12.3% per annum	Unsecured	120,555,881,170
<b>(2) Joint Stock Commercial Bank for Foreign Trade of Vietnam - Ho Chi Minh City Branch</b>						
Credit Contract No. 0035/1838/C-CTD and Credit Contract No. 0035/1838/NOKD/01 dated 28/03/2018	VND 30,000,000,000	12 months	Supplementing working capital	9% per annum	Mortgage of rights and interests arising from the BCC contract among Petroleum Engineering and Construction Consulting Corporation – Joint Stock Company, PetroVietnam Gas Joint Stock Corporation, and Phu Long Real Estate Joint Stock Company; Guarantee provided by Petroleum Engineering and Construction Consulting Corporation – Joint Stock Company under Guarantee Document No. 262/TKDK-TCKT dated 28/03/2018 issued by the Corporation.	6,632,667,871
<b>(3) Nam Song Hau Trading Investing Petroleum Joint Stock Company</b>						
Credit Contract dated 09/04/2019	VND 20,000,000,000	12 months	Supplementing working capital	9.5% per annum	Unsecured	4,000,000,000

	Credit line	Contract term	Borrowing purpose	Interest rate	Form of guarantee	31/12/2023
						VND
<b>(4) Vietnam Joint stock Commercial Bank for Industry and Trade</b>						
Credit Contract No. 0402/2019 - HDCVTL/NHCT924 - PVE dated 05/04/2019	VND 40,000,000,000	09 months from the next day of the first disbursement date	Supplementing working capital	9% per annum	Mortgage of third party's land use rights and debt collection rights arising from Economic contract No. 1265078 dated 05 March 2019 and related Contract Appendixes (if any) between the Corporation and Saipem S.P.A. under the mortgage contract No. 0504/2019/HDDDB/NHCT924-PVE dated 05/04/2019.	1,499,298,766

(5) Short-term borrowing contracts with individuals with an interest rate of 11% per annum, the overdue payment interest rate is 150% of the interest rate within the term, type of security is unsecured.

Borrowings from banks and other credit institutions are secured by the mortgage contract/ guarantee with the lender and fully registered as secured transactions.

(\*) On 03/07/2023, Joint Stock Commercial Bank for Investment and Development of Vietnam - Binh Chanh Branch ("the Bank") issued Official Letter No. 658/BIDV.BC regarding the receipt of a valid demand for payment under guarantees pursuant to Guarantee Letters No. GI21BC0636 and No. GI21BC1817 (*these guarantee letters were issued under Credit Facility Agreement No. 08/2015/94203/HĐTD dated 22/09/2015 signed between the Bank and the Corporation, which forms an integral part of the Agreement*), with the beneficiary being Tecnicas Reunidas Malaysia Sdn Bhd, for a total amount of USD 5,069,350.80. On 10/07/2023, the Bank executed a compulsory loan and recorded a debit to the Corporation to fulfill the guarantee obligations under the above-mentioned two guarantee letters. In addition to the guarantee amount paid to TRM, the Corporation is also liable for an additional USD 33,198.32 in counter-guarantee fees for the period from 16/08/2022 to 15/08/2023. The total amount of the compulsory loan disbursed by the Bank was VND 121,338,618,074, equivalent to USD 5,102,549.12 at the exchange rate of VND 23,780 per USD.

As disclosed in Note No. 40, the proceeds from the two performance guarantees totaling USD 5,069,350.80 have been confirmed by Tecnicas Reunidas Malaysia Sdn Bhd to be deducted from the joint and several obligations of the subcontractors to Tecnicas Reunidas Malaysia Sdn Bhd under the final award. Accordingly, the Corporation recognized the amount of USD 5,069,350.80, equivalent to VND 120,549,162,024, as other expenses in the fiscal year ended as at 31/12/2023.

(Detail as in Note No. 29)

14 . SHORT-TERM TRADE PAYABLES

	31/12/2023		01/01/2023	
	Outstanding balance	Amount can be paid	Outstanding balance	Amount can be paid
	VND	VND	VND	VND
<b>Related parties</b>	<b>98,854,391,589</b>	<b>98,854,391,589</b>	<b>100,242,220,211</b>	<b>100,242,220,211</b>
- Fellow group subsidiaries of PetroVietnam	98,777,977,321	98,777,977,321	100,165,805,943	100,165,805,943
- Technip Vietnam Co., Ltd	76,414,268	76,414,268	76,414,268	76,414,268
<b>Other parties</b>	<b>230,528,171,570</b>	<b>230,528,171,570</b>	<b>224,954,521,766</b>	<b>224,954,521,766</b>
- Recaa Insulation Systems SDN BHD	22,021,492,053	22,021,492,053	22,495,967,595	22,495,967,595
- Sugiko Malaysia SDN BHD	13,376,982,761	13,376,982,761	13,665,203,519	13,665,203,519
- Others	195,129,696,756	195,129,696,756	188,793,350,652	188,793,350,652
	<b>329,382,563,159</b>	<b>329,382,563,159</b>	<b>325,196,741,977</b>	<b>325,196,741,977</b>
<b>In which, unpaid overdue payables:</b>				
- PetroVietnam Gas Joint Stock Corporation	92,522,399,574	92,522,399,574	94,325,786,404	94,325,786,404
- Others	210,445,890,245	210,445,890,245	204,804,274,108	204,804,274,108
	<b>302,968,289,819</b>	<b>302,968,289,819</b>	<b>299,130,060,512</b>	<b>299,130,060,512</b>

15 . SHORT-TERM PREPAYMENTS FROM CUSTOMERS

	31/12/2023	01/01/2023
	VND	VND
<b>Related parties</b>	<b>1,522,679,770</b>	<b>1,220,596,392</b>
- Fellow group subsidiaries of PetroVietnam	417,400,000	417,400,000
- PTSC Mechanical and Construction Limited Company	1,105,279,770	803,196,392
<b>Other parties</b>	<b>3,994,511,168</b>	<b>4,145,688,756</b>
- Others	3,994,511,168	4,145,688,756
	<b>5,517,190,938</b>	<b>5,366,285,148</b>

**Petrovietnam Engineering Consultancy Joint Stock Company**

10th Floor, PV Gas Tower, No. 673 Nguyen Huu Tho Street, Nha Be District, Ho Chi Minh City

**Consolidated Financial Statements**  
for the fiscal year ended as at 31/12/2023**16 . TAXES AND OTHER PAYABLES TO THE STATE BUDGET**

	Tax receivables at the beginning of the year	Tax payables at the beginning of the year (Reclassified)	Tax payables in the year	Tax paid in the year	Exchange differences arising from translation of the Financial Statements	Tax receivable at the end of the year	Tax payable at the end of the year
	VND	VND	VND	VND	VND	VND	VND
- Value-added tax	-	1,907,426,413	6,961,013,930	5,066,935,939	(508,874)	-	3,800,995,530
- Corporate income tax	-	43,508,127,228	2,121,792,456	547,880,032	(641,838,676)	23,965,930	44,464,166,906
- Personal income tax	365,568	48,460,532,561	4,327,264,560	2,802,421,595	(864,674,988)	359,788	49,120,694,758
- Land tax and land rental	-	9,128,048,802	1,289,642,306	1,000,000,000	-	-	9,417,691,108
- Other taxes	-	1,391,245,412	326,262,731	15,428,947	-	-	1,702,079,196
- Fees, charges and other payables	-	2,960,361,263	4,000,000	4,000,000	(55,843,992)	-	2,904,517,271
	<b>365,568</b>	<b>107,355,741,679</b>	<b>15,029,975,983</b>	<b>9,436,666,513</b>	<b>(1,562,866,530)</b>	<b>24,325,718</b>	<b>111,410,144,769</b>

As at the date of this Consolidated Financial Statement, overdue tax liabilities amount to VND 95,512,615,310.

The Corporation's tax settlements are subject to examination by the tax authorities. Because the application of tax laws and regulations on many types of transactions is susceptible to varying interpretations, amounts reported in the Consolidated Financial Statements could be changed at a later date upon final determination by the tax authorities.





17 . SHORT-TERM ACCRUED EXPENSES

	31/12/2023	01/01/2023
	VND	VND
- Accrued cost of consulting and construction contracts (*)	31,486,268,864	42,432,610,544
- Others	2,443,278,532	3,519,598,238
	<b><u>33,929,547,396</u></b>	<b><u>45,952,208,782</u></b>

(\*) The accruals are mainly the value of the construction volume of the sub-contractors that have completed the acceptance but have not yet been settled and invoiced. In which, there are the accrued expenses corresponding to the advance balance for CN Industrial Company Limited in Note No. 06 with the value of VND 6,218,705,543 because the parties have not yet agreed on the value of the settlement volume.

18 . OTHER PAYABLES

	31/12/2023	01/01/2023
	VND	VND
<b>a) Short-term</b>		
- Trade union fund	3,700,621,270	3,562,407,581
- Social insurance	15,527,120,888	13,541,178,096
- Expenses source for non-business	2,513,000,000	2,513,000,000
- Mutual support and donation fund	3,172,790,076	5,792,729,271
- Interest expense	159,990,126,594	143,929,899,871
- Dividends, profits payables	43,474,577,326	43,474,577,326
- Others	16,039,039,117	13,490,790,761
	<b><u>244,417,275,271</u></b>	<b><u>226,304,582,906</u></b>
<b>b) Long-term</b>		
- Long-term deposits, collateral received	124,895,000	124,895,000
	<b><u>124,895,000</u></b>	<b><u>124,895,000</u></b>
<b>c) Unpaid overdue payables</b>		
- Interest expense	159,990,126,594	142,526,456,795
- Dividends	43,438,176,916	43,438,176,916
- Social insurance	9,300,513,231	12,944,794,347
- Others	496,944,149	496,944,149
	<b><u>213,225,760,890</u></b>	<b><u>199,406,372,207</u></b>
<b>d) In which: Other payables to related parties</b>		
- Vietnam National Petroleum Group	2,513,000,000	2,513,000,000
	<b><u>2,513,000,000</u></b>	<b><u>2,513,000,000</u></b>

19 . PROVISIONS FOR SHORT-TERM PAYABLES

	31/12/2023	01/01/2023
	VND	VND
- Provision for construction warranty	-	2,800,771,675
	<b><u>-</u></b>	<b><u>2,800,771,675</u></b>

**20 . OWNER'S EQUITY****a) Changes in owner's equity**

	Contributed capital	Share premium	Other capital	Exchange rate differences (Reclassified)	Development and investment fund	Retained earnings (Reclassified)	Non-Controlling interest (Reclassified)	Total
	VND	VND	VND	VND	VND	VND	VND	VND
<b>Beginning balance of the previous year</b>	<b>250,000,000,000</b>	<b>11,421,558,415</b>	<b>1,600,295,812</b>	<b>2,211,685,677</b>	<b>24,754,339,515</b>	<b>(289,176,117,168)</b>	<b>6,391,192,040</b>	<b>7,202,954,291</b>
Profit for the previous year	-	-	-	-	-	11,291,304,605	156,775,603	11,448,080,208
Exchange differences arising from translation of the Financial Statements	-	-	-	(8,358,851,825)	-	-	(22,787,078)	(8,381,638,903)
Profit distribution	-	-	-	-	165,960,695	(357,045,284)	-	(191,084,589)
Other increase, decrease	-	-	-	-	-	(123,726,442)	(49,053,483)	(172,779,925)
<b>Ending balance of the previous year</b>	<b>250,000,000,000</b>	<b>11,421,558,415</b>	<b>1,600,295,812</b>	<b>(6,147,166,148)</b>	<b>24,920,300,210</b>	<b>(278,365,584,289)</b>	<b>6,476,127,082</b>	<b>9,905,531,082</b>
<b>Beginning balance of the current year</b>	<b>250,000,000,000</b>	<b>11,421,558,415</b>	<b>1,600,295,812</b>	<b>(6,147,166,148)</b>	<b>24,920,300,210</b>	<b>(278,365,584,289)</b>	<b>6,476,127,082</b>	<b>9,905,531,082</b>
Loss for this year	-	-	-	-	-	(137,619,942,384)	136,411,329	(137,483,531,055)
Exchange differences arising from translation of the Financial Statements	-	-	-	(9,733,364,182)	-	-	11,145,375	(9,722,218,807)
Other increase, decrease	-	-	-	-	(500)	500	-	-
<b>Ending balance of the current year</b>	<b>250,000,000,000</b>	<b>11,421,558,415</b>	<b>1,600,295,812</b>	<b>(15,880,530,330)</b>	<b>24,920,299,710</b>	<b>(415,985,526,173)</b>	<b>6,623,683,786</b>	<b>(137,300,218,780)</b>

b) Details of contributed capital

	Rate	31/12/2023	Rate	01/01/2023
	%	VND	%	VND
Vietnam Oil and Gas Group	29.00%	72,500,000,000	29.00%	72,500,000,000
Technip Geoproduction Sdh Bhd	10.00%	25,000,000,000	10.00%	25,000,000,000
Others	61.00%	152,500,000,000	61.00%	152,500,000,000
	<b>100%</b>	<b>250,000,000,000</b>	<b>100%</b>	<b>250,000,000,000</b>

c) Capital transactions with owners

	Year 2023	Year 2022
	VND	VND
Owner's contributed capital		
- At the beginning of the year	250,000,000,000	250,000,000,000
- At the end of the year	250,000,000,000	250,000,000,000

d) Share

	31/12/2023	01/01/2023
Quantity of Authorized issuing shares	25,000,000	25,000,000
Quantity of issued shares		
- Common shares	25,000,000	25,000,000
Quantity of outstanding shares in circulation		
- Common shares	25,000,000	25,000,000
Par value per share: VND 10,000		

e) Corporation's reserves

	31/12/2023	01/01/2023
	VND	VND
Development and investment fund	24,920,299,710	24,920,300,210
	<b>24,920,299,710</b>	<b>24,920,300,210</b>

21 . EXCHANGE DIFFERENCES

	Year 2023	Year 2022
	VND	VND
Beginning balance of the year	(6,147,166,148)	2,211,685,677
Decrease in the year	(9,733,364,182)	(8,358,851,825)
- Due to the translation of the Financial Statements from foreign currency to VND	(9,733,364,182)	(8,358,851,825)
Ending balance of the year	<b>(15,880,530,330)</b>	<b>(6,147,166,148)</b>

**22 . OFF STATEMENT OF FINANCIAL POSITION ITEMS AND OPERATING LEASE COMMITMENT**

**a) Operating leased assets**

The Corporation is the lessee under operating lease contracts. As at 31/12/2023, total future lease payables under operating lease contracts are presented as follows:

	31/12/2023	01/01/2023
	VND	VND
- Under 1 year	8,985,930,675	7,323,360,640
- From 1 year to 5 years	1,053,248,250	1,553,400,600
	<b><u>10,039,178,925</u></b>	<b><u>8,876,761,240</u></b>

**b) Foreign currencies**

	31/12/2023	01/01/2023
- US Dollar (USD)	1,733.31	12,099.57
- Malaysian Ringgit (RM)	68,323.54	69,066.78

**23 . TOTAL REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES**

	Year 2023	Year 2022
	VND	VND
Revenue from engineering consultancy services	100,576,760,835	65,925,960,921
Revenue from construction contract	45,201,458,113	171,951,212,429
Revenue from survey service	29,978,818,239	33,920,763,878
	<b><u>175,757,037,187</u></b>	<b><u>271,797,937,228</u></b>
In which: Revenue from related parties (Detailed as in Note No. 38)	<b><u>66,358,832,433</u></b>	<b><u>45,666,696,937</u></b>

**24 . COST OF GOODS SOLD**

	Year 2023	Year 2022
	VND	(Reclassified) VND
Cost of engineering consultancy services	67,186,829,565	57,825,841,560
Cost of construction contract	35,490,889,396	182,030,221,222
Cost of survey service	27,921,371,326	30,790,480,350
Reversal provision for devaluation of inventories	(413,495,836)	-
	<b><u>130,185,594,451</u></b>	<b><u>270,646,543,132</u></b>

25 . FINANCIAL INCOME

	Year 2023	Year 2022
	VND	VND
Interest income, interest from lendings	442,977,016	393,464,766
Dividends, profits received	-	1,850,752,987
Gain on exchange difference in the year	931,422,579	117,047,069
Gain on exchange difference at the year - end	256,666,839	408,016,295
Gain from transferring contributed capital in BCC (*)	-	153,573,961,802
	<b>1,631,066,434</b>	<b>156,343,242,919</b>
In which: Financial expenses paid to related parties	-	155,424,714,789

(Detailed in Note No. 38)

(\*) Gain from transferring contributed capital in the business cooperation for the Dragon Tower office building project, detailed in Note No. 07.

26 . FINANCIAL EXPENSES

	Year 2023	Year 2022
	VND	VND
Interest expenses	18,366,444,229	29,667,905,399
Loss on exchange difference in the year	2,975,201	2,431,667
Other financial expenses	614,207	21,752,617
	<b>18,370,033,637</b>	<b>29,692,089,683</b>
In which: Financial expenses paid to related parties	<b>8,553,636,960</b>	<b>7,612,236,973</b>

(Detailed in Note No. 38)

27 . GENERAL ADMINISTRATIVE EXPENSES

	Year 2023	Year 2022 (Reclassified)
	VND	VND
Raw materials	711,001,345	1,192,693,993
Labour expenses	12,254,888,557	13,059,533,355
Depreciation expenses	103,200,088	145,755,788
Provisions expenses	7,032,478,092	20,632,594,026
Taxes, fees and charges	6,000,000	6,000,000
Expenses of outsourcing services (*)	7,428,852,642	55,750,412,243
Other expenses in cash	9,398,186,067	11,674,702,976
	<b>36,934,606,791</b>	<b>102,461,692,381</b>
In which: Expenses purchased from related parties	<b>6,348,307,845</b>	<b>48,406,565,354</b>

(Detailed as in Note No. 38)

(\*) Expenses of outsourcing services in 2022 include additional office rental payable to PetroVietnam Gas Joint Stock Corporation, detailed as in Note No. 40a.

28 . OTHER INCOME

	Year 2023	Year 2022
	VND	VND
Gain from liquidation, disposal of fixed assets	6,363,636	127,686,364
Reversal provision for construction warranty	2,800,771,675	-
Others	221,957,000	131,955,717
	<b><u>3,029,092,311</u></b>	<b><u>259,642,081</u></b>

29 . OTHER EXPENSES

	Year 2023	Year 2022
	VND	VND
Obligations fulfilled according to the final ruling of the International Commercial Arbitration (*)	120,549,162,024	-
Arbitration fees for International Commercial Arbitration	7,312,275,505	-
Fines	2,559,236,856	2,917,394,618
Others	184,768,723	809,556,702
	<b><u>130,605,443,108</u></b>	<b><u>3,726,951,320</u></b>

(\*) Detailed as in Note No. 13 and No. 40.

30 . CURRENT CORPORATE INCOME TAX EXPENSE

	Year 2023	Year 2022 (Reclassified)
	VND	VND
Current corporate income tax expense in Parent Company	1,909,254,304	464,121,120
Current corporate income tax expense in subsidiaries	212,538,152	699,455,642
	<b><u>2,121,792,456</u></b>	<b><u>1,163,576,762</u></b>

31 . DEFERRED CORPORATE INCOME TAX

	Year 2023	Year 2022 (Reclassified)
	VND	VND
Deferred CIT expense relating to taxable temporary difference	62,852,417	7,937,187,718
Deferred CIT expense relating to reversal of deferred income tax assets	315,958,806	4,667,906,278
Deferred CIT income arising from deductible temporary difference	(601,494,158)	(3,343,205,254)
Deferred CIT income arising from reversal of deferred income tax liabilities	(94,060,521)	-
	<b><u>(316,743,456)</u></b>	<b><u>9,261,888,742</u></b>

### 32 . BASIC EARNINGS PER SHARE

Basic earnings per share distributed to common shareholders of the Corporation are calculated as follows:

	Year 2023	Year 2022 (Reclassified)
	VND	VND
Net profit after tax	(137,619,942,384)	11,291,304,605
Profit distributed to common shares	(137,619,942,384)	11,291,304,605
Average number of outstanding common shares in circulation in the year	25,000,000	25,000,000
<b>Basic earnings per share</b>	<b>(5,505)</b>	<b>452</b>

The Corporation has not planned to make any distribution to Bonus and welfare funds and Allowance for Executive Board from the net profit after tax at the date of the preparing the Consolidated Financial Statements.

As at 31 December 2023, the Corporation does not have shares with dilutive potential for earnings per share.

### 33 . BUSINESS AND PRODUCTIONS COST BY ITEMS

	Year 2023	Year 2022 (Reclassified)
	VND	VND
Raw materials	4,936,738,226	11,473,431,898
Labour expenses	89,522,518,657	105,128,794,154
Depreciation expenses	190,951,444	349,043,712
Expenses of outsourcing services	44,183,325,138	139,718,862,743
Other expenses in cash	23,186,907,639	28,343,015,857
	<b>162,020,441,104</b>	<b>285,013,148,364</b>

### 34 . FINANCIAL INSTRUMENTS

#### Financial risk management

Financial risks that the Corporation may face risks including: market risk, credit risk and liquidity risk. The Corporation has developed its control system to ensure the reasonable balance between cost of incurred risks and cost of risk management. The Board of Management of the Corporation is responsible for monitoring the risk management process to ensure the appropriate balance between risk and risk control.

#### Market risk

The Corporation may face with the market risk such as: changes in exchange rates, interest rates.

#### Exchange rate risk:

The Corporation bears the risk of interest rates due to the transaction made in a foreign currency other than VND such as: borrowings, revenue, cost...

#### Interest rate risk:

The Corporation bears the risk of interest rates due to the fluctuation in fair value of future cash flow of a financial instrument in line with changes in market interest rates if the Corporation has term deposits or demand deposits, borrowings and debts subject to floating interest rates. The Corporation manages interest rate risk by analyzing the market competition situation to obtain interest beneficial for its operation purpose.

**Credit risk**

Credit risk is the risk of financial loss to the Corporation if a counterparty fails to perform its contractual obligations. The Corporation has credit risk from operating activities (mainly to trade receivables) and financial activities (including deposits, loans and other financial instruments).

	Under 1 year VND	From 1 to 5 years VND	Over 5 years VND	Total VND
<b>As at 31/12/2023</b>				
Cash and cash equivalents	13,776,453,607	-	-	13,776,453,607
Trade and other receivables	164,886,093,325	251,980,000	-	165,138,073,325
	<b>178,662,546,932</b>	<b>251,980,000</b>	<b>-</b>	<b>178,914,526,932</b>
<b>As at 01/01/2023</b>				
Cash and cash equivalents	32,282,842,205	-	-	32,282,842,205
Trade and other receivables	181,938,571,813	259,704,635	-	182,198,276,448
	<b>214,221,414,018</b>	<b>259,704,635</b>	<b>-</b>	<b>214,481,118,653</b>

**Liquidity risk**

Liquidity risk is the risk that the Corporation has trouble in settlement of its financial obligations due to the lack of funds. Due date for payment of financial liabilities based on expected payment under the contracts (based on cash flow of the original debts) as follows:

	Under 1 year VND	From 1 to 5 years VND	Over 5 years VND	Total VND
<b>As at 31/12/2023</b>				
Borrowings and debts	184,453,675,134	-	-	184,453,675,134
Trade and other payables	573,799,838,430	124,895,000	-	573,924,733,430
Accrued expenses	33,929,547,396	-	-	33,929,547,396
	<b>792,183,060,960</b>	<b>124,895,000</b>	<b>-</b>	<b>792,307,955,960</b>
<b>As at 01/01/2023</b>				
Borrowings and debts	93,272,189,276	-	-	93,272,189,276
Trade and other payables	551,501,324,883	124,895,000	-	551,626,219,883
Accrued expenses	45,952,208,782	-	-	45,952,208,782
	<b>690,725,722,941</b>	<b>124,895,000</b>	<b>-</b>	<b>690,850,617,941</b>

The Corporation believes that risk level of loan repayment is controllable. The Corporation has the ability to pay due debts from cash flows from its operating activities and cash received from mature financial assets.



**35 . ADDITIONAL INFORMATION FOR THE ITEMS OF THE CONSOLIDATED STATEMENT OF CASH FLOWS**

	Year 2023	Year 2022
	VND	VND
a) <b>Proceeds from borrowings during the year</b>		
Proceeds from ordinary contracts	121,708,618,074	-
b) <b>Actual repayments on principal during the year</b>		
Repayment on principal from ordinary contracts	30,527,132,216	287,950,529,470

**36 . SUBSEQUENT EVENTS AFTER THE FISCAL YEAR**

On 10/01/2025, the major shareholder - Technip Energies (M) SDN BHD sold 2,500,000 shares to Mr. Ta Duc Tien – Chairman of the Board of Directors of the Corporation.

Except from events disclosed at Note No. 05, No. 09 and No. 40 there have been no significant events occurring after the fiscal year, which would require adjustments or disclosures to be made in the Consolidated Financial Statements.

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37 . SEGMENT REPORTING

Under business fields:

	Engineering consultancy services	Construction	Others	Grand total
	VND	VND	VND	VND
Net revenue from sales to external customers	100,576,760,835	45,201,458,113	29,978,818,239	175,757,037,187
<b>Profit from business activities</b>	<b>33,389,931,270</b>	<b>9,710,568,717</b>	<b>2,470,942,749</b>	<b>45,571,442,736</b>
The total cost to acquire fixed assets	220,813,000	-	-	220,813,000
Segment assets	455,114,463,666	204,538,674,692	135,655,529,875	795,308,668,234
Unallocated assets				7,073,742,767
<b>Total assets</b>	<b>455,114,463,666</b>	<b>204,538,674,692</b>	<b>135,655,529,875</b>	<b>802,382,411,001</b>
Segment liabilities	537,732,295,838	241,668,986,399	160,281,347,543	939,682,629,781
<b>Total liabilities</b>	<b>537,732,295,838</b>	<b>241,668,986,399</b>	<b>160,281,347,543</b>	<b>939,682,629,781</b>

Under geographical areas:

	Domestic	Export	Exclude	Grand total
	VND	VND	VND	VND
Net revenue from sales to external customers	180,766,448,321	-	(5,009,411,134)	175,757,037,187
Segment assets	282,575,251,159	588,150,049,007	(75,416,631,932)	795,308,668,234



### 38 . TRANSACTION AND BALANCES WITH RELATED PARTIES

List and relation between related parties and the Corporation are as follows:

Related parties	Relation
Vietnam Oil and Gas Group (PetroVietnam)	Major shareholder
PetroVietnam Gas Joint Stock Corporation	Related party of Major shareholder
Technip Vietnam Company Limited	Related party of Major shareholder
Joint Venture Vietsovpetro	Related party of Major shareholder
Mr. Do Van Thanh	Member of the Board of Directors

During the fiscal year, the Corporation has the transactions and balances with related parties as follows:

	Year 2023	Year 2022
	VND	VND
<b>Revenue from sales of goods and rendering of services</b>	<b>66,358,832,433</b>	<b>45,666,696,937</b>
- Fellow group subsidiaries of Petro Vietnam	66,358,832,433	45,666,696,937
<b>Purchases of goods or services</b>	<b>6,348,307,845</b>	<b>48,406,565,354</b>
- Fellow group subsidiaries of Petro Vietnam	6,348,307,845	48,406,565,354
<b>Interest from business cooperation</b>	-	<b>1,850,752,987</b>
- Fellow group subsidiaries of Petro Vietnam	-	1,850,752,987
<b>Interest expenses</b>	<b>8,553,636,960</b>	<b>7,612,236,973</b>
- Mr. Do Van Thanh	8,553,636,960	7,612,236,973
<b>Gain from transferring contributed capital in BCC</b>	-	<b>153,573,961,802</b>
- PetroVietnam Gas Joint Stock Corporation	-	153,573,961,802

Transactions with other related parties:

	Position	Year 2023	Year 2022
		VND	VND
<b>Remuneration of key management personnel</b>			
Mr. Ta Duc Tien	Chairman (Appointed on 14/01/2025)	-	-
Mr. Le Huu Bon	Chairman (Resigned on 08/01/2025)	8,000,000	213,353,409
Mr. Do Van Thanh	Member of BoD	-	220,553,410
Mr. Ngo Ngoc Thuong	Member of BoD (Appointed on 08/01/2025)	758,634,000	650,545,195
Mrs. Tran Nguyen Cam Ly	General Director Member of BoD (Appointed on 08/01/2025)	-	-
Mr. Nguyen Xuan Nguyen	Independent member of BoD (Appointed on 08/01/2025)	-	-
Mr. Dinh Van Dinh	Member of BoD (Resigned on 08/01/2025)	-	21,600,000
Mr. Tran Nguyen Song Han	Member of BoD (Resigned on 26/05/2023)	8,000,000	21,600,000
Mr. Nguyen Ngoc Hai	Member of BoD (Resigned on 26/05/2023)	-	14,400,000
Mr. Fong Nyuk Loon	Member of BoD (Resigned on 08/01/2025)	-	21,600,000

	Position	Year 2023	Year 2022
		VND	VND
Mr. Le Thai Thanh	Independent member of BoD (Resigned on 08/01/2025)	-	-
Mr. Le Viet Hoai	Deputy General Director (Term ended on 06/02/2023)	216,739,772	544,333,995
Mr. Bui Huu Giang	Head of the Board of Supervision (Appointed on 08/01/2025)	10,000,000	27,000,000
Mr. Nguyen Hoc Hai	Head of the Board of Supervision (Resigned on 08/01/2025)	-	28,913,227
Mrs. Nguyen Thi Kim Yen	Head of the Board of Supervision (Appointed on 08/01/2025)	-	
Mrs. Le Thi Nga	Head of the Board of Supervision (Resigned on 26/05/2023)	5,000,000	13,500,000

In addition to the above related parties transactions, other related parties did not have any transactions during the year and have no balance at the end of the fiscal year with the Corporation.

### 39 . GUARANTEE COMMITMENT

#### At PetroVietnam Engineering Consultancy Joint Stock Company

As at 31 December 2023 and 01 January 2023, the Corporation involved in non-cancelable guarantee commitment for borrowings at a commercial bank ("the Lender") to its subsidiaries ("the Borrowers"). Upon that, the Corporation has obligations to repay the principals, interest charged, guarantee expenses and other related expenses to the Lender in case the Borrowers can not fulfill its liabilities or make late payments. Details of guaranteed borrowings are as follows:

	Guarantee limit
	VND
PVE Oil Gas Project Management Consultancy Joint Stock Company	80,000,000,000
PVE Oil Gas Survey Consultancy Joint Stock Company	30,000,000,000

### 40 . OTHER INFORMATION

#### a) Adjusting rental expenses payable to PetroVietnam Gas Joint Stock Corporation

On 11/05/2022, Petrovietnam Engineering Consultancy Joint Stock Company ("PVE") and Petrovietnam Gas Joint Stock Company ("GAS") signed Memorandum of Agreement on office rent adjustment for the period from 2011 to 2013, with following details:

- On 25/04/2009, parties including PetroVietnam Gas Joint Stock Corporation, Petrovietnam Engineering Consultancy Joint Stock Company and Phu Long Real Estate Corporation signed Business Cooperation Contract ("BCC") to contribute capital to construct and operate Dragon Tower office building project, detailed as in Note No. 07. According to signed BCC, after finishing the construction of the project, completing the settlement of investment capital, finalization construction and other procedures in order to fully meet the conditions to put the project into operation, the parties agree to assign GAS as the Administrator to develop plans to manage and operate the project according to the right purposes.
- Upon the completion of the Project, PVE signed lease contracts with GAS to rent a part of the building to use as offices with unit price from the period from 2011 to 2013 at USD 17 per square meter per month, not including value-added tax.

- According to the Announcement No. 1651/KVN-VP dated 08 August 2016 issued by GAS, BCC parties's rent unit price for the period from 2011 to 2013 was adjusted to USD 3 per square meter per month not including value added tax. In accordance with this announcement, PVE adjusted rental expense for the period from 2011 to 2013, however, GAS has not yet made an adjustment due to waiting for consultation from the competent authority regarding the adjustment of issued invoices.
- As at the reporting date, the competent authority has not yet provided any response regarding the aforementioned matter. Therefore, to ensure the rights and interests of the parties under the BCC contract, pursuant to the Memorandum of Agreement signed on 11/05/2022, PVE and GAS agreed to apply the office rental unit price for the period from 2011 to 2013 at USD 17 per square meter per month, excluding value-added tax. Accordingly, the additional amount payable by PVE to GAS is VND 46,863,111,387, including additional rental expenses recognized in the 2022 consolidated income statement of VND 42,602,828,534 and value-added tax of VND 4,260,282,853.

The office rental at PV Gas Tower and service fees for 2023 were agreed upon by both parties according to Appendix No. 21 dated 31/03/2023 and Appendix No. 22 dated 30/06/2023, with amount of VND 491,033,025 per month, excluding value-added tax.

#### **b) Commercial dispute with general contractor Tecnicas Reunidas Malaysia Sdn Bhd**

In 2017, the Corporation and its subsidiary - Petrovietnam Engineering (Malaysia) Sdn. Bhd ("subcontractors"), were subcontractors for the general contractor, Tecnicas Reunidas Malaysia Sdn Bhd, to execute the Rapid Petronas package 3 contract (ELME) dated 19 January 2016 for the Rapid refinery and petrochemical complex (Malaysia). The investor of the project is Pengerang Refining Company Sdn Bhd.

By 2019, the subcontractors have completed their scope of work. However, during the contract execution, there were many work items arising out of the main contract, as well as the unit price and quantity of work changed from the original estimate, but the general contractor - Tecnicas Reunidas Malaysia Sdn Bhd ("TRM") did not accept to settlement. Therefore, the subcontractors have been processing procedures to get involvement of the Economic Arbitration in Malaysia according to Documents No. AIAC/D/ADJ-2665-2019 dated 17/07/2019 and No. AIAC/D/ADJ-2680-2019 on 17/07/2019.

The Economic Arbitration in Malaysia issued a verdict dated 19/12/2019 rejecting the claim of the Corporation for the case No. AIAC/D/ADJ-2665-2019 and verdict dated 09/12/2019 approving the claim of the Corporation for the case No. AIAC/D/ADJ-2680-2019.

However, TRM disagreed with the verdict of the Arbitrator dated 09/12/2019 and lodged to Construction Court of the High Court in Malaysia, as well as lodged the case to International Chamber of Commerce Arbitration (ICC) in Switzerland for dispute settlement.

Under the Final Award issued 20/03/2023, the ICC Arbitral Tribunal ruled that:

- + The subcontractors are jointly and severally liable to TRM for the total amount of USD 25,324,202.10;
- + TRM is liable to the subcontractors for the total amount of USD 8,155,623.31;

Hence, upon deduction of the awarded counterclaim amounts, the total net amount that the subcontractors are jointly and severally liable to pay TRM shall be USD 17,168,578.79 with the interest at 5% per year. On 10/07/2023, the subcontractors paid USD 5,069,350.8 to TRM by guarantee of Joint Stock Commercial Bank for Investment and Development of Vietnam - Binh Chanh Branch (equivalent to VND 120.55 billion, detailed as in Note No. 13). At the preparing date of these Consolidated Financial Statements, obligation to pay under the final award is USD 12,099,227.99 equivalent to VND 295.52 billion (excluding late payment interest) which has not been recorded by the Corporation in the Consolidated Financial Statements.

On 26/04/2024 TRM made the application for recognition and enforcement in Vietnam of the Foreign Arbitral Award to People's Court of Ho Chi Minh City in order to request the People's Court of Ho Chi Minh City to grant recognition and enforcement of Final Award in Vietnam and to order the subcontractors to pay TRM total amount of USD 15,923,376.07, equivalent to VND 388,848,843,629 (including interest until 11/03/2024 of USD 3,824,148.08). At the preparing date of these Consolidated Financial Statements, the People's Court of Ho Chi Minh City had decided to accept the case and was in the process of reviewing the request.

**c) Dispute with shareholders**

A group of shareholders owning 10.42% of the charter capital of the Petrovietnam Engineering Consultancy Joint Stock Company that represented by Mr. Do Van Thanh has filed a complaint against a number of individuals of the Board of Directors and the Board of Management of the Corporation on the act of holding the Annual General Meeting of Shareholders in 2020 is illegal. According to the Appeal Judgment No. 505/2023/QDDSP-PT dated 25/04/2023, the People's Court of Ho Chi Minh City decided to annul Resolution No. 11/NQ-TKDK-DHDCD passed on 29/04/2022 and Resolution No. 29/NQ-TKDK-DHDCD passed on 30/06/2022 by the Corporation. The Corporation has implemented the contents according to the Appeal Judgment of the People's Court of Ho Chi Minh City.

**d) Results of lawsuits over property borrowing contracts**

According to the Civil Appeal Judgment No. 544/2023/KDTM-PT dated 8 May 2023, the People's Court of Ho Chi Minh City decided to force the Petrovietnam Engineering Consultancy Joint Stock Company to pay Mr. Do Van Thanh the debt as at 10/01/2023 of VND 67,448,723,046, including the principal of VND 52,595,150,000 and the interest due of VND 6,296,762,405 and the late interest of VND 8,556,810,641 according to the Lending Contract No. 01/HDKT/PVE-DVTHANH dated 15/01/2019 and Lending Contract No. 04/HDKT/PVE-DVTHANH dated 10/03/2019. From 11/01/2023, the Corporation must continue to pay late payment interest on the principal debt at the interest rate agreed upon in the contracts until the principal debt is fully paid.

According to the Civil Appeal Judgment No. 08/2024/KDTM-PT dated 16/01/2024, the People's Court of Ho Chi Minh City decided to force the Petrovietnam Engineering Consultancy Joint Stock Company to pay Mrs. Le Thi Dao the debt as at 29/08/2023 of VND 7,124,771,581, including the principal of VND 5,000,000,000 and late interest of VND 2,124,771,581 according to the Lending Contract 15/08/2019. From 30/08/2023, the Corporation must continue to pay late interest on the principal at the interest rate agreed upon in the contracts until the principal is fully paid.

The outstanding principal and interest, late payment interest that the Corporation must pay to Mr. Do Van Thanh and Mrs. Le Thi Dao as at 01/01/2023 and 31/12/2023 are presented as in Notes No. 13 and No. 18.

**41 . COMPARATIVE FIGURES**

The comparative figures are figures in the Consolidated Financial Statements for the fiscal year ended as at 31 December 2022, which was audited by AASC Auditing Firm Company Limited.

In 2023, based on the Final Award of the International Commercial Arbitration Council regarding the dispute presented as in Note No. 40b, the Board of Management found that the estimate of the recoverability of the relevant receivables and the corresponding provisions at the time of preparing the Consolidated Financial Statements of previous years did not fully reflect the risk of impairment of these items.

In addition, the Financial Statements for the year 2022 of the subsidiaries also included adjustments and reclassifications of certain items. Accordingly, the figures in the Consolidated Financial Statements for the year 2022 were restated as follows:

Code	Note	Items	Figures in the previous Consolidated Financial Statement	Adjusted figures	Difference
			VND	VND	VND
		<b>Consolidated Statement of Financial Position</b>			
131		Short-term trade receivables	238,796,371,147	237,921,303,127	(875,068,020)
137	(*)	Provision for short-term doubtful debts	(78,371,128,531)	(130,005,924,103)	(51,634,795,572)
141		Inventories	766,440,790,872	766,367,582,650	(73,208,222)
262		Deferred income tax assets	8,448,793,161	3,503,718,836	(4,945,074,325)

Code	Note	Items	Figures in the previous Consolidated Financial Statement VND	Adjusted figures VND	Difference VND
<b>Consolidated Statement of Financial Position (continued)</b>					
313		Taxes and other payables to the State budget	111,409,052,661	107,355,741,679	(4,053,310,982)
314		Payables to employees	24,664,975,596	24,722,975,596	58,000,000
315		Short-term accrued expenses	46,275,123,292	45,952,208,782	(322,914,510)
319		Other short-term payables	226,276,102,656	226,304,582,906	28,480,250
322		Bonus and welfare funds	4,508,125,138	4,699,209,727	191,084,589
417		Exchange rate differences	(7,511,696,704)	(6,147,166,148)	1,364,530,556
418		Development and investment fund	24,754,339,515	24,920,300,210	165,960,695
421		Retained earnings	(223,521,286,625)	(278,365,584,289)	(54,844,297,664)
429		Non – Controlling interests	6,591,806,155	6,476,127,082	(115,679,073)
<b>Consolidated Statement of Income</b>					
11		Cost of goods sold	270,573,334,910	270,646,543,132	73,208,222
26	(**)	General administrative expenses	106,288,983,681	102,461,692,381	(3,827,291,300)
51		Current corporate income tax expense	5,216,887,744	1,163,576,762	(4,053,310,982)
52		Deferred corporate income tax expense	5,386,568,847	9,261,888,742	3,875,319,895
62		Profit after tax attributable to non-controlling interest	173,968,777	156,775,603	(17,193,174)
70		Basic earnings per share	294	452	158
<b>Consolidated Statement of Cash Flows</b>					
01		Profit before tax	18,119,462,634	21,873,545,712	3,754,083,078
03		Provisions	24,546,365,576	20,632,594,026	(3,913,771,550)
10		Increase, decrease in inventories	67,302,804,651	67,376,012,873	73,208,222
11		Increase, decrease in payables (excluding interest payable, corporate income tax payable)	966,911,922	1,053,392,172	86,480,250

(\*) An adjustment was made to reduce the provision for doubtful debts in the Consolidated Statement of Income for the year 2022 by VND 3,913,771,550. Simultaneously, an adjustment was made to increase the provision for doubtful debts in the Consolidated Statement of Income for the year 2021 by VND 55,548,567,122. As a result, the item Provision for short-term doubtful debts increased and Retained earnings decreased in the Consolidated Statement of Financial Position as at 31/12/2022 with amount of VND 51,634,795,572.

(\*\*) An adjustment was made to reduce the provision for doubtful debts in the Consolidated Statement of Income for the year 2022 by VND 3,913,771,550. At the same time, an adjustment was made to increase labor and social insurance expenses for 2022 at a subsidiary by VND 86,480,250. As a result, General administrative expenses in the Statement of Income for 2022 decreased by VND 3,827,291,300.

Preparer



Le Quang Thang

Chief accountant



Nguyen Khắc Chương

Ho Chi Minh City, 14 April 2025

General Director



Ngo Ngọc Thuong