

PHARBACO CENTRAL PHARMACEUTICAL JSC NO.1

CONSOLIDATED FINANCIAL STATEMENTS

THE FIRST QUARTER OF 2025

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HÀ NỘI, THÁNG 04 NĂM 2025

## STATEMENT OF THE BOARD OF MANAGEMENT

We, the members of the Board of Management of Pharbaco Central Pharmaceutical JSC No.1 (the "Company") submits this report together with the Company's Consolidated financial statements for the accounting period from January 1, 2025 to March 31, 2025.

### **Boards of Directors and boards of Management**

The members of the Boards of Directors and Boards of Management of the Company who held office for the accounting period from January 1, 2025 to March 31, 2025 and to the date of this report are as follows:

#### *Boards of Directors*

Mr. Vu Hong Khoa	Chairman
Mr. To Thanh Hung	Member
Ms. Nguyen Thi Thu Ha	Member
Mr. Nguyen Dinh Tuan	Member
Ms. Luu Quynh Mai	Member

#### *Boards of Management*

Mr. To Thanh Hung	Chief Executive Officer
Ms. Ha Thi Thanh Hoa	Deputy Chief Executive Officer
Mr. Nguyen Van Quang	Deputy Chief Executive Officer
Ms. Nguyen Thi Thu Ha	Deputy Permanent Chief Executive Officer

### **Responsibilities of the Board of Management**

The Board of Management of the Company is responsible for preparing the consolidated financial statements, which give a true and fair view of the financial position of the Company, and its financial performance and its cash flows during the period in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to the preparation and presentation of consolidated financial statements. In preparing these consolidated financial statements, the Board of Management is required to:

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

## STATEMENT OF THE BOARD OF MANAGEMENT

*(Continued)*

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

The Board of Management confirms that the Company has complied with the above requirements in preparing these consolidated financial statements.

*For and on behalf of the Board of Management,*

PHARBACO CENTRAL PHARMACEUTICAL JSC NO.1



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Nguyen Thi Thu Ha

Deputy Permanent Chief Executive Officer

*(Power of attorney No. 01/2021/UQ-PHARBACO dated January 7, 2021)*

Hanoi, April 25, 2025

Mẫu số B 01 - DN

CONSOLIDATED BALANCE SHEET

As at 31 March 2024

Đơn vị tính: VND

ASSETS	Codes	Notes	31/03/2025	01/01/2025
<b>A CURRENT ASSETS</b>	<b>100</b>		<b>748,278,074,515</b>	<b>777,700,050,219</b>
<b>I Cash and cash equivalents</b>	<b>110</b>	<b>V.1.</b>	<b>164,164,058,120</b>	<b>228,457,616,692</b>
1 Cash	111		164,164,058,120	228,457,616,692
2 Cash equivalents	112		-	-
<b>II Short-term financial investments</b>	<b>120</b>	<b>V.</b>	<b>-</b>	<b>-</b>
1 Held-to-maturity investments	123		-	-
<b>III Short-term receivables</b>	<b>130</b>		<b>204,276,756,052</b>	<b>206,668,011,494</b>
1 Short-term trade receivables	131	V.3.	200,301,026,924	211,124,937,554
2 Short-term advances to suppliers	132	V.4.	59,243,665,293	50,768,678,408
3 Other short-term receivables	136	V.5.	5,142,166,659	5,184,498,356
4 Provision for short-term doubtful debts	137		(60,410,102,824)	(60,410,102,824)
<b>IV Inventories</b>	<b>140</b>		<b>218,470,557,147</b>	<b>181,198,323,077</b>
1 Inventories	141	V.7.	218,579,313,116	181,307,079,046
2 Provision for devaluation of inventories	149		(108,755,969)	(108,755,969)
<b>V Other short-term assets</b>	<b>150</b>		<b>161,366,703,196</b>	<b>161,376,098,956</b>
1 Short-term prepayments	151	V.11.	3,154,191,158	3,635,354,640
2 Value added tax deductibles	152		157,973,593,413	157,740,744,316
3 Taxes and other receivables from the State	153	V.14.	238,918,625	-
<b>B NON-CURRENT ASSETS</b>	<b>200</b>		<b>2,465,581,012,293</b>	<b>2,389,916,323,016</b>
<b>I Long-term receivables</b>	<b>210</b>		<b>219,411,409,918</b>	<b>156,854,697,592</b>
1 Other long-term receivables	216	V.5.	219,411,409,918	156,854,697,592
<b>II Fixed assets</b>	<b>220</b>		<b>128,178,489,443</b>	<b>135,410,988,399</b>
1 Tangible fixed assets	221	V.8.	81,220,107,265	87,482,750,362
- Cost	222		559,317,096,007	559,317,096,007
- Accumulated depreciation	223		(478,096,988,742)	(471,834,345,645)
2 Intangible assets	227	V.9.	46,958,382,178	47,928,238,037
- Cost	228		57,227,979,082	57,227,979,082
- Accumulated amortisation	229		(10,269,596,904)	(9,299,741,045)
<b>IV Long-term assets in progress</b>	<b>240</b>	<b>V.10.</b>	<b>2,112,030,984,530</b>	<b>2,089,555,485,887</b>
1 Long-term construction in progress	242		2,112,030,984,530	2,089,555,485,887
<b>V Long-term financial investments</b>	<b>250</b>	<b>V.</b>	<b>283,853,641</b>	<b>283,853,641</b>
1 Investments in joint-ventures, associates	252		283,853,641	283,853,641
<b>VI Other long-term assets</b>	<b>260</b>		<b>5,676,274,761</b>	<b>7,811,297,497</b>
1 Long-term prepayments	261	V.11.	5,676,274,761	7,811,297,497
<b>TOTAL ASSETS (270=100+200)</b>	<b>270</b>		<b>3,213,859,086,808</b>	<b>3,167,616,373,235</b>



Mẫu số B 01 - DN

CONSOLIDATED BALANCE SHEET

As at 31 March 2024

(Continued)

Đơn vị tính: VND

RESOURCES	Codes	Notes	31/03/2025	01/01/2025
<b>C LIABILITIES</b>	<b>300</b>		<b>1,924,446,610,659</b>	<b>1,897,891,373,284</b>
<b>I Current liabilities</b>	<b>310</b>		<b>1,002,873,705,843</b>	<b>976,318,468,468</b>
1 Short-term trade payables	311	V.12.	187,192,274,326	174,563,722,890
2 Short-term advances from customers	312	V.13.	175,555,697,878	149,576,264,685
3 Taxes and amounts payable to the State budget	313	V.14.	7,960,715,934	4,890,201,326
4 Payables to employees	314		8,505,744,214	14,713,709,889
5 Short-term accrued expenses	315	V.15.	10,829,048,502	5,099,275,741
6 Other current payables	319	V.16.	5,834,808,552	6,026,920,376
7 Short-term loans and obligations under finance	320	V.17.	606,440,858,208	620,893,815,332
8 Bonus and welfare funds	322		554,558,229	554,558,229
<b>II Long-term liabilities</b>	<b>330</b>		<b>921,572,904,816</b>	<b>921,572,904,816</b>
1 Other long-term payables	337	V.16.	1,720,600,000	1,720,600,000
2 Long-term loans and obligations under finance	338	V.17.	919,558,016,888	919,558,016,888
3 Deferred tax liabilities	341	V..	294,287,928	294,287,928
<b>D EQUITY</b>	<b>400</b>		<b>1,289,412,476,149</b>	<b>1,269,724,999,951</b>
<b>I Owner's equity</b>	<b>410</b>	<b>V.18.</b>	<b>1,289,412,476,149</b>	<b>1,269,724,999,951</b>
1 Owner's contributed capital	411		1,132,999,020,000	1,132,999,020,000
- Ordinary shares carrying voting rights	411a		1,132,999,020,000	1,132,999,020,000
2 Share premium	412		25,731,363,636	25,731,363,636
3 Investment and development fund	418		38,505,239,661	38,505,239,661
4 Retained earnings	421		84,716,814,986	65,028,588,865
- Retained earnings accumulated to the prior year end	421a		65,028,588,865	43,343,785,822
- Retained earnings of the current year	421b		19,688,226,121	21,684,803,043
5 Non-controlling shareholder interests	429		7,460,037,866	7,460,787,789
<b>TOTAL RESOURCES (440=300+400)</b>	<b>440</b>		<b>3,213,859,086,808</b>	<b>3,167,616,373,235</b>

Hanoi, April 25, 2025

PHARBACO CENTRAL PHARMACEUTICAL JSC NO.1

Preparer

Chief Accountant

Deputy Permanent Chief Executive Officer



Tran Thi Bich Loan



Nguyen Duc Canh



Nguyen Thi Thu Ha

(Power of attorney No. 01/2021/UQ-  
PHARBACO dated January 7, 2021)

FORM B 02 - DN

CONSOLIDATED INCOME STATEMENT

For the first quarter of 2025

Unit: VND

Items	Codes	Notes	From 01/01/2025 to 31/03/2025	From 01/01/2024 to 31/03/2024
1. Gross revenue from goods sold and services rendered	01	VI.1.	220,408,034,712	238,607,727,215
2. Deductions	02		818,667	
3. Net revenue from goods sold and services rendered (10=01-02)	10		220,407,216,045	238,607,727,215
4. Cost of sales	11	VI.2.	173,778,786,984	190,910,435,924
5. Gross profit from goods sold and services rendered (20=10-11)	20		46,628,429,061	47,697,291,291
6. Financial income	21	VI.3.	366,237,463	416,502,978
7. Financial expenses	22	VI.4.	2,481,401,507	7,567,087,363
<i>In which: Interest expense</i>	23		8,532,280,134	8,837,634,151
8. Selling expenses	25	VI.7.	1,289,409,046	1,153,017,366
9. General and administration expenses	26	VI.7.	23,488,513,757	25,386,828,218
10. Operating profit {30=20+(21-22)-(25+26)}	30		19,735,342,214	14,006,861,322
11. Other income	31	VI.5.	29,376,594	792,695
12. Other expenses	32	VI.6.	77,242,610	292,671,231
13. Profit from other activities (40= 31-32)	40		(47,866,016)	(291,878,536)
14. Accounting profit before tax (50=30+40)	50		19,687,476,198	13,714,982,786
15. Current corporate income tax expense	51			-
16. Deferred corporate tax expense	52		-	
17. Net profit after corporate income tax (60=50-51-52)	60		19,687,476,198	13,714,982,786
18. Profit after tax of shareholders of parent company	61		19,688,226,121	13,716,395,728
19. Profit after tax of non-controlling shareholder	62		(749,923)	(1,412,942)
20. Basic earnings per share	70		174	121

Hanoi, April 25, 2025

Preparer

Chief Accountant

PHARBACO CENTRAL PHARMACEUTICAL JSC NO.1

Deputy Permanent Chief Executive Officer

Tran Thi Bich Loan

Nguyen Duc Canh

Nguyen Thi Thu Ha

(Power of attorney No. 01/2021/UQ-  
PHARBACO dated January 7, 2021)

**CONSOLIDATED CASH FLOW STATEMENT**

*(Using the indirect method)*

*For the first quarter of 2025*

Đơn vị tính: VND

Items	Codes	Accumulated from the beginning of the year to the end of the first quarter of 2025	Accumulated from the beginning of the year to the end of the first quarter of 2024
<b>I. Cash flows from operating activities</b>			
1. Profit before tax	01	19,687,476,198	13,714,982,786
2. Adjustments for:			
- Depreciation and amortisation of fixed assets and investment properties	02	7,232,498,956	7,486,430,945
- Provisions	03	-	(7,771,626,067)
- Foreign exchange (gain)/ loss arising from translating foreign currency items	04	-	-
- (Gain)/loss from investing activities	05	(10,907,136)	(115,104,820)
- Interest expense	06	8,532,280,134	8,837,634,151
3. Operating profit before movements in working capital	08	35,441,348,152	22,152,316,995
- Increase, decrease in receivables	09	(60,637,224,606)	(213,781,108,394)
- Increase, decrease in inventories	10	(37,272,234,070)	31,328,579,991
- Increase, decrease in payables (excluding accrued loan interest and corporate income tax payable)	11	36,002,322,084	45,294,713,134
- Increase, decrease in prepaid expenses	12	2,616,186,218	1,399,567,905
- Interest paid	14	(3,490,968,313)	(11,511,996,405)
- Corporate income tax paid	15	-	(11,500,000,000)
Net cash generated by/(used in) operating activities	20	(27,340,570,535)	(136,617,926,774)
<b>II. Cash flows from investing activities</b>			
1. Acquisition and construction of fixed assets and other long-term assets	21	(22,475,498,643)	(32,376,419,749)
2. Proceeds from sale, disposal of fixed assets and other long-term assets	22	-	-
3. Cash outflow for lending, buying debt instruments of other entities	23	-	-
4. Cash recovered from lending, selling debt instruments of other entities	24	-	-
5. Interest earned, dividends and profits received	27	10,907,136	134,161,781
Net cash generated by/(used in) investing activities	30	(22,464,591,507)	(32,242,257,968)



**CONSOLIDATED CASH FLOW STATEMENT**

*(Using the indirect method)*

*For the first quarter of 2025*

*(tiếp theo)*

**III. Cash flows from financing activities**

1. Proceeds from share issue and owners' contributed capital	31	-	-
2. Proceeds from borrowings	33	165,765,746,915	70,726,908,422
3. Repayment of borrowings	34	(180,218,704,039)	(90,062,930,415)
4. Repayment of obligations under finance leases	35	-	-
5. Dividends and profits paid	36	(35,439,406)	(12,875,000)
<i>Net cash generated by/(used in) financing activities</i>	<i>40</i>	<i>(14,488,396,530)</i>	<i>(19,348,896,993)</i>
<i>Net increase/(decrease) in cash (50=20+30+40)</i>	<i>50</i>	<i>(64,293,558,572)</i>	<i>(188,209,081,735)</i>
<i>Cash and cash equivalents at the beginning of the period</i>	<i>60</i>	<i>228,457,616,692</i>	<i>206,216,639,888</i>
<i>Effects of changes in foreign exchange rates</i>	<i>61</i>	<i>-</i>	
<i>Cash and cash equivalents at the end of the period (70 = 50+60+61)</i>	<i>70</i>	<i>164,164,058,120</i>	<i>18,007,558,153</i>

Hanoi, April 25, 2025

PHARBACO CENTRAL PHARMACEUTICAL JSC NO.1

Preparer

Chief Accountant

Deputy Permanent Chief Executive Officer



Tran Thi Bich Loan



Nguyen Duc Canh



Nguyen Thi Thu Ha

*(Power of attorney No. 01/2021/UQ-PHARBACO dated January 7, 2021)*



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

I. Characteristics of business operations

1. Form of capital ownership

Pharbaco Central Pharmaceutical Joint Stock Company No. 1 (hereinafter referred to as the "Company") was formerly Central Pharmaceutical Factory No. 1, under the Vietnam Pharmaceutical Enterprises Union (now the Vietnam Pharmaceutical Corporation). It was established pursuant to Decision No. 401/BYT-QĐ dated April 22, 1993, issued by the Minister of Health. Central Pharmaceutical Factory No. 1 was converted into Pharbaco Central Pharmaceutical Joint Stock Company No. 1 pursuant to Decision No. 286/QĐ-BYT dated January 25, 2007, and Decision No. 2311/QĐ-BYT dated June 27, 2007, issued by the Minister of Health. The Company has been operating under Business Registration Certificate No. 0103018671 since July 25, 2007. The Company has undergone 20 amendments to its Business Registration Certificate (now referred to as the Enterprise Registration Certificate).

According to Enterprise Registration Certificate No. 0100109032, amended for the 20th time on March 21, 2025, the Company's charter capital is 1,132,999,020,000 VND (One trillion, one hundred thirty-two billion, nine hundred ninety-nine million, twenty thousand Vietnamese dong) and the legal representative of the Company is Mr. To Thanh Hung, General Director.

The Company has registered for trading common shares on the UPCOM Stock Exchange since November 18, 2019, pursuant to Decision No. 767/QĐ-SGDHN issued by the Hanoi Stock Exchange. The Company's stock code is PBC, with a total of 113,299,902 outstanding shares.

2. Business areas

The Company operates in the pharmaceutical manufacturing and trading sector.

3. Business activities

- Manufacturing pharmaceuticals, chemical drugs, and medicinal herbs;
- For conditional business sectors, the Company operates only when meeting the legal requirements;

**Head Office:** No. 160 Ton Duc Thang, Dong Da District, Ha Noi City.

4. Normal production and business cycle

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

5. The Company's structure

*List of Directly Controlled Subsidiaries*

The Company only invests in one subsidiary, Viet My Advanced Pharmaceutical Joint Stock Company (formerly Noi Bai Trading and Warehousing Joint Stock Company), headquartered in Thach Loi Village, Thanh Xuan Commune, Soc Son District, Hanoi. The main business activity of this subsidiary is warehouse and goods storage services. As of the end of the accounting period, the Company's investment stake in the subsidiary is 75%, with the same proportion of voting rights and benefit rights as the capital contribution.

*List of Associated Companies*

The Company only invests in one associated company, Pharbaco central hospital No1 Joint Stock Company, headquartered at 160 Ton Duc Thang Street, Hang Bot Ward, Dong Da District, Hanoi. The main business activity of this associated company is operating general, specialized, and dental clinics. As of the end of the accounting period, the Company's investment stake in the associated company is 44%, with the same proportion of voting rights and ownership as the capital contribution.

Pharbaco central hospital No1 Joint Stock Company was dissolved according to Resolution No. 01/2021/QĐ-ĐHĐCĐ dated April 22, 2021. However, no notification regarding the termination of operations has been received from the Hanoi Department of Planning and Investment as of the present time.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

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

**II. Accounting period, currency used in accounting**

**1. Accounting period**

The financial year of the Corporation begins on January 1 and ends on December 31 of each year.

**2. Currency used in accounting**

The currency used in accounting is Vietnamese Dong ("VND"), accounting is based on the original cost principle, in accordance with Vietnamese Accounting Standards, corporate accounting regimes and legal regulations related to the preparation and presentation of consolidated financial statements.

**III. Accounting Standards And System Applied**

**1. Accounting Standards And System Applied**

The Company applies Vietnamese Accounting Standards and the Accounting regime for enterprises promulgated under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by Ministry of Finance guiding the accounting regime for enterprises and Circular No. 53/2016/TT-BTC dated 21 March 2016 by Ministry of Finance amending and supplementing some articles of Circular No. 200/2014/TT-BTC.

**2. Statement on Compliance with Accounting Standards and Accounting Regime**

The Company's consolidated financial statements are prepared and presented in compliance with the requirements of Vietnamese Accounting Standards and the current Vietnamese Enterprise Accounting Regime and legal regulations related to the preparation and presentation of consolidated financial statements.

**IV. Summary Of Significant Accounting Policies**

**1. Basis for preparing consolidated financial statements**

The consolidated financial statements include the financial statements of the Company and the financial statements of the companies controlled by the Company (subsidiaries) prepared up to December 31, 2024. Control is achieved when the Company has the power to govern the financial and operating policies of an investee company so as to obtain benefits from its activities.

All transactions and balances between companies within the same group are eliminated when consolidating the financial statements.

**2. Financial instruments**

The Circular No. 210/2009/TT-BTC dated November 6, 2009, issued by the Ministry of Finance, provides guidance on the application of International Financial Reporting Standards regarding the presentation of financial statements and disclosures for financial instruments, which has not yet been applied by the Company in the presentation of these separate financial statements.

**3. Types of exchange rates applied in accounting**

The exchange rate for converting transactions arising during the period in foreign currency is the exchange rate of the commercial bank where the Company regularly conducts transactions at the time of occurrence.

The exchange rate when revaluating foreign currency items at the time of preparing the consolidated financial statements is the exchange rate announced by the commercial bank where the company opens an account at the time of preparing the consolidated financial statements. In which:



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

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

- The exchange rate when revaluing foreign currency items classified as assets is the buying rate of the commercial bank where the Company opens a foreign currency account at the time of preparing the consolidated financial statements.
- The exchange rate when re-evaluating foreign currency items classified as liabilities is the selling rate of the commercial bank where the Company regularly conducts transactions at the time of preparing the consolidated financial statements.

**4. Estimates**

The preparation of consolidated financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the financial year (reporting period). Although these accounting estimates are based on the management's best knowledge, actual results may differ from those estimates.

**5. Cash and cash equivalents**

Cash and cash equivalents include cash on hand, demand deposits, short-term investments with original maturities of no more than 03 months, highly liquid, readily convertible to cash and subject to little risk of changes in value.

**6. Financial investments**

*Held-to-maturity investments*

Held-to-maturity investments comprise investments that the Company has the positive intent or ability to hold to maturity, including term deposits (commercial bills), bonds, preference shares which the issuer shall redeem at a certain date in the future, loans held to maturity to earn periodic interest and other held-to-maturity investments.

Held-to-maturity investments are recognized on the date of acquisition and are initially measured at cost, including the purchase price and any transaction costs. Interest income from investments held to maturity after the acquisition date is recognized in the Income Statement on an accrual basis. Interest earned before the Company holds the investment is deducted from the cost at the acquisition date.

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

When there is strong evidence that part or all of an investment may not be recovered and the amount of loss can be reliably determined, the loss is recorded in financial expenses in the period and directly reduces the investment value.

*Investments in subsidiaries, investments in associates*

*Investments in subsidiaries*

A subsidiary is an entity over which the Company has control. Control is achieved where the Company has the power to govern the financial and operating policies of an investee enterprise so as to obtain benefits from its activities

*Investments in associates*

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

Investments in subsidiaries and associates are initially recorded at cost, including the purchase price or capital contribution plus costs directly related to the investment. In case of investment in non-monetary assets, the cost of the investment is recorded at the fair value of the non-monetary assets at the time of arising.

Dividends and profits from periods prior to the purchase of the investment are recorded as a reduction in the value of the investment itself. Dividends and profits from periods subsequent to the purchase of the investment are recorded as revenue. Dividends received in the form of shares are only recorded as the number of shares increased, not the value of the shares received.

*Method of making provision for investment depreciation*

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



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

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

- For investments in subsidiaries and associates whose shares are listed on the market or whose fair value is reliably determined, provisions are made based on the market value of the shares.
  - For investments whose fair value cannot be determined at the reporting date, provisions are made at an amount equal to the difference between the actual capital contributions of the parties at the subsidiaries and associated companies and the actual equity multiplied by the Company's capital contribution ratio compared to the total actual capital contributions of the parties at the subsidiaries and associated
- Increase or decrease in the provision for investment losses in subsidiaries and associates that must be set up at the closing date of the consolidated financial statements is recorded in financial expenses.

**7. Receivables**

Receivables represent the amounts recoverable from customers or other debtors and are stated at book value less provision for doubtful. The classification of receivables is carried out according to the following principles:

- Trade receivables reflect commercial receivables arising from purchase and sale transactions between the Company.
- Other receivables reflect non-commercial receivables not related to purchase and sale transactions.

Provision for doubtful debts is made for overdue receivables stated in economic contracts, contractual commitments or debt repayment commitments that the enterprise has repeatedly requested but has not yet recovered, or receivables that the debtor is unlikely to be able to pay due to liquidation, bankruptcy or similar difficulties.

Increases and decreases in the balance of the provision for doubtful debts that must be set up at the closing date of the consolidated financial statements are recorded in business management expenses.

**8. Inventories**

Inventories are stated at the lower of cost and net realisable value. Cost comprises direct materials and where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition.

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

Inventories are valued using the weighted average method and accounted for using the perpetual inventory method.

Method of setting up inventory price reduction reserve: Inventory price reduction reserve is set up for each inventory item whose original cost is greater than its net realizable value. Increases and decreases in the inventory price reduction reserve balance required to be set up at the closing date of the consolidated financial statements are recorded in the cost of goods sold.

**9. Principles of recording and depreciation methods of fixed assets**

**9.1 Principles of recognition and depreciation methods of tangible fixed assets**

Tangible fixed assets are recorded at original cost, reflected on the Consolidated Balance Sheet according to the indicators of original cost, accumulated depreciation and residual value.

The original cost of purchased tangible fixed assets includes the purchase price (minus trade discounts or rebates), taxes and costs directly related to bringing the asset into a ready-to-use state.

The original cost of self-constructed or self-made tangible fixed assets includes the actual cost of the self-constructed or self-made tangible fixed assets and the cost of installation and trial operation.

Expenses incurred after the initial recognition of tangible fixed assets are recorded as an increase in the original cost of the asset when these expenses certainly increase future economic benefits. Expenses incurred that do not satisfy the above conditions are recorded by the Company as production and business expenses in the period.

The Company applies the straight-line depreciation method for tangible fixed assets. Tangible fixed asset accounting is classified according to groups of assets with the same nature and purpose of use in the Company's production and business activities, including:

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

Type of fixed asset	Thời gian khấu hao (năm)
Buildings and structures	06 - 30
Machinery and equipment	03 - 15
Motor vehicles	06 - 10
Office equipment	05 - 10

### 9.2 Principles of recognition and depreciation methods of intangible fixed assets

Intangible fixed assets are recorded at original cost, reflected on the Consolidated Balance Sheet according to the indicators of original cost, accumulated depreciation and residual value.

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

When fixed assets are sold for liquidation, their original cost and accumulated depreciation are written off and any gain or loss arising from their disposal is recognized as income or expense for the period.

The Company's intangible assets are computer software, virtual servers and drug formula.

#### Software program

Costs relating to computer software programs that are not an integral part of the related hardware are capitalized. The cost of computer software is the total cost incurred by the Company up to the date the software is put into use. Computer software is amortized on a straight-line basis over 08 years.

### 10. Principles for recording construction in progress costs

The Company's construction in progress costs include the construction costs of the EU GMP standard pharmaceutical factory project, the Noi Bai freight forwarding and transit center, which are recorded at historical cost. These costs include construction costs, services and other related costs in accordance with the Company's accounting policy.

### 11. Prepayments

Prepaid expenses include actual expenses that have been incurred but are related to the results of production and business activities of many accounting periods. Prepaid expenses are costs of tools and equipment issued for use awaiting allocation, repair costs and other prepaid expenses.

Tools and equipment: Tools and equipment put into use are allocated to expenses using the straight-line method over a period of 03 months to 36 months.

Fixed asset repair costs: One-time asset repair costs of large value are allocated to expenses using the straight-line method over a period of no more than 36 months.

Other prepaid expenses: Other prepaid expenses incurred once with large value are allocated to expenses by the straight-line method over a period of no more than 36 months.

### 12. Payables

Liabilities are amounts payable to suppliers and others. Liabilities include trade and other payables. Liabilities are not recorded as less than the obligation to pay.

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

- Trade payables include commercial payables arising from transactions of purchasing goods, services, assets and the seller is an independent entity from the buyer.
- Ther payables include non-commercial payables not related to the purchase, sale or provision of goods or services.

Payables are monitored in detail by each subject and payment term. Foreign currency payables are re-evaluated by the Company at the end of the period or year at the selling exchange rate of the Joint Stock Commercial Bank for Foreign Trade of Vietnam



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

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

**13. Loan recognition principles**

Loans are recorded on the basis of bank documents, contracts and loan agreements. Loans are monitored by subject and term.

**14. Principles of recognition and capitalization of borrowing costs**

Borrowing costs include interest and other costs incurred in connection with borrowing.

Borrowing costs are recognized as production and business expenses in the year when incurred, unless capitalized in accordance with the provisions of the Accounting Standard "Borrowing costs". Accordingly, borrowing costs directly related to the purchase, construction or production of assets that require a relatively long time to complete and put into use or business are added to the original cost of the asset until such time as the asset is put into use or business. Income arising from temporary investment of loans is recorded as a reduction in the original cost of the related assets. For separate loans for the construction of fixed assets, investment real estate, interest is capitalized even when the construction period is less than 12 months.

**15. Principle of recording accrued expenses**

The Company's accrued expenses include pre-deducted interest expenses, auditing expenses... which are actual expenses that have arisen in the reporting period but have not been paid due to lack of invoices or insufficient accounting records and documents, recorded in the production and business expenses of the reporting period and payables that have not arisen due to lack of recorded goods and services but are calculated in advance into the production and business expenses of this period to ensure that when they actually arise, they do not cause sudden changes in production and business expenses.

The provision for production and business expenses in the period must be calculated strictly and there must be reasonable and reliable evidence of the expenses that must be provisioned in the period, to ensure that the amount of expenses payable recorded in this account matches the actual expenses incurred.

**16. Principle of equity recognition**

Owner's equity is recorded according to the actual capital contributed by shareholders.

Share premium is recorded at the larger difference between the actual issue price and the par value of shares when issuing shares.

Undistributed profit after tax is the profit from the business's operations after deducting the current year's corporate income tax expense.

Profit after corporate income tax is distributed to shareholders after setting aside funds in accordance with the Company's Charter and legal regulations and approved by the General Meeting of Shareholders.

The distribution of profits to shareholders takes into account non-monetary items in undistributed profits after tax that may affect cash flow and the ability to pay dividends such as interest from revaluation of contributed assets, interest from revaluation of monetary items, financial instruments and other non-monetary items.

Dividends are recognized as liabilities when approved by the General Meeting of Shareholders.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

17. Principles and methods of revenue and income recognition

The Company's revenue includes revenue from sales of materials, semi-finished products (injections, pills, etc.), revenue from providing services (entrusted import-export services; office rental, warehouse rental) and interest revenue from bank deposits.

*Revenue from sales of goods and finished products*

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

- The Company has transferred to the buyer the significant risks and rewards of ownership of the products or goods;
- The Company no longer holds the right to manage the goods as the owner of the goods or the right to control the goods;
- Revenue is determined with relative certainty. When the contract stipulates that the buyer has the right to return the purchased products or goods under specific conditions, revenue is only recognized when those specific conditions no longer exist and the buyer is not entitled to return the products or goods (except in cases where the customer has the right to return the goods in exchange for other goods or services);
- The Company has obtained or will obtain economic benefits associated with the transaction; and
- Identify the costs associated with a sales transaction.

*Service revenue*

Revenue from a service transaction is recognized when the outcome of the transaction can be reliably measured. In cases where a service transaction involves multiple periods, revenue is recognized in a period based on the results of the work completed at the closing date of the financial statements of that period. The outcome of a service transaction is determined when all four (4) of the following conditions are satisfied:

- Revenue is measured reliably; When a contract provides that the buyer has the right to return the purchased services under specific conditions, revenue is recognized only when those specific conditions no longer exist and the buyer has no right to return the services provided;
- It is possible to obtain economic benefits from the transaction of providing that service;
- Determine the portion of work completed at the closing date of financial statements; and
- Identify the costs incurred for the transaction and the costs to complete the transaction to provide that service.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

*Interest Revenue*

Interest is recognized on an accrual basis, determined on the deposit account balance and the actual interest rate for each period.

Advances from customers are not recognized as revenue during the year.

The Company's other income includes income from liquidation of fixed assets and other income.

**18. Principles of financial cost accounting**

Financial expenses recorded in the separate income statement are total financial expenses incurred during the period, not offset against financial revenue, including interest expenses and exchange rate differences.

**19. Other accounting principles and methods**

**19.1 Tax obligations**

*Value Added Tax (VAT)*

The Company applies VAT declaration and calculation according to the guidance of current tax laws.

*Corporate income tax*

Corporate income tax represents the sum of current and deferred tax liabilities.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years (including losses carried forward, if any) and it further excludes items that are not taxable or deductible.

The company applies a corporate income tax rate of 20% on taxable income.

The determination of the Company's corporate income tax is based on current tax regulations. However, these regulations are subject to change from time to time and the final determination of corporate income tax depends on the results of the examination by the competent tax authority.

*Other taxes*

Other taxes and fees must be declared and paid by the enterprise to the local tax authorities according to current tax laws in Vietnam.

**V. INFORMATION SUPPLEMENTING THE ITEMS IN THE CONSOLIDATED BALANCE SHEET**

**1. CASH AND CASH EQUIVALENTS**

	31/03/2025 VND	01/01/2025 VND
Cash	164,164,058,120	228,457,616,692
<i>Cash on hand</i>	<i>2,791,153,914</i>	<i>2,716,021,955</i>
Cash on hand VND	2,614,321,161	2,539,189,202
Cash on hand USD	176,832,753	176,832,753
<i>Bank demand deposits</i>	<i>161,372,904,206</i>	<i>225,741,594,737</i>
Bank demand deposits VND	159,272,491,667	223,030,531,211
Bank demand deposits USD	2,076,294,182	2,686,900,833
Bank demand deposits EUR	24,118,357	24,162,693
Cash equivalents		-
<b>Total</b>	<b>164,164,058,120</b>	<b>228,457,616,692</b>

**PHARBACO CENTRAL PHARMACEUTICAL JSC NO.1**

Address: No. 160 Ton Duc Thang, Hang Bot Ward, Dong Da District, Hanoi City, Vietnam

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

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

**2. Financial investments**

*Equity investments in other entities*

	31/03/2025 VND	01/01/2025 VND				
	Cost	Provision	Carrying amount	Cost	Provision	Carrying amount
Investments in joint-ventures, associates	1,176,000,000	(892,146,359)	283,853,641	1,176,000,000	(892,146,359)	283,853,641
Pharbaco central hospital No1 Joint Stock Company	1,176,000,000	(892,146,359)	283,853,641	1,176,000,000	(892,146,359)	283,853,641
Total	1,176,000,000	(892,146,359)	283,853,641	1,176,000,000	(892,146,359)	283,853,641

**Summary of the operations of the associated company**

Pharbaco central hospital No1 Joint Stock Company operates under the Business Registration Certificate No. 0108606011 first issued on January 29, 2019. The business activities of Pharbaco central hospital No1 JSC are polyclinic, specialist and dentistry. On April 22, 2021, the General Meeting of Shareholders of Pharbaco central hospital No1 Joint Stock Company issued Resolution No. 01/2021/QD-DHDCD on the dissolution of the company. Therefore, the Company made a provision for 100% of the value of the investment in Pharbaco central hospital No1 Joint Stock Company.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

3. Short-term trade receivables

	31/03/2025		01/01/2025	
	VND		VND	
	Cost	Provision	Cost	Provision
<i>Short-term</i>				
Appollo Oil JSC	48,554,676,661	(33,988,273,662)	48,554,676,661	(33,988,273,662)
Vina Australia Trading JSC	944,496,000	-	-	-
Thien Y Pharmaceutical And Trading Company Limited	6,076,519,997	-	11,076,519,997	-
Phuong Phuc Pharmaceutical Chemical Company Limited	3,551,351,454		2,927,575,506	
Others	141,173,982,812	(7,050,310,169)	148,566,165,390	(7,050,310,169)
<b>Total</b>	<b>200,301,026,924</b>	<b>(41,038,583,831)</b>	<b>211,124,937,554</b>	<b>(41,038,583,831)</b>

4. Short-term advances to suppliers

	31/03/2025	01/01/2025
	VND	VND
<i>Short-term</i>		
Appollo Oil JSC	8,066,635,605	8,066,635,605
Yoosung Filling System Co., Ltd.	6,598,252,000	6,598,252,000
Qui Long Refrigeration Electrical Engineering Technology Co., Ltd	15,481,044,300	15,481,044,300
Others	29,097,733,388	20,622,746,503
<b>Total</b>	<b>59,243,665,293</b>	<b>50,768,678,408</b>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

5. Other receivables

	31/03/2025		01/01/2025	
	VND		VND	
	Cost	Provision	Cost	Provision
<b>a) Short-term</b>	<b>5,142,166,659</b>	-	<b>5,184,498,356</b>	-
Short-term collateral, deposits	899,837,397	-	898,286,197	-
Vietnam Maritime Commercial Joint Stock Bank - Thanh Xuan Branch	218,943,598	-	218,943,598	-
Saigon Thuong Tin Commercial Joint Stock Bank - Ha Dong Branch	500,000,000	-	500,000,000	-
Others	180,893,799	-	179,342,599	-
Other receivables	3,735,050,205	-	3,762,551,122	-
Accrued interest	30,219,178	-	30,219,178	-
Social insurance arrears	20,238,701	-	47,739,618	-
Others	3,684,592,326	-	3,684,592,326	-
Receivable from employees	467,013,900	-	483,395,880	-
Mr. Le Phu Duc	70,000,000	-	70,000,000	-
Ms. Do Thi Bich Hue	50,000,000	-	50,000,000	-
Mr. Nguyen Quoc Dat	50,000,000	-	50,000,000	-
Others	297,013,900	-	313,395,880	-
Debit balance of account 3388	40,265,157	-	40,265,157	-
<b>b) Long-term</b>	<b>219,411,409,918</b>	<b>19,371,518,993</b>	<b>156,854,697,592</b>	<b>19,371,518,993</b>
BV Pharma Joint Stock Company	19,371,518,993	19,371,518,993	19,371,518,993	19,371,518,993
Hai Ha Waterway Transport Company Limited	-	-	137,443,287,674	-
Pharbaco Thai Binh Pharmaceutical Joint Stock Company	200,000,000,000	-	-	-
Long - term collateral, deposits	39,890,925	-	39,890,925	-
<b>Total</b>	<b>224,553,576,577</b>	<b>19,371,518,993</b>	<b>162,039,195,948</b>	<b>19,371,518,993</b>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

6. Bad debts

	31/03/2025		01/01/2025	
	VND		VND	
	Cost	Recoverable amount	Cost	Recoverable amount
Total value of receivables that are overdue or not yet due but are unlikely to be recovered				
<i>Receivables from customers</i>				
Appollo Oil JSC	33,988,273,662		33,988,273,662	
Huong Que Trading Investment Joint	2,565,085,530		2,565,085,530	
Tien Thanh Trading and Pharmaceutical Limited Company	1,814,538,915		1,814,538,915	
Tuyen Quang Tuberculosis and Lung Disease Hospital	6,082,005	-	6,082,005	
Thanh Phuong Pharmaceutical Trading Company Limited	980,000,001		980,000,001	
Hien - Vi Pharmaceuticals Company Limited	866,127,058		866,127,058	
Phuc Sinh Pharmaceutical Company Limited	713,493,422		713,493,422	
Winvet Vietnam Joint Stock Company	48,394,552		48,394,552	
Viet Nhat International Commerce And General Services Limited Company	28,420,686		28,420,686	
Phuc Lam Company Limited	28,168,000		28,168,000	
BV Pharma Joint Stock Company	19,371,518,993		19,371,518,993	
<b>Total</b>	<b>60,410,102,824</b>		<b>60,410,102,824</b>	

7. Inventories

	31/03/2025		01/01/2025	
	VND		VND	
	Cost	Provision	Cost	Provision
Goods in transit	62,450,681	-	293,996,260	-
Raw materials	150,651,522,133	(100,876,303)	116,595,122,061	(100,876,303)
Tools and supplies	1,842,167,679		2,210,998,157	
Work in progress	23,905,525,586		21,929,047,964	
Finished goods	28,732,009,959	(7,879,666)	37,952,402,131	(7,879,666)
Merchandise	13,385,637,078		2,325,512,473	
<b>Cộng</b>	<b>218,579,313,116</b>	<b>(108,755,969)</b>	<b>181,307,079,046</b>	<b>(108,755,969)</b>



**PHARBACO CENTRAL PHARMACEUTICAL JSC NO.1**

Address: No. 160 Ton Duc Thang, Hang Bot Ward, Dong Da District, Hanoi City, Vietnam

**CONSOLIDATED FINANCIAL STATEMENTS**

*FOR THE FIRST QUARTER OF 2025*

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

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

**Increases, decreases in tangible fixed assets**

Items	Buildings and structures	Machinery and equipment	Motor vehicles	Office equipment	Unit: VND	
					Total	
<b>Cost</b>						
Balance as at January 1, 2025	126,732,541,191	413,526,075,065	14,893,321,615	4,165,158,136	559,317,096,007	
Additions						
Disposals						
Balance as at March 31, 2025	126,732,541,191	413,526,075,065	14,893,321,615	4,165,158,136	559,317,096,007	
<b>Accumulated depreciation</b>						
Balance as at January 1, 2025	91,863,641,635	365,467,027,175	12,469,698,846	2,033,977,989	471,834,345,645	
Charge for the period	1,124,411,597	4,711,994,546	257,995,619	168,241,335	6,262,643,097	
Disposals						
Balance as at March 31, 2025	92,988,053,232	370,179,021,721	12,727,694,465	2,202,219,324	478,096,988,742	
<b>Net book value</b>						
As at January 1, 2025	34,868,899,556	48,059,047,890	2,423,622,769	2,131,180,147	87,482,750,362	
As at March 31, 2025	33,744,487,959	43,347,053,344	2,165,627,150	1,962,938,812	81,220,107,265	

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

9. Increases, decreases in intangible assets

Items	Computer software, virtual servers, drug formulas	Unit: VND Cộng
Original price of intangible fixed assets		
Balance as of 01/01/2025	57,227,979,082	57,227,979,082
Additions	-	-
Balance as of 31/03/2025	57,227,979,082	57,227,979,082
Accumulated amortisation		
Balance as of 01/01/2025	9,299,741,045	9,299,741,045
Charge for the period	969,855,859	969,855,859
Balance as of 31/03/2025	10,269,596,904	10,269,596,904
Net book value		
Balance as of 01/01/2025	47,928,238,037	47,928,238,037
Balance as of 31/03/2025	46,958,382,178	46,958,382,178

10. Long-term in progress assets

	31/03/2025 VND	01/01/2025 VND
<i>Long-term construction in progress</i>		
The GMP-EU standard pharmaceutical manufacturing plant project in two phases (*)	2,085,147,813,803	2,062,672,315,160
+ PMU1	1,446,393,128,020	1,432,868,660,346
+ PMU2	638,754,685,783	629,803,654,814
Noi Bai Freight Forwarding and Transit Center Project	26,883,170,727	26,883,170,727
<b>Total</b>	<b>2,112,030,984,530</b>	<b>2,089,555,485,887</b>

(\*) This is the project for a pharmaceutical manufacturing plant meeting EU GMP standards, located in Thanh Xuan commune, Soc Son district, Hanoi City.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

11. Prepayments

	31/03/2025	01/01/2025
	VND	VND
<i>a) Short-term</i>	<i>3,154,191,158</i>	<i>3,635,354,640</i>
Tools and dies issued for consumption;	1,632,774,777	1,811,936,450
Other short - term prepayments	1,521,416,381	1,823,418,190
<i>a) Long-term</i>	<i>5,676,274,761</i>	<i>7,811,297,497</i>
Tools and dies issued for consumption;	945,791,752	1,247,323,773
Other long - term prepayments	4,730,483,009	6,563,973,724
<b>Total</b>	<b>8,830,465,919</b>	<b>11,446,652,137</b>

12. Trade payables

	31/03/2025		01/01/2025	
	VND		VND	
	Amount	Amount able to be paid off	Amount	Amount able to be paid off
<i>Short - term</i>				
Truking Technology Limited	15,461,708,700	15,461,708,700	15,461,708,700	15,461,708,700
Tien Tuan Pharmaceutical Machinery Co.Ltd	3,945,394,516	3,945,394,516	3,945,394,516	3,945,394,516
Yunnan Baiyao Group Co. LTD	490,588,590	490,588,590	490,588,590	490,588,590
Apec Import Export Trade Joint Stock Company	36,756,720	36,756,720	36,756,720	36,756,720
APC Pharmaceutical And Chemical Limited	1,126,084,560	1,126,084,560	-	-
Others	166,131,741,240	166,131,741,240	154,629,274,364	154,629,274,364
<b>Total</b>	<b>187,192,274,326</b>	<b>187,192,274,326</b>	<b>174,563,722,890</b>	<b>174,563,722,890</b>

13. Advances from customers

	31/03/2025	01/01/2025
	VND	VND
<i>Short - term</i>		
Viet Anh Medical Equipment And Pharmaceutical Joint Stock Company	13,230,590,319	13,853,016,361
Vina Australia Trading Joint Stock Company	2,467,400,000	2,467,400,000
Helios Pharmaceutical Company Limited	5,524,952,388	2,697,114,240
An Duc Pharmaceutical Company Limited	9,108,365,709	7,149,199,151
Euphar Pharmaceutical Joint Stock Company	1,515,136,716	2,272,000,000
Hmh Medical Pharmaceutical Co.,Ltd	17,905,830,857	16,682,180,840
Toan Phuc Pharmaceutical Chemical Company Limited	2,498,620,712	2,729,259,671
Others	123,304,801,177	101,726,094,422
<b>Total</b>	<b>175,555,697,878</b>	<b>149,576,264,685</b>



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

14. Taxes and amounts payable to the State budget

	01/01/2025	Amount payable during the year	Amount actually paid in the year	Đơn vị tính: VND 31/03/2025
<b>a) Payables</b>				
Corporate income tax	4,876,192,391	-	-	4,876,192,391
Personal income tax	14,008,935		14,008,935	-
Land tax, land lease fees	-	3,084,523,543		3,084,523,543
<b>Total</b>	<b>4,890,201,326</b>	<b>3,084,523,543</b>	<b>14,008,935</b>	<b>7,960,715,934</b>
<b>b) Receivables</b>				
Value Added Tax	-	10,832,559,857	10,832,559,857	-
Value Added Tax on imported goods	-	3,045,108,194	3,045,108,194	-
Import tax	-	542,520,108	542,520,108	-
Business license tax	-	5,000,000	5,000,000	-
Personal income tax	-	111,313,000	350,231,625	238,918,625
Other fees, charges, and payable amounts	-	9,976,595	9,976,595	-
<b>Total</b>	<b>-</b>	<b>14,546,477,754</b>	<b>14,785,396,379</b>	<b>238,918,625</b>

15. Accrued expenses

	31/03/2025 VND	01/01/2025 VND
<b>Short-term</b>		
Rent cost	138,757,500	
Audit fees	270,000,000	270,000,000
Interest expenses	8,818,608,658	3,777,296,837
Other expenses	1,601,682,344	1,051,978,904
<b>Total</b>	<b>10,829,048,502</b>	<b>5,099,275,741</b>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

16. Other payables

	31/03/2025	01/01/2025
	VND	VND
<i>a) Current payables</i>	<b>5,834,808,552</b>	<b>6,026,920,376</b>
Trade union fund	663,905,100	856,081,701
Short-term deposits received	1,158,620,000	1,174,020,000
Other payables	4,012,283,452	3,996,818,675
<i>Dividend payment to shareholders</i>	<i>869,233,742</i>	<i>904,673,148</i>
<i>Viet-Tiep Friendship Hospital</i>	<i>21,622,000</i>	<i>21,622,000</i>
<i>Others</i>	<i>3,121,427,710</i>	<i>3,070,523,527</i>
<i>b) Long-term payables</i>	<b>1,720,600,000</b>	<b>1,720,600,000</b>
Long-term deposits received	1,720,600,000	1,720,600,000
<i>Van Lang High School</i>	<i>1,140,000,000</i>	<i>1,140,000,000</i>
<i>Viet Land Corporation</i>	<i>500,000,000</i>	<i>500,000,000</i>
<i>Phuong Linh Export-Import &amp; Trading Limited Liability Company</i>	<i>-</i>	<i>-</i>
<i>Others</i>	<i>80,600,000</i>	<i>80,600,000</i>
<b>Total</b>	<b>7,555,408,552</b>	<b>7,747,520,376</b>

**PHARBACO CENTRAL PHARMACEUTICAL JSC NO.1**

Address: No. 160 Ton Duc Thang, Hang Bot Ward, Dong Da District, Hanoi City, Vietnam

**CONSOLIDATED FINANCIAL STATEMENTS**

FOR THE FIRST QUARTER OF 2025

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

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

**17. Loans and obligations under finance leases**

	31/03/2025		In the period		01/01/2025	
	VND		VND		VND	
	Amount	Amount able to be paid off	Increases	Decreases	Amount	Amount able to be paid off
<b>a) Short-term</b>	606,440,858,208	606,440,858,208	165,765,746,915	180,218,704,039	620,893,815,332	620,893,815,332
<b>Short-term loans</b>	480,523,858,214	480,523,858,214	165,765,746,915	143,894,138,970	458,652,250,269	458,652,250,269
Bank loan (VND)	480,523,858,214	480,523,858,214	165,765,746,915	143,894,138,970	458,652,250,269	458,652,250,269
Joint Stock Commercial Bank for Investment and Development of Vietnam - Long Bien Branch (1)	400,020,581,363	400,020,581,363	128,369,298,852	137,082,107,779	408,733,390,290	408,733,390,290
Tienphong commercial Joint Stock Bank- Hoan Kiem Branch (2)	80,503,276,851	80,503,276,851	37,396,448,063	6,812,031,191	49,918,859,979	49,918,859,979
<b>Current portion of long-term loans</b>	125,916,999,994	125,916,999,994	-	36,324,565,069	162,241,565,063	162,241,565,063
Joint Stock Commercial Bank for Investment and Development of Vietnam - Long Bien Branch	95,167,000,000	95,167,000,000		25,389,000,000	120,556,000,000	120,556,000,000
Tienphong commercial Joint Stock Bank- Hoan Kiem Branch	30,749,999,994	30,749,999,994		10,935,565,069	41,685,565,063	41,685,565,063



**PHARBACO CENTRAL PHARMACEUTICAL JSC NO.1**

**CONSOLIDATED FINANCIAL STATEMENTS**

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

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

<b>b) Long-term</b>	<b>919,558,016,888</b>	<b>919,558,016,888</b>	<b>-</b>	<b>919,558,016,888</b>	<b>919,558,016,888</b>
Joint Stock Commercial Bank for Investment and Development of Vietnam	752,700,874,004	752,700,874,004		752,700,874,004	752,700,874,004
- Long Bien Branch (3)					
Tienphong commercial Joint Stock Bank - Hoan Kiem Branch (4)	166,857,142,884	166,857,142,884		166,857,142,884	166,857,142,884
<b>Total</b>	<b>1,525,998,875,096</b>	<b>1,525,998,875,096</b>	<b>165,765,746,915</b>	<b>180,218,704,039</b>	<b>1,540,451,832,220</b>
					<b>1,540,451,832,220</b>

(1) Credit Agreement No. 02/2024/1809635/HDTD dated November 25, 2024 with Joint Stock Commercial Bank for Investment and Development of Vietnam- Long Bien Branch, with a credit limit of 420 billion VND. The credit limit is valid for 12 months from the signing date until October 30, 2025. The loan term is determined for each specific credit agreement. The interest rate is defined in each credit agreement according to the bank's interest rate policy at the time. The loan is intended to supplement the Company's working capital (including loans, issuing guarantees, opening LCs) to support the Company's production and business activities.

(2) Credit contract No. 04/2025/HDTD/HGM dated January 13, 2025 with Tien Phong Commercial Joint Stock Bank - Hoan Kiem Branch with a credit limit of VND 100 billion. The credit limit is granted for 12 months from the date of signing the contract. The loan term is determined according to each specific credit contract. The interest rate is determined according to each specific credit contract according to the bank's interest rate regime from time to time. The purpose of the loan is to supplement working capital for the Company's production and business activities.

(3) These are the loan agreements with Joint Stock Commercial Bank for Investment and Development of Vietnam- Long Bien Branch, as follows:

- Credit Agreement No. 01/2021/1809635/HDTD dated January 11, 2021, with a credit limit of 400 billion VND. The loan term is 96 months, starting from the day following the first disbursement. The interest rate is determined according to the bank's regulations at the time of disbursement. The loan purpose is to issue LCs for legitimate and reasonable costs to proceed with Phase II of the GMP-EU standard pharmaceutical manufacturing plant project (PMU2). Collateral is the entire property formed from the loan and self-capital at the Phase 2 investment project (PMU2).

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

- Credit Agreement No. 02/2022/1809635/HDTĐ dated September 29, 2022, with a credit limit of 450 billion VND. The loan term is 72 months, starting from the day following the first disbursement. The interest rate is determined according to the bank's regulations at the time of disbursement. The loan purpose is to repay the self-capital that was invested in Phase I of the GMP-EU standard pharmaceutical manufacturing plant project (PMU1).
- Credit Agreement No. 03/2022/1809635/HDTĐ dated August 30, 2022, with a maximum credit limit of 247 billion VND, but not exceeding the actual principal balance of the loan at Saigon Thuong Tin Commercial Joint Stock Bank - Ha Dong Branch at the time of disbursement by BIDV. The loan term follows the existing repayment schedule of the loan at Saigon Thuong Tin Commercial Joint Stock Bank - Ha Dong Branch but does not exceed July 8, 2026. The interest rate is determined according to the bank's regulations at the time of disbursement. The loan purpose is to early repay the entire outstanding principal of the loan financing Phase I of the GMP-EU standard pharmaceutical manufacturing plant project (PMU1) at Saigon Thuong Tin Commercial Joint Stock Bank - Ha Dong Branch. Collateral includes the entire property formed from the loan and self-capital at the Phase I investment project (PMU1), as well as other assets currently mortgaged at Saigon Thuong Tin Commercial Joint Stock Bank - Ha Dong Branch.

(4) These are the loan agreements with Tien Phong Commercial Joint Stock Bank - Hoan Kiem Branch, as follows:

- Long-term loan agreement No. 18/2021/HDTĐ/HGM/03 dated April 28, 2021, with a loan amount of 27 billion VND. The loan term is a maximum of 84 months from the first disbursement date. The interest rate is defined in each debt acknowledgment document from the customer. The loan is intended for the payment of investment costs for the rooftop solar power project on the customer's factory roof in Thach Loi Village, Soc Son, Hanoi. Collateral is specified in the Mortgage Agreement No. 18/2021/HĐBĐ/HGM/04 dated April 28, 2021.
- Loan agreement No. 31/2023/HDTĐ/HGM/01 dated March 14, 2023, with a loan amount of 198 billion VND. The loan term is 84 months from the first disbursement date. The interest rate is defined in each debt acknowledgment document from the customer. The loan is intended to supplement the Company's medium-term capital. The collateral for this loan is specified in the individual mortgage agreements signed between the Company and the bank.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

18. Equity

a) Movement in owner's equity

Unit: VND

Items	Owner's contributed capital	Share premium	Retained earnings	Total
Balance as at January 1, 2024	1,132,999,020,000	25,731,363,636	43,343,785,822	1,219,182,278,016
Capital increase during the year		-	-	-
Profit from the previous year	-	-	21,684,803,043	21,684,803,043
Distribution of funds	-	-		-
Dividend distribution				-
Balance as at December 31, 2024	1,132,999,020,000	25,731,363,636	65,028,588,865	1,240,867,081,059
Capital increase during the year		-	-	-
Profit for the current year	-	-	19,688,226,121	19,688,226,121
Distribution of funds	-	-		-
Dividend distribution	-	-		-
Balance as at March 31, 2025	1,132,999,020,000	25,731,363,636	84,716,814,986	1,260,555,307,180

b) Details of owner's investment capital

	31/03/2025 VND	01/01/2025 VND
Vietnam Pharmaceutical Corporation	58,707,830,000	58,707,830,000
Reliv Pharma Company Limited	14,217,330,000	14,217,330,000
Hai Ha Waterway Transport Company Limited	412,000,000,000	412,000,000,000
Hai Minh Hung Transportation Construction Investment Company Limited	139,420,660,000	171,388,660,000
Dai Hai Ha Petro Company Limited	154,500,000,000	154,500,000,000
Phap Van Agriculture Material Joint Stock Company	206,000,000,000	206,000,000,000
Others	148,153,200,000	116,185,200,000
<b>Total</b>	<b>1,132,999,020,000</b>	<b>1,132,999,020,000</b>

c) Capital transactions with owners and distribution of dividends, profit sharing

	Current period VND	Prior period VND
<b>Owner's contributed capital</b>		
Capital contribution at the beginning of the year	1,132,999,020,000	1,132,999,020,000
Capital increase during the year		
Capital decrease during the year	-	-
Capital contribution at the end of the year	1,132,999,020,000	1,132,999,020,000
<b>Dividends and profits distributed</b>	-	-

d) Shares

	31/03/2025 Cổ phiếu	01/01/2025 Cổ phiếu
Number of shares registered for issuance	113,299,902	113,299,902
Number of shares issued to the public	113,299,902	113,299,902
- Ordinary shares	113,299,902	113,299,902
Number of outstanding shares in circulation	113,299,902	113,299,902
- Ordinary shares	113,299,902	113,299,902



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

Par value of outstanding shares: 10,000 VND per share

f) Company's funds

Item	01/01/2025	Increase during the year	Decrease during the year	Đơn vị tính: VND 31/03/2025
Development investment fund	38,505,239,661	-	-	38,505,239,661
<b>Total</b>	<b>38,505,239,661</b>	<b>-</b>	<b>-</b>	<b>38,505,239,661</b>

\* The purpose of setting up and using the company's funds.

- The company's development investment fund is established from the portion of profit after corporate income tax and is used to supplement the company's charter capital through investments to expand production and business scale or to deepen the business's investment. It complies with the provisions of the company's charter.

19. Off balance sheet items

	31/03/2025	01/01/2025
<i>Foreign currencies</i>		
USD	89,449.81	113,410.70
Cash on hand	7,003.00	7,003.00
Bank demand deposits	82,446.81	106,407.70
EUR	923.60	925.30
Bank demand deposits	923.60	925.30

VI. Information supplementing the items in the consolidated income statement

1. Gross revenue from goods sold and services rendered

	From 01/01/2025 to 31/03/2025	From 01/01/2024 to 31/03/2024
	VND	VND
<i>a) Revenue</i>		
Revenue from sales of goods and	33,246,045,858	80,584,589,164
Sales of finished products	185,029,661,480	155,735,277,136
Service revenue	2,132,327,374	2,287,860,915
<b>Total</b>	<b>220,408,034,712</b>	<b>238,607,727,215</b>

2. Cost of sales

	From 01/01/2025 to 31/03/2025	From 01/01/2024 to 31/03/2024
	VND	VND
Cost of merchandise sold	31,174,808,111	79,618,946,991
Cost of finished goods sold	142,603,978,873	110,687,576,397
Damaged goods handling		8,375,538,603
Provision for inventory devaluation		(7,771,626,067)
<b>Total</b>	<b>173,778,786,984</b>	<b>190,910,435,924</b>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

3. Financial income

	From 01/01/2025 to 31/03/2025	From 01/01/2024 to 31/03/2024
	VND	VND
Bank interest	10,907,136	115,104,820
Exchange rate differences arising during the period	355,330,327	301,398,158
<b>Total</b>	<b>366,237,463</b>	<b>416,502,978</b>

4. Financial expenses

	From 01/01/2025 to 31/03/2025	From 01/01/2024 to 31/03/2024
	VND	VND
Interest expense	8,532,280,134	8,837,634,151
Exchange rate difference loss arising during the period	(6,050,878,627)	(1,270,546,788)
<b>Total</b>	<b>2,481,401,507</b>	<b>7,567,087,363</b>

5. Other income

	From 01/01/2025 to 31/03/2025	From 01/01/2024 to 31/03/2024
	VND	VND
Other income	29,376,594	792,695
<b>Total</b>	<b>29,376,594</b>	<b>792,695</b>

6. Other expenses

	From 01/01/2025 to 31/03/2025	From 01/01/2024 to 31/03/2024
	VND	VND
Pay administrative fines and late tax payment	9,976,595	
Other expenses	67,266,015	292,671,231
<b>Total</b>	<b>77,242,610</b>	<b>292,671,231</b>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

7. Selling expenses and general and administration expenses

	From 01/01/2025 to 31/03/2025	From 01/01/2024 to 31/03/2024
	VND	VND
<i>a) Selling expenses</i>	<i>1,289,409,046</i>	<i>1,153,017,366</i>
Employee costs	643,457,780	706,012,348
Cost of materials and packaging	7,710,293	22,739,083
Cost of tools and supplies	4,733,636	1,130,000
Fixed asset depreciation costs	4,647,186	4,647,186
Outsourcing service costs	345,980,207	130,018,272
Other cash expenses	282,879,944	288,470,477
<i>b) General and administration expenses</i>	<i>23,488,513,757</i>	<i>25,386,828,218</i>
Management staff costs	12,313,687,773	13,389,006,096
Management material costs	492,059,725	851,395,589
Office supplies costs	538,046,655	854,564,723
Fixed asset depreciation costs	1,751,416,658	2,071,161,450
Taxes, fees and charges	3,692,677,035	3,765,864,663
Outsourcing service costs	2,320,456,323	2,782,951,148
Other cash expenses	2,380,169,588	1,671,884,549
<b>Total</b>	<b>24,777,922,803</b>	<b>26,539,845,584</b>

VII. Additional information for items presented in the separate consolidated statement of cash flows

1. Actual amounts of borrowings received during the year

	From 01/01/2025 to 31/03/2025	From 01/01/2024 to 31/03/2024
	VND	VND
Proceeds from borrowings under normal contracts	165,765,746,915	70,726,908,422
<b>Total</b>	<b>165,765,746,915</b>	<b>70,726,908,422</b>

2. Actual amounts of principal paid during the year

	From 01/01/2025 to 31/03/2025	From 01/01/2024 to 31/03/2024
	VND	VND
Repayment of borrowings under normal contracts	180,218,704,039	90,062,930,415
<b>Total</b>	<b>180,218,704,039</b>	<b>90,062,930,415</b>



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

VII. Other information

Comparative information

The data is taken from the audited Consolidated Financial Statements by International Auditing Company Limited for the fiscal year ending December 31, 2024, and the Consolidated Financial Statements for the First Quarter of 2024 prepared by Pharbaco central pharmaceutical JSC No.1.

Hanoi, April 25, 2025

PHARBACO CENTRAL PHARMACEUTICAL JSC NO.1

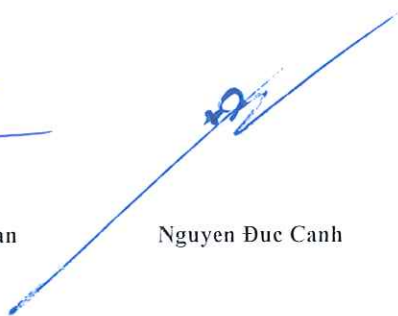
Preparer

Chief Accountant

Deputy Permanent Chief Executive Officer



Tran Thi Bich Loan



Nguyen Duc Canh



Nguyễn Thị Thu Hà

(Power of attorney No. 01/2021/UQ-PHARBACO  
dated January 7, 2021)