

**NGAN SON JOINT STOCK COMPANY**

**REVIEWED INTERIM FINANCIAL STATEMENTS**

For the period from 01 January 2025 to 30 June 2025

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## BOARD OF DIRECTOR'S REPORT

The Board of Directors of Ngan Son Joint Stock Company (the "Company") presents this Report together with the reviewed interim financial statements of the Company for the period from 01 January 2025 to 30 June 2025.

### Board of Directors and Executive Board

The members of the Board of Directors and the Management Board who managed the Company during the period and as at the date of this Report include:

- Mr. Hoang Anh Tuan	Chairman
- Mr. Nguyen Chi Thanh	Member, Director
- Mr. Tran Van Thanh	Member
- Mr. Nguyen Quang Vinh	Member
- Mrs. Vu Lan Huong	Independent Member of the Broad of Directors
- Mr. Tran Dang Tuyet	Deputy General Director (Resigned effective from 01 June 2025)
- Mr. Tran Phan Kien	Deputy Director
- Mrs. Nguyen Thi Lan Anh	Deputy Director

### Responsibilities of the Management Board

The Board of Directors of the Company are responsible for preparing the interim financial statements, which give a true and fair view of the financial position, business performance and cash flows of the Company for the period. In preparing these financial statements, Board of Directors are required to:

- Comply with Vietnamese Accounting Standards, Corporate Accounting System and the relevant statutory requirements applicable to the preparation and presentation of the financial statements;
- 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 misstated applications which need to be disclosed and explained in the financial statements;
- Design and implement an effective internal control system for the purpose of properly preparation and presentation of the financial statements so as to minimize errors and frauds; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue its business.

Board of Directors are responsible for ensuring that accounting books are properly recorded to disclose the financial position of the Company reasonably at any time and the financial statements are prepared and presented in compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the relevant statutory requirements. Board of Directors are also responsible for safeguarding the assets of the Company and hence for taking reasonable methods to prevent and detect fraud and other irregularities.

Board of Directors confirm that the Company has complied with the above requirements in preparing and presenting of the interim financial statements.

For and on behalf of the Board of Directors,



Nguyen Chi Thanh  
Director

Bac Ninh, 21th July 2025



No: 06/2025/SX-AVI-TC2

**REVIEW REPORT ON INTERIM FINANCIAL INFORMATION**

**To: The Shareholders  
Board of Directors and Executive Board  
Ngan Son Joint Stock Company**

We have reviewed the accompanying interim financial statements of Ngan Son Joint Stock Company (as the "Company"), prepared on 21 July 2025, from page 04 to page 37, which comprise the Balance Sheet as at 30 June 2025, the Statement of Income, the Statement of Cash Flows for the period from 01 January 2025 to 30 June 2025, and the Notes to the Financial Statements.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these interim financial statements in accordance with Vietnamese Accounting Standards, Corporate Accounting System and legal regulations relating to financial reporting and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors' Responsibility**

Our responsibility is to raise a conclusion on the Interim Financial Statements based on our review. We conducted our review in accordance with Vietnamese Standard on review engagements No. 2410 - Review of interim financial information performed by the independent auditor of the entity.

The review works on the interim financial information mainly include interviews with persons in charge of finance, accounting and application of other analysis and review procedures. Reviewing the financial statements is basically narrower than that of auditing the financial statements in line with the Vietnamese Standards on Auditing and therefore, it does not allow us to obtain a reasonable assurance to enable us to detect all material issues during the engagement. Accordingly, we do not raise our audit opinion.

**Auditor's Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not present fairly, in all material respects, the financial position of the Company as at 30 June 2025, and its financial performance and cash flows for the period from 01 January 2025 to 30 June 2025, in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, and other relevant statutory requirements relating to the preparation and presentation of interim financial statements.



**Nguyễn Đức Dương**  
**Deputy Director**

Audit Practising Registration Certificate  
No. 0387-2023-055-1

**For and on behalf of**  
**AN VIET AUDITING COMPANY LIMITED**  
Hanoi, 21th July 2025

INTERIM BALANCE SHEET

As at 30 June 2025

FORM B01a - DN

Unit: VND

ASSETS	Code	Notes	30/06/2025	01/01/2025
<b>A. CURRENT ASSETS</b>	<b>100</b>		<b>501,882,901,255</b>	<b>227,798,019,674</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>5</b>	<b>2,660,708,495</b>	<b>5,877,816,683</b>
1. Cash	111		2,660,708,495	5,877,816,683
<b>II. Short-term receivables</b>	<b>130</b>		<b>147,926,369,263</b>	<b>82,525,434,456</b>
1. Trade receivables	131	6	142,280,884,143	77,001,867,215
2. Advanced payments to suppliers	132		2,756,249,166	1,656,377,482
3. Other receivables	136	7	2,889,235,954	3,867,189,759
<b>III. Inventories</b>	<b>140</b>		<b>326,616,725,423</b>	<b>117,434,190,750</b>
1. Inventories	141	9	326,616,725,423	117,434,190,750
<b>IV. Other current assets</b>	<b>150</b>		<b>24,679,098,074</b>	<b>21,960,577,785</b>
1. Short-term prepaid expenses	151	11	3,443,500,898	1,547,838,975
2. Deductible VAT	152		20,045,153,199	20,412,738,810
3. Taxes and other receivables from State budget	153	14	1,190,443,977	-
<b>B. NON-CURRENT ASSETS</b>	<b>200</b>		<b>63,236,737,771</b>	<b>67,761,578,829</b>
<b>I. Fixed assets</b>	<b>220</b>		<b>38,706,917,218</b>	<b>42,430,530,309</b>
1. Tangible fixed assets	221	8	37,718,090,082	41,320,453,175
- Historical costs	222		322,439,414,528	320,105,278,164
- Accumulated depreciation (*)	223		(284,721,324,446)	(278,784,824,989)
2. Intangible fixed assets	227	10	988,827,136	1,110,077,134
- Historical costs	228		2,074,178,500	2,074,178,500
- Accumulated amortization (*)	229		(1,085,351,364)	(964,101,366)
<b>IV. Other long-term assets</b>	<b>260</b>		<b>24,529,820,553</b>	<b>25,331,048,520</b>
1. Long-term prepaid expenses	261	11	24,529,820,553	25,331,048,520
<b>TOTAL ASSETS</b>	<b>270</b>		<b>565,119,639,026</b>	<b>295,559,598,503</b>

The notes set out on pages 8 to 37 are an integral part of these financial statements



**INTERIM BALANCE SHEET (Continued)**

As at 30 June 2025

**FORM B01a - DN**

Unit: VND

CAPITAL	Codes	Notes	30/06/2025	01/01/2025
<b>C. LIABILITIES</b>	<b>300</b>		<b>382,028,971,228</b>	<b>107,742,511,416</b>
<b>I. Current liabilities</b>	<b>310</b>		<b>382,028,971,228</b>	<b>107,742,511,416</b>
1. Short-term trade payables	311	12	140,929,581,968	11,735,251,860
2. Short-term prepayments from customers	312	13	31,699,469,577	6,642,172,238
3. Taxes and other payables to State budget	313	14	2,222,165,980	1,764,300,872
4. Payables to employees	314		47,328,399,657	19,863,085,049
5. Short-term accrued expenses	315	15	6,473,205,893	2,819,545,348
6. Other short-term payments	319	16	13,564,610,807	1,587,937,595
7. Short-term borrowings and finance lease liabilities	320	17	125,876,438,143	54,291,409,749
8. Bonus and welfare fund	322		13,935,099,203	9,038,808,705
<b>D. OWNER'S EQUITY</b>	<b>400</b>		<b>183,090,667,798</b>	<b>187,817,087,087</b>
<b>I. Owner's equity</b>	<b>410</b>	<b>18</b>	<b>183,090,667,798</b>	<b>187,817,087,087</b>
1. Contributed capital	411		112,020,030,000	112,020,030,000
2. Share Premium	412		16,351,574,000	16,351,574,000
3. Development investment funds	418		36,308,657,003	36,308,657,003
4. Enterprise reorganization assistance fund	419		3,961,610,970	3,961,610,970
5. Retained earnings	420		14,448,795,825	19,175,215,114
Retained earnings accumulated till the end of the previous period	421a		-	864,032,085
Retained earnings of the current period	421b		14,448,795,825	18,311,183,029
<b>TOTAL CAPITAL</b>	<b>430</b>		<b>565,119,639,026</b>	<b>295,559,598,503</b>

Bac Ninh, 21th July 2025

Preparer



Dinh Thanh Huy

Chief Accountant



Nguyen Thi Thao

Director



Nguyen Chi Thanh

**INTERIM INCOME STATEMENT**  
For the period from 01 January 2025 to 30 June 2025

**FORM B02a - DN**  
Unit: VND

ITEMS	Codes	Note	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
1. Revenue from sales and rendering of services	01	20	405,605,631,939	352,343,457,289
3. Net revenue from sales of goods and rendering of services	10		405,605,631,939	352,343,457,289
4. Cost of goods sold	11	21	305,799,768,408	278,313,058,448
5. Gross profit from sales of goods and rendering of services	20		99,805,863,531	74,030,398,841
6. Financial income	21	22	683,981,478	1,819,527,100
7. Financial expense	22	23	2,987,336,551	624,975,826
<i>In which: Interest expenses</i>	23		1,783,690,293	404,472,466
8. Selling expenses	24	24	11,037,112,081	8,601,625,939
9. General and administrative expense	25	25	68,431,154,933	53,538,072,320
10. Net profit from operating activities	30		18,034,241,444	13,085,251,856
11. Other income	31		105,267,929	465,389,445
12. Other expense	32		537,440	15,500,000
13. Other profit	40	27	104,730,489	449,889,445
14. Total net profit before tax	50		18,138,971,933	13,535,141,301
15. Current corporate income tax expenses	51	28	3,690,176,108	2,753,648,260
16. Profit after corporate income tax	60		14,448,795,825	10,781,493,041
17. Basic earnings per share	70	29	1,290	962

Bac Ninh, 21th July 2025

Preparer



Dinh Thanh Huy

Chief Accountant



Nguyen Thi Thao

Director



Nguyen Chi Thanh



INTERIM STATEMENT OF CASH FLOWS  
(Using the Indirect Method)  
For the period from 01 January 2025 to 30 June 2025

FORM B03a - DN  
Unit: VND

ITEMS	Codes	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
<b>I. CASH FLOWS FROM OPERATING</b>			
1. Profit before tax	01	18,138,971,933	13,535,141,301
2. Adjustments for			
- Depreciation and amortization of fixed assets and investment properties	02	6,057,749,455	6,845,149,675
- Exchange gains/losses from retranslation of monetary items denominated in foreign currency	04	95,035,341	(697,878,078)
- Gains / Losses from investment	05	(111,730,760)	(958,122,454)
- Interest expense	06	1,783,690,293	404,472,466
3. Operating profit before changes in working capital	08	25,963,716,262	19,128,762,910
- Increase or decrease in receivables	09	(66,759,769,091)	79,635,156,121
- Increase or decrease in inventories	10	(209,182,534,673)	(155,686,149,254)
- Increase or decrease in payables (excluding interest payable/ corporate income tax payable)	11	186,588,719,763	(108,770,814,535)
- Increase or decrease in prepaid expenses	12	(1,094,433,956)	(3,544,656,916)
- Interest paid	14	(1,735,829,671)	(328,754,042)
- Corporate income tax paid	15	(1,805,571,038)	(1,679,502,093)
- Other receipts from operating activities	16	35,720,000	-
- Other payments on operating activities	17	(2,071,404,529)	(1,170,218,192)
Net cash flows from operating activities	20	(70,061,386,933)	(172,416,176,001)
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
1. Purchase or construction of fixed assets and other long-term assets	21	(4,788,120,199)	(4,335,902,915)
2. Proceeds from disposals of fixed assets and other long-term assets	22	105,267,929	465,389,445
3. Expenditures for Lending and Purchasing Debt Instruments of Other Entities	23	-	-
4. Interest received from loans, dividends, and distributed profits	27	6,462,831	492,733,009
Net cash flows from investing activities	30	(4,676,389,439)	(3,377,780,461)



**INTERIM STATEMENT OF CASH FLOWS (Continued)**  
**(Using the Indirect Method)**

For the period from 01 January 2025 to 30 June 2025

**FORM B03a - DN**  
Unit: VND

ITEMS	Codes	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
1. Proceeds from borrowings	33	336,040,684,734	235,643,555,945
2. Repayments of borrowings	34	(264,455,656,340)	(121,097,574,303)
3. Dividend paid to owner	36	(64,424,687)	(28,500,000)
<i>Net cash flows from financing activities</i>	<i>40</i>	<i>71,520,603,707</i>	<i>114,517,481,642</i>
<b>Net cash increase/ (decrease) during the period</b>	<b>50</b>	<b>(3,217,172,665)</b>	<b>(61,276,474,820)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>60</b>	<b>5,877,816,683</b>	<b>71,371,350,933</b>
Effect of exchange rate fluctuations	61	64,477	244,965,163
<b>Cash and cash equivalents at the end of the period</b>	<b>70</b>	<b>2,660,708,495</b>	<b>10,339,841,276</b>

Preparer



Dinh Thanh Huy

Chief Accountant



Nguyen Thi Thao

Bac Ninh, 21th July 2025

Director



Nguyen Chi Thanh

**NOTES TO THE FINANCIAL STATEMENTS**

**FORM B09a - DN**

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

**1. OPERATION CHARACTERISTICS OF ENTERPRISES**

**1.1. Structure of ownership**

Ngan Son Joint Stock Company (the "Company") was established and operated in accordance with Decision No. 1738/QĐ-TCCB dated 13 May 2005 and Decision No. 2203/QĐ-TCCB dated 04 July 2005, by the Minister of Industry based on the equitization of the Bac Tobacco Materials Company, a state-owned enterprise and a independent accounting member unit of Vietnam Tobacco Corporation of the Vietnam Tobacco Corporation. The Company was incorporated pursuant to the first Enterprise Registration Certificate No. 0103009019 issued by the Department of Planning and Investment of Ha Noi City on 31 August 2005 and the 16th Enterprise Registration Certificate No. 0100100199 issued by the Department of Planning and Investment of Bac Ninh Province on 17 May 2023. The Company's charter capital is VND 112,020,030,000, equivalent to 11,202,003 shares with a nominal value of VND 10,000 per share, the Company's shares are listed on the Hanoi Stock Exchange (HNX) with stock symbol NST. The shareholders are:

- Vietnam National Tobacco Corporation - State shareholder holds 6,463,589 shares, equivalent to VND 64,635,890,000, accounting for 57.70 % charter capital;
- Thang Long Tobacco Company Limited holds 722,640 shares, equivalent to VND 7,226,400,000, accounting for 6.45 % charter capital;
- Saigon Tobacco Company Limited holds 681,346 shares, equivalent to VND 6,813,460,000, accounting for 6.08 % charter capital;
- Tobacco Institute One member Company Limited holds 566,101 shares, equivalent to VND 5,661,010,000, accounting for 5.05 % charter capital;
- Thanh Hoa Tobacco Company Limited holds 436,468 shares, equivalent to VND 4,364,680,000, accounting for 3.9 % charter capital;
- Bac Son Tobacco Company Limited holds 25,902 shares, equivalent to VND 259,020,000, accounting for 0.23 % charter capital;
- Others hold 2,305,957 shares, equivalent to VND 23,059,570,000, accounting for 20.59 % charter capital.

The Company's head office is situated in Tien Son Industrial Park, Dai Dong Commune, Bac Ninh Province.

The total number of employees with labor contracts of one year or more of the Company as of June 30, 2025 is 282 people, of which 36 are managers (as of December 31, 2024, it is 288, of which 34 are managers)

**1.2. Business field: Diversified Company.**

**1.3. Operating industry and principal activities**

- Cultivation services activities;
- Warehousing and storage of goods (excluding: Real estate business, land use rights owned, used or leased);
- Post-harvest services activities;
- Mechanical engineering; metal treatment and coating;
- Growing tobacco and pipe tobacco (Details: Preliminary processing of tobacco; Processing of tobacco fibers, activities of growing tobacco and pipe tobacco for rolling cigarettes (cigars) and for processing tobacco and pipe tobacco;



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

**FORM B09a - DN**

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

- Production of fertilizers and nitrogen compounds;
- Retailing tobacco and Aztec tobacco products in specialized stores;
- Other business support services not categorized elsewhere;
- Wholesaling tobacco and Aztec tobacco products;
- Retailing of food, foodstuff, beverage, cigarettes, Aztec tobacco accounting for a significant proportion of general trade stores;
- Wholesaling of agricultural, forestry materials (wood, bamboo) and live animals;
- Wholesaling of specialized products not categorized elsewhere (Details: wholesale of fertilizers "excluding pesticides and chemicals used in agriculture. The business can only operate when legal regulations are met.

**1.4. The normal business production cycle**

The Company's business production cycle is 12 months, starts on 01 January and ends 31 December of the calendar year.

**1.5. Organization structure**

The Company has no subsidiaries and joint ventures, associates. The list of dependent accounting units (Branches) of the Company is as follows:

- The Company's office at Tien Son industrial park, Bac Ninh province;
- Branch of Ngan Son Joint Stock Company in Lang Son City;
- Branch of Ngan Son Joint Stock Company in Bac Son district;
- Branch of Ngan Son Joint Stock Company in Bac Kan province.

**1.6. Comparability of financial statement figures**

The information and figures presented in the financial statements for the period from 01 January 2025 to 30 June 2025 have been prepared in accordance with consistently applied accounting policies and ensure comparability.

**2. ACCOUNTING PERIOD, CURRENCY UNIT USED IN ACCOUNTING**

The Company's accounting period starts on 01 January and ends on 31 December of the calendar year. Currency unit used in accounting: Vietnamese Dong (VND).

**3. STANDARDS AND ACCOUNTING SYSTEM APPLIED**

The financial statements are expressed in Vietnamese Dong (VND) and prepared under the accounting principles in conformity with the Vietnamese Corporate Accounting System issued in pursuance of Circular No. 200/2014/TT-BTC dated 22 December 2014, Circular No. 53/2016/TT-BTC dated 21 March 2016 of Ministry of Finance, Vietnamese Accounting Standards and the relevant statutory requirements applicable to financial reporting.

**4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The following are the significant accounting policies adopted by the company in the preparation of this financial statement:



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

**FORM B09a - DN**

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

**4.1. Basis of preparation of financial statements**

The financial statements are prepared on the accrual basis (except for the information related to cash flows), based on the original price principle, based on the assumption that the company is operating continuously.

**4.2. Estimates**

The preparation of financial statements in conformity with Vietnamese Accounting Standards, the Corporate Accounting System and the relevant statutory requirements applicable to financial reporting requires the 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 financial statements and the reported amounts of revenues and expenses during the fiscal year. The actual business results could differ from those estimates and assumptions.

**4.3. Cash and cash equivalents**

Cash reflects the full existing amount of the Company at the end of the accounting year, comprising cash on hand, demand deposits and cash in transit.

Cash equivalents include short-term investments with terms less than 03 months from the date of investment, which can be converted easily into a certain amount of cash without any risk in conversion into cash at the reporting date and recorded following Vietnamese Accounting Standard No. 24 - Cash flow statement.

**4.4. Foreign currency convertibility**

The principles of foreign currency convertibility are applied in accordance with the regulations of Vietnam Accounting Standards (VAS) No. 10 - Effects of changes in foreign exchange rates and current corporate accounting systems.

During the year, business transactions in foreign currencies are converted into VND by the real exchange rate at the transaction date or the exchange rate recorded in the accounting books. Any exchange rate differences arising are reflected in financial income (if a gain) or financial expenses (if a loss). Monetary items denominated in foreign currency are revalued at the actual exchange rate at the end of the accounting period. The resulting exchange rate differences from revaluation are recorded as exchange rate differences and the balance is transferred to financial income (if a gain) or financial expenses (if a loss) at the end of the accounting period.

**4.5. Receivables and provision for doubtful debts**

Receivables are monitored in detail of the original terms, remaining terms at the reporting date, the receivable objects, receivable foreign currencies and other factors for the Company's management purpose. The classification of receivables are trade receivables and other receivables shall comply with the principles:

- Trade receivables include commercial receivables incurred from purchase-sale transactions, including receivables from the sale of exported goods under the trust for other entities;
- Other receivables include non-commercial or non-trading receivables, including: receivables from loan interests, deposit interests, dividends paid and earnings distributed; amount paid on behalf of another party; receivables which the export truster must collect on behalf of the trustee; receivables from penalties, compensation; advances; pledges, collaterals, deposits, assets lending...

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

**FORM B09a - DN**

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

The Company classifies receivables as either current or non-current based on their remaining maturity as at the reporting date, and remeasures foreign currency monetary items in accordance with the principles stated in Note 4.4.

Receivables are recognized as not exceeding the recoverable value. Provision for doubtful debts is made for receivables that are overdue for six months or more, or when the debtor is in difficulty of solvency due to dissolution, bankruptcy or similar difficulties in accordance with the provisions of the current Corporate Accounting System.

**4.6. Inventories**

Inventories are determined at historical cost, when the historical cost is greater than the net realizable value, inventories are measured at net realizable value. Cost comprises the purchase price, processing cost and other direct attributable expenses that have been incurred in bringing the inventories to their present location and condition.

The cost of inventories is determined on a weighted average method and recorded on a regular basis. Net realizable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing and selling.

Provision for devaluation of inventories is the difference between the historical cost and the net realizable value as at the balance sheet date, which is made in accordance with the provisions of the current Corporate Accounting System.

**4.7. Tangible assets and depreciation**

Tangible fixed assets are stated at cost less accumulated depreciation. The historical costs of tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working condition and location for their intended use.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives in accordance with Circular No. 45/2013/TT-BTC dated 25 April 2013 of the Ministry of Finance. The estimated useful lives are as follows:

	<u>Depreciation (Year)</u>
Buildings and structures	10 - 25
Machinery and equipment	05 - 15
Transportation vehicles	06 - 10
Office equipment	03 - 10
Other assets	03 - 05

**4.8. Intangible assets and amortization**

Intangible fixed assets are stated at cost less accumulated amortization. The value of the accounting software program on the computer is amortized using the straight-line method over a period of 4 years. The definite land use rights are amortized based on the duration of land use certificates. The Company does not amortize long-term land use rights.

**4.9. Construction in progress**

The construction in progress is recorded at cost, including expenses directly related to (including borrowing costs by the Company's accounting policy) properties in the course of construction for production, equipment installed for the purpose of manufacturing, rental and management as well as related expenses to repairs of fixed assets. Depreciation of these assets, on the same basis as other assets, commences when the assets are ready for their intended use.



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

**FORM B09a - DN**

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

**4.10. Short-term and long-term prepaid expenses**

Prepaid expenses include actual costs incurred but related to business operations over multiple accounting periods. The Company's prepaid expenses include:

- Land rental cost at Tien Son Industrial Park, allocated over the lease duration
- Tools and supplies costs issued for use are allocated over a period not exceeding 36 months;
- Internal handling and transportation costs corresponding to the quantity of finished goods, work in progress, and processed goods in ending inventory, as well as other repair and insurance costs.

**4.11. Salary fund**

The Company made salary fund provisions in accordance with Circular No. 28/2016/TT-BLĐTBXH dated 01 September 2016 issued by the Ministry of Labour, Invalids and Social Affairs, which provides guidance on labor, salaries, remuneration, and bonuses for joint stock companies with controlling State capital (expired on 15 June 2025); and Circular No. 003/2025/TT-BNV dated 28 April 2025 issued by the Ministry of Home Affairs, which provides guidance on the management of labor, salaries, remuneration, and bonuses in State-owned enterprises, effective from 15 June 2025.

The Company provisioned and recorded approximately VND 65.2 billion in salary expenses during the period. The salary fund is subject to approval by the Company's Board of Directors.

**4.12. Payables**

Payables are recorded in detail by original due date, remaining due date as of the reporting date, payee, currency, and other factors as required by the Company. Accounts payable are classified as either accounts payable to suppliers or other payables based on the following principles:

- Accounts payable to suppliers include all trade payables arising from purchase transactions, including payables for imports through a consignee.
- Other payables include non-trade payables that are not related to the purchase or sale of goods or services, such as interest payable, payments made on behalf of the Company by third parties, funds held by a third party for payment as instructed in import-export consignment transactions, borrowed assets, penalties and damages payable, assets found in excess without a clear explanation, social insurance, health insurance, unemployment insurance, and trade union funds, as well as deposits.

The Company classifies accounts payable as long-term or short-term based on the remaining due date as of the reporting date, and re-evaluates foreign currency-denominated items in accordance with the principles outlined in Note 4.3.

Accounts payable are recorded at not less than the amount due. When there is evidence that a loss is likely to occur, the Company immediately recognizes a provision in accordance with the prudence principle.

**4.13. Loan and finance lease liabilities**

Loan and finance lease liabilities are monitored in detail by each type of lender, lender, each loan agreement and each type of borrowed asset; by repayment terms of loans, finance lease liabilities and in the original currency (if any). Amounts with remaining repayment time of over 12 months from the reporting date are presented as long-term borrowings and finance liabilities. Accounts due within 12 months from the reporting date are presented as short-term borrowings and finance lease liabilities. Foreign currency-denominated borrowings and finance lease liabilities are revalued in accordance with the principles stated in Note 4.4.



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

**FORM B09a - DN**

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

**4.14. Borrowing costs**

Borrowing costs include interest expense and other directly attributable costs incurred in connection with borrowings.

Borrowing costs are recognized as an expense in the income statement in the period in which they are incurred, except for borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset that takes a substantial period of time (more than 12 months) to be ready for its intended use or sale. Such borrowing costs are capitalized as part of the cost of the asset if the criteria specified in Vietnam Accounting Standard No. 16 - Borrowing Costs are met. For specific borrowings used for the construction of fixed assets, interest can be capitalized even if the construction period is less than 12 months.

For general borrowings, a portion of which is used for the acquisition, construction or production of a qualifying asset, the amount of borrowing costs to be capitalized is determined based on the capitalization rate applied to the weighted average accumulated expenditures for the acquisition, construction or production of that asset.

The capitalization rate is calculated based on the weighted average interest rate of outstanding borrowings during the year, except for specific borrowings used for the purpose of acquiring a particular asset.

**4.15. Accrued expense**

Accrued expenses are recognized by the properly estimated cost of goods and services used during the period due to without or insufficient documents, accounting records.

**4.16. Owner's equity**

Owners' equity at the year-end includes shareholders' equity inside and outside of the Company and is recorded according to pay in capital of shareholders with the par value of the issued shares.

The funds and net profit after tax are provided and distributed in accordance with the resolution of the Shareholders' Board

**4.17. Other revenue and expenses**

Revenue is recognized when the sale transactions are measured reliably and the Company received or will receive economic benefits from these sale transactions.

*Revenue from the sale of goods shall be recognized if it simultaneously meets the following five (5) conditions:*

- (a) The Company transferred most of the risks and benefits associated with ownership of goods to the customers;
- (b) The Company did not hold the right to manage goods as the owners or the right to control goods;
- (c) The revenue is measured reliably. When the contracts define that the customers are entitled to return goods purchased under specific conditions, the Company shall only record revenue if such specific conditions do not exist and the customers are not entitled to return goods (unless the customers are entitled to return the goods in the form of exchanging for other goods or service);
- (d) The Company received or will receive economic benefits from the sale transactions;
- (e) The costs related to the sale transactions may be determined.

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

**FORM B09a - DN**

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

**The turnover of a transaction on rendering of services shall be recognized if it meets all four (4) following conditions are satisfied:**

- (a) Revenue is recognized when it is reasonably certain; When a contract allows the buyer to return the services under specific conditions, the Company shall recognize revenue only when those specific conditions no longer exist and the buyer no longer has the right to return the services rendered.
- (b) The Company received or will receive economic benefits from the sale transactions;
- (c) The completed work is determined at the reporting date;
- (d) Incurred costs for the transaction and the costs to complete the transaction of providing such services are determined.

**Finance income includes:** interest on deposits, settlement discounts (if any); dividends and distributed profits; foreign exchange gains... Specifically:

- Interest income on deposits and loans is recognised based on reasonably certain amounts determined from deposit/loan balances and applicable interest rates.
- Dividends and distributed profits (if any) are recognised based on notifications from the distributing entities.
- Foreign exchange gains represent actual gains arising during the period from transactions denominated in foreign currencies, as well as unrealised gains from the revaluation of monetary items denominated in foreign currencies at the reporting date.

**Other income** represents income arising from events or transactions that are separate from the Company's ordinary business operations, excluding the revenue items mentioned above.

**4.18. Taxation**

The company is obliged to pay corporate income tax at the rate of 20% of taxable income. Corporate income tax includes current income tax and deferred income tax.

Current corporate income tax expense is calculated based on taxable income for the year. Taxable income may be different from the net profit reported in the income statement because the taxable income does not include income or taxable expenses or is deductible in other years (including carrying holes, if any) and additionally not include items that are not taxable or not deductible.

Deferred income tax is calculated on the differences between the carrying amount and the basis for calculating the income tax of items of assets or liabilities on the financial statements and is recognized by the balance sheet method. Deferred income tax liabilities must be recognized for all temporary differences, while deferred tax assets are only recognized when there are sufficient future taxable profits to be deducted temporary differences.

The Company's determination of corporate income tax is based on current tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

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



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

**FORM B09a - DN**

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

**4.19. Related parties**

The parties are regarded as related parties of the Company if they have the ability to control or exercise significant influence over the Company in making financial and operating decisions or have the same key management personnel or are jointly managed by another company (the same Group, Corporation).

Individuals with direct or indirect voting rights can impact significantly the Company, including close family members of these individuals (parents, spouses, children, siblings).

Key management personnel have authority and responsibility for planning, managing and controlling the operation of the Company: the directors, the managers of the Company and close family members of these individuals.

The companies managed by these individuals mentioned above with direct or indirect voting rights or through these rights they can have a significant impact on the Company, including the companies owned by the leaders or major shareholders of the Company and the companies that have the same key management personnel.

Information about related parties is presented in the Note No. 30.

**4.20. Financial instruments**

*Initial recognition*

*Financial assets*

According to Circular No. 210/2009/TT-BTC dated November 6, 2009, issued by the Ministry of Finance, financial assets are appropriately classified for the purpose of disclosure in the financial statements. Financial assets are recognized at fair value through the income statement, including loans and receivables, held-to-maturity investments, and available-for-sale financial assets. The Company determines the classification of these financial assets at the initial recognition date.

At the initial recognition date, financial assets are measured at their cost, including any directly attributable transaction costs related to the acquisition of those financial assets. The Company's financial assets include cash and cash equivalents, trading securities, held-to-maturity investments, trade receivables, loans receivable, and other receivables.

*Financial liabilities*

According to Circular No. 210/2009/TT-BTC dated November 6, 2009, issued by the Ministry of Finance, financial liabilities are appropriately classified for the purpose of disclosure in the financial statements, into financial liabilities recognized at fair value through the income statement and financial liabilities measured at amortized cost. The Company determines the classification of these financial liabilities at the initial recognition date.

At the initial recognition date, financial liabilities are measured at their cost, including any directly attributable transaction costs related to the issuance of those financial liabilities. The Company's financial liabilities include accounts payable to suppliers, accrued expenses, other payables, loans, and finance lease liabilities.

*Subsequent measurement to initial recognition*

The subsequent measurement value to the initial recognition of financial instruments is measured at fair value. In cases where there are no regulations for determining the fair value of financial instruments, they are presented at their carrying amount.

*Offsetting financial instruments*



NOTES TO THE FINANCIAL STATEMENTS (Continued)

FORM B09a - DN

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

Financial assets and financial liabilities are offset, and the net realizable value is presented in the balance sheet, if and only if, the Company has a legally enforceable right to offset the recognized amounts and intends to offset on a net basis, or recover the asset and settle the liability simultaneously.

5. CASH

	30/06/2025	01/01/2025
	VND	VND
Cash on hand	475,434,240	134,298,131
Cash in bank	1,924,623,027	5,743,518,552
Cash in transit	260,651,228	-
<b>Cộng</b>	<b>2,660,708,495</b>	<b>5,877,816,683</b>

6. TRADE RECEIVABLES

	30/06/2025	01/01/2025
	VND	VND
Thang Long Tobacco Company Limited	76,637,015,510	-
Hanchen Tobacco (Hong Kong) Limited	17,762,161,940	1,603,282,585
Thanh Hoa Tobacco Company Limited	14,743,494,100	-
Vinataba-Philip Morris Company Limited	12,643,591,510	223,175,520
Bac Son Tobacco Company Limited	6,921,741,100	-
Sai Gon Tobacco Company Limited	4,286,131,200	50,732,906,830
Long An Tobacco Company Limited	-	11,500,000,000
Cuu Long Tobacco Company Limited	-	1,078,272,000
Wisdom International Technology Viet Nam Company Limited	-	2,693,485
Other receivables	9,286,748,783	11,861,536,795
<b>Total</b>	<b>142,280,884,143</b>	<b>77,001,867,215</b>
In which:		
Related parties (*)	119,435,573,047	63,534,354,350

(\*) Details of balances of receivables from related parties are presented in Note 30.

7. OTHER RECEIVABLES

	30/06/2025		01/01/2025	
	Amount	Allowance	Amount	Allowance
	VND	VND	VND	VND
Deposits Paid	2,800,000,000	-	2,800,000,000	-
Other Receivables	89,235,954	-	1,067,189,759	-
<b>Total</b>	<b>2,889,235,954</b>	<b>-</b>	<b>3,867,189,759</b>	<b>-</b>

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

FORM B09a - DN

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

**8. TANGIBLE FIXED ASSETS**

	Buildings and Structures	Machinery and Equipment	Motor Vehicles	Office Equipment and Tools	Other Tangible Fixed Assets	Total
	VND	VND	VND	VND	VND	VND
<b>Historical Cost</b>						
As at 01/01/2025	138,259,238,639	159,213,910,005	12,161,995,677	9,205,147,739	1,264,986,104	320,105,278,164
<i>Increase during the period</i>	-	150,800,000	2,126,436,364	56,900,000	-	2,334,136,364
Completed construction	-	150,800,000	2,126,436,364	56,900,000	-	2,334,136,364
As at 30/06/2025	138,259,238,639	159,364,710,005	14,288,432,041	9,262,047,739	1,264,986,104	322,439,414,528
<b>Accumulated Depreciation</b>						
As at 01/01/2025	116,958,791,844	146,384,832,677	9,828,115,104	4,348,099,260	1,264,986,104	278,784,824,989
<i>Increase during the period</i>	2,754,206,681	1,757,794,673	659,988,772	764,509,331	-	5,936,499,457
Depreciation for the period	2,754,206,681	1,757,794,673	659,988,772	764,509,331	-	5,936,499,457
As at 30/06/2025	119,712,998,525	148,142,627,350	10,488,103,876	5,112,608,591	1,264,986,104	284,721,324,446
<b>Carrying Amount</b>						
As at 01/01/2025	21,300,446,795	12,829,077,328	2,333,880,573	4,857,048,479	-	41,320,453,175
As at 30/06/2025	18,546,240,114	11,222,082,655	3,800,328,165	4,149,439,148	-	37,718,090,082

The original cost of the fully depreciated tangible fixed assets still in use by the Company as of 30 June 2025 is 225,368,524,981 VND (Compared to the 221,569,256,979 VND in 31<sup>st</sup> December 2024)



NOTES TO THE FINANCIAL STATEMENTS (Continued)

FORM B09a - DN

These notes are an integral part of the financial statements and should be read in conjunction therewith.

9. INVENTORIES

	30/06/2025		01/01/2025	
	Historical Cost	Allowance	Historical Cost	Allowance
	VND	VND	VND	VND
Raw Materials and Supplies	170,427,328,575	-	31,455,229,676	-
Tools and Supplies	495,919,703	-	463,743,757	-
Work in Progress	4,816,979,458	-	3,366,354,068	-
Finished Goods	150,470,309,078	-	53,319,861,654	-
Merchandise Inventory	-	-	624,139,112	-
Goods on Consignment	406,188,609	-	28,204,862,483	-
<b>Total</b>	<b>326,616,725,423</b>	<b>-</b>	<b>117,434,190,750</b>	<b>-</b>

10. INTANGIBLE FIXED ASSETS

	Land Use Right	Software	Total
	VND	VND	VND
<b>Historical Cost</b>			
As at 01/01/2025	602,950,000	1,471,228,500	2,074,178,500
Increase during the period	-	-	-
Decrease during the period	-	-	-
As at 30/06/2025	602,950,000	1,471,228,500	2,074,178,500
<b>Accumulated Depreciation</b>			
As at 01/01/2025	-	964,101,366	964,101,366
Increase during the period	-	121,249,998	121,249,998
Depreciation for the period	-	121,249,998	121,249,998
As at 30/06/2025	-	1,085,351,364	1,085,351,364
<b>Carrying Amount</b>			
As at 01/01/2025	602,950,000	507,127,134	1,110,077,134
As at 30/06/2025	602,950,000	385,877,136	988,827,136

11. PREPAID EXPENSES

	30/06/2025	01/01/2025
	VND	VND
<b>Short-term</b>	<b>3,443,500,898</b>	<b>1,547,838,975</b>
- Dispatched tools and supplies	265,193,410	261,223,008
- One-time premium	2,722,160,952	1,028,890,898
- Others	456,146,536	257,725,069
<b>Long-term</b>	<b>24,529,820,553</b>	<b>25,331,048,520</b>
- Land rent at Tien Son Industrial Park, Bac Ninh	12,672,578,841	12,875,938,101
- Pending allocate tools and supplies	3,577,330,555	2,738,896,713
- Expense for development phase not be	8,279,911,157	9,716,213,706
<b>Total</b>	<b>27,973,321,451</b>	<b>26,878,887,495</b>



NOTES TO THE FINANCIAL STATEMENTS (Continued)

FORM B09a - DN

These notes are an integral part of the financial statements and should be read in conjunction therewith.

12. TRADE PAYABLES

	30/06/2025		01/01/2025	
	Amount	Amount Recoverable	Amount	Amount Recoverable
	VND	VND	VND	VND
The Hung Import Export Company Limited	49,343,995,062	49,343,995,062	-	-
Trung Anh Import Export Trading Service Company Limited	25,526,000,000	25,526,000,000	-	-
H.T Logistics Company Limited	14,476,236,017	14,476,236,017	-	-
AGRI TMT Company Limited	12,655,080,622	12,655,080,622	-	-
Tam Thanh Phat Trading Company Limited	1,255,664,085	1,255,664,085	882,015,000	882,015,000
24 Hours Transport Service And Trading Company Limited	908,268,055	908,268,055	1,804,493,376	1,804,493,376
Hung Long Transport and Trading Company Limited	909,798,102	909,798,102	43,804,800	43,804,800
DTC VINA Trade and Service Joint Stock Company	242,625,761	242,625,761	-	-
AKT International Joint Stock Company	172,762,200	172,762,200	291,870,000	291,870,000
Viglacera Infrastructure Investment Development Company - Viglacera Corporation Branch	118,642,971	118,642,971	63,541,758	63,541,758
Kim Truong Phuc Company Limited	2,013,336,000	2,013,336,000	549,666,000	549,666,000
Others	33,307,173,093	33,307,173,093	8,099,860,926	8,099,860,926
<b>Total</b>	<b>140,929,581,968</b>	<b>140,929,581,968</b>	<b>11,735,251,860</b>	<b>11,735,251,860</b>
<i>In which: Related parties (*)</i>	<i>156,777,320</i>	<i>156,777,320</i>	<i>761,765,960</i>	<i>761,765,960</i>

(\*) The details of the receivables from related parties are presented in Note 30.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FORM B09a - DN

These notes are an integral part of the financial statements and should be read in conjunction therewith.

13. PREPAYMENTS FROM CUSTOMERS

	30/06/2025	01/01/2025
	VND	VND
British American Tobacco - Vinataba	24,759,771,600	-
Vina-Bat Joint Venture Company Limited	6,000,000,000	6,000,000,000
Ly Diamond Import Export Co., LTD	471,629,121	471,629,121
HONGTONG RUIXIANG INTERNATIONAL ENTERPRISE CO., LIMITED	114,980	114,980
Others	467,953,876	170,428,137
<b>Total</b>	<b>31,699,469,577</b>	<b>6,642,172,238</b>

14. TAX AND OTHER PAYABLES TO THE STATE BUDGET

	01/01/2025	Payable for the Period	Payable for the Period	30/06/2025
	VND	VND	VND	VND
<b>Tax Details</b>				
Value Added Tax (VAT)	84,376,472	9,012,510	93,024,692	364,290
Corporate Income Tax (CIT)	337,196,620	3,690,176,108	1,805,571,038	2,221,801,690
Personal Income Tax (PIT)	1,342,727,780	2,255,229,098	4,788,400,855	(1,190,443,977)
Land Use Tax and Land Rent	-	664,681,013	664,681,013	-
Other Taxes	-	431,664,720	431,664,720	-
<b>Total</b>	<b>1,764,300,872</b>	<b>7,050,763,449</b>	<b>7,783,342,318</b>	<b>1,031,722,003</b>
<b>Including:</b>				
Taxes Receivable	-			1,190,443,977
Taxes Payable	1,764,300,872			2,222,165,980

15. ACCRUED EXPENSES

	30/06/2025	01/01/2025
	VND	VND
Interest payables to the bank	89,624,107	41,763,485
Outsourcing service	4,496,286,389	1,525,946,042
Others	1,887,295,397	1,251,835,821
<b>Total</b>	<b>6,473,205,893</b>	<b>2,819,545,348</b>

16. OTHER PAYABLES

	30/06/2025	01/01/2025
	VND	VND
Trade union fund	267,103,464	118,660,910
Dividend, profit payables	12,332,691,981	635,013,518
Others payables	964,815,362	834,263,167
<b>Total</b>	<b>13,564,610,807</b>	<b>1,587,937,595</b>



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

*These notes are an integral part of the financial statements and should be read in conjunction therewith.*

**17. BORROWINGS AND FINANCE LEASE LIABILITIES**

	30/06/2025		Transactions during the period		01/01/2025	
	Amount	Recoverable Amount	Increase	Decrease	Amount	Recoverable Amount
	VND	VND	VND	VND	VND	VND
<b>Short-term Borrowings</b>	<b>125,876,438,143</b>	<b>125,876,438,143</b>	<b>336,040,684,734</b>	<b>264,455,656,340</b>	<b>54,291,409,749</b>	<b>54,291,409,749</b>
VietinBank – Dong Anh Branch (4)	40,093,942,972	40,093,942,972	213,358,804,253	226,285,624,390	53,020,763,109	53,020,763,109
VIB – Hai Ba Trung Branch (3)	24,439,711,467	24,439,711,467	24,439,711,467	-	-	-
MSB – Head Office Transaction Center (2)	28,559,713,737	28,559,713,737	65,459,099,047	38,170,031,950	1,270,646,640	1,270,646,640
Vietcombank – Hanoi Branch (1)	32,783,069,967	32,783,069,967	32,783,069,967	-	-	-
<b>Total</b>	<b>125,876,438,143</b>	<b>125,876,438,143</b>	<b>336,040,684,734</b>	<b>264,455,656,340</b>	<b>54,291,409,749</b>	<b>54,291,409,749</b>

- (1) Loan under Credit line Agreement No.01/2024/CVHM/VCBHN-NS dated 25 June 2024. The credit facility has a limit of 50.000.000.000 VND, intended to supplement working capital for business operations. The term of each disbursed loan shall not exceed 6 months from the day following the disbursed date, and is specified in each Loan receipt. The interest rate is determined at the time of disbursement based on the lending interest rate announced by the Bank from time to time, and is stated in the respective Loan receipt.
- (2) The loan under Credit Facility Agreement No. 88/2024/HĐTD/MSB-NGANSON dated 08 August 2024, with a credit limit of VND 50,000,000,000, is intended to supplement working capital for business operations. Limit maintenance period is 12 months from the date of signing the credit contract. The loan term is specified in the Debt Acknowledgement Note/Loan Receipt. The interest is calculated on the declining principal balance, and the interest rate is specifically agreed upon in each Debt Acknowledgement Note/Loan Receipt.
- (3) The loan under Credit Facility Agreement No. 1001503.24 dated 05 September 2024, with a credit limit of VND 30,000,000,000, is intended to supplement working capital for business operations. The term of the credit facility is 12 months from the contract signing date. The loan carries a floating interest rate, determined at the disbursement time or interest adjustment date, and is subject to changes in VIB's interest rate policy from time to time.
- (4) The loan under Credit Line Agreement No. 22/2024-HĐVCHM/NHCT144-NSC dated 16 September 2024, with a credit limit of VND 180,000,000,000, is intended to supplement working capital for business operations. The credit limit is maintained for 12 months from the contract signing date. The loan term for each disbursement is specified in the Loan Receipt but shall not exceed six (06) months. The loan bears a floating (adjustable) interest rate.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FORM B09a - DN

These notes are an integral part of the financial statements and should be read in conjunction therewith.

18. OWNER'S EQUITY

Statement of Changes in Equity:

	Owner's Contributed Capital VND	Capital Surplus VND	Development Investment Fund VND	Other Funds under Owner's Equity VND	Retained Earnings VND	Total VND
As at 01/01/2024	112,020,030,000	16,351,574,000	36,308,657,003	3,961,610,970	12,111,564,895	180,753,436,868
- Profit for the year	-	-	-	-	18,311,183,029	18,311,183,029
- Profit appropriation	-	-	-	-	-	-
+ Bonus and welfare fund	-	-	-	-	(3,966,230,860)	(3,966,230,860)
+ Dividend distribution at 3%	-	-	-	-	(7,281,301,950)	(7,281,301,950)
As at 01/01/2025	112,020,030,000	16,351,574,000	36,308,657,003	3,961,610,970	19,175,215,114	187,817,087,087
- Profit for the period	-	-	-	-	14,448,795,825	14,448,795,825
- Profit appropriation for 2024 (*)	-	-	-	-	-	-
+ Bonus and welfare fund	-	-	-	-	(7,413,111,964)	(7,413,111,964)
+ Dividend distribution	-	-	-	-	(11,762,103,150)	(11,762,103,150)
As at 30/06/2025	112,020,030,000	16,351,574,000	36,308,657,003	3,961,610,970	14,448,795,825	183,090,667,798

The Company distributed profits in accordance with Resolution No. 21/NQ-NST dated 25 April 2025



NOTES TO THE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of the financial statements and should be read in conjunction therewith.

*Details of Owner's Capital Contribution:*

	Contributed Capital as at 30/06/2025		Contributed Capital as at 01/01/2025	
	VND	Tỷ lệ	VND	Tỷ lệ
Viet Nam National Tobacco Corporation	64,635,890,000	57.70%	64,635,890,000	57.70%
Thang Long Tobacco Company Limited	7,226,400,000	6.45%	7,226,400,000	6.45%
Tobacco Institute One Member Company Limited	5,661,010,000	5.05%	5,661,010,000	5.05%
Sai Gon Tobacco Company Limited	6,813,460,000	6.08%	6,813,460,000	6.08%
Thanh Hoa Tobacco Company Limited	4,364,680,000	3.90%	4,364,680,000	3.90%
Bac Son Tobacco Company Limited	259,020,000	0.23%	259,020,000	0.23%
Other Shareholders	23,059,570,000	20.59%	23,059,570,000	20.59%
<b>Total</b>	<b>112,020,030,000</b>	<b>100%</b>	<b>112,020,030,000</b>	<b>100%</b>

**STOCKS:**

	30/06/2025	01/01/2025
Quantity of Authorized issuing stocks	11,202,003	11,202,003
<b>Quantity of issued shares and full capital contribution</b>	<b>11,202,003</b>	<b>11,202,003</b>
- Common stocks	11,202,003	11,202,003
<b>Quantity of outstanding shares in circulation</b>	<b>11,202,003</b>	<b>11,202,003</b>
- Common stocks	11,202,003	11,202,003
Par value per stock (VND)	10,000	10,000

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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*These notes are an integral part of the financial statements and should be read in conjunction therewith.*

19. OFF-BALANCE SHEET ITEMS

Materials and goods held for processing or safekeeping:

	30/06/2025	01/01/2025
<b>Tobacco raw material (kg)</b>	<b>8,369,799</b>	<b>5,421,836</b>
Hanchen Tobacco (Hong Kong) Limited	4,796,951	3,558,131
Thang Long Tobacco Company Limited	1,794,888	1,337,400
The Hung Import Export Company Limited	269,794	-
Tobacco Institute One Member Company Limited	237,307	-
Nhat Huy Gia Lai Company Limited	222,530	-
Dai Thanh Trading And Investment Company Limited	190,836	-
Tam Thanh Phat Joint Stock Company	153,921	-
Dong Thap Tobacco Company Limited	140,000	-
Trung Anh Import Export Trading and Service Co., Ltd.	138,354	-
Vinataba-Philip Morris Company Limited	116,335	89,535
Bac Son Tobacco Company Limited	115,000	-
AGRI TMT Company Limited	77,924	-
Thanh Hoa Tobacco Company Limited	59,600	50,200
Nguyen Thanh Dat Cooperative	46,844	-
Nam Bao Anh Company Limited	5,000	-
Hung Thinh General Services And Commercial Investment Company Limited	4,515	235,970
Viet Trung Trading Company Limited	-	150,600



NOTES TO THE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of the financial statements and should be read in conjunction therewith.

	30/06/2025	01/01/2025
<b>Materials kept after processing (kg)</b>	<b>116,255</b>	<b>38,277</b>
Hanchen Tobacco (Hong Kong) Limited	80,045	33,308
Thang Long Tobacco Company Limited	16,109	60
Trung Anh Import Export Trading and Service Co., Ltd.	7,580	-
Tobacco Institute One Member Company Limited	3,697	196
The Hung Import Export Company Limited	2,043	-
AGRI TMT Company Limited	1,706	-
H.T Logistics Company Limited	984	-
Ngan Kien Phat Trading and Service Company Limited	968	968
Tam Thanh Phat Joint Stock Company	724	-
Viet Trung Trading Company Limited	687	-
Luong Thin Company Limited	501	-
Dai Thanh Trading And Investment Company Limited	464	2,993
Cuong Thinh Import Export Production Business Company Limited	296	-
Bac Son Tobacco Company Limited	288	335
Nam Bao Anh Company Limited	87	-
Tu Linh Services and Trading Investment Company Limited	40	-
Da Nang Tobacco Company Limited	27	-
Hoang Linh Long Trading Services Company Limited	9	-
Thanh Hoa Tobacco Company Limited	-	260
Hung Thinh General Services And Commercial Investment Company Limited	-	157

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of the financial statements and should be read in conjunction therewith.

	30/06/2025	01/01/2025
<b>Finished Goods Held in Custody after</b>	<b>3,871,924</b>	<b>702,885</b>
Dai Thanh Trading And Investment Company Limited	622,456	-
Cuong Thinh Import Export Production Business Company Limited	512,000	-
Thang Long Tobacco Company Limited	483,570	-
Hung Thinh General Services And Commercial Investment Company Limited	434,000	102,938
Hanchen Tobacco (Hong Kong) Limited	316,370	338,026
Tu Linh Services and Trading Investment Company Limited	272,000	-
The Hung Import Export Company Limited	245,526	19,812
Nam Bao Anh Company Limited	212,600	-
Tobacco Institute One Member Company Limited	166,945	-
Thanh Binh Development and Business Investment Company Limited	140,986	-
Binh Duong Tobacco and Industries Services One Member Company Limited	119,731	-
Luong Thin Company Limited	115,172	-
Thanh Hoa Tobacco Company Limited	112,246	2,730
Viet Trung Trading Company Limited	64,442	-
Tam Thanh Phat Joint Stock Company	21,800	-
Bac Son Tobacco Company Limited	15,213	738
Nhat Huy Gia Lai Company Limited	6,070	-
AGRI TMT Company Limited	5,597	-
Trung Anh Import Export Trading and Service Co., Ltd.	5,200	-
Hoang Lien Son Joint Stock Company	-	226,041
Hoang Linh Long Trading Services Company Limited	-	12,600
	<b>30/06/2025</b>	<b>01/01/2025</b>
<b>Foreign currencies</b>	<b>821.63</b>	<b>615.22</b>
USD	821.63	615.22



NOTES TO THE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of the financial statements and should be read in conjunction therewith.

20. REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
	VND	VND
<b>Revenue from sales of goods and rendering of services</b>		
Revenue from tobacco raw material sales	291,933,776,220	231,522,358,080
Revenue from leaf stem separation and fiber processir	90,428,098,888	73,891,023,702
Revenue from sale of other goods	5,548,438,724	32,938,787,375
Revenue from provision of other services	17,695,318,107	13,991,288,132
<b>Total revenue</b>	<b>405,605,631,939</b>	<b>352,343,457,289</b>
Less: Deductions from revenue	-	-
<b>Net revenue from sale of goods and provision of services</b>	<b>405,605,631,939</b>	<b>352,343,457,289</b>
<i>In which: Related parties (*)</i>	<i>276,937,799,002</i>	<i>88,107,328,860</i>

(\*) For details of related parties, refer to Note 30.

21. COSTS OF GOODS SOLD

	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
	VND	VND
Cost of raw tobacco materials	252,561,872,243	206,059,395,413
Cost of stem separation and fiber processing services for raw tobacco materials	38,568,278,560	33,746,279,579
Cost of other goods sold	5,276,227,755	30,993,148,305
Cost of other services rendered	9,393,389,850	7,514,235,151
<b>Total</b>	<b>305,799,768,408</b>	<b>278,313,058,448</b>

22. FINANCE INCOME

	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
	VND	VND
Interest on deposits and loans	45,125,845	271,977,545
Realized gain from foreign exchange difference	533,469,144	1,535,284,423
Others	105,386,489	12,265,132
<b>Total</b>	<b>683,981,478</b>	<b>1,819,527,100</b>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of the financial statements and should be read in conjunction therewith.

23. FINANCIAL EXPENSES

	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
	VND	VND
Interest expenses	1,783,690,293	404,472,466
Foreign exchange differences	225,048,908	220,503,360
Other financial expenses	978,597,350	-
<b>Total</b>	<b>2,987,336,551</b>	<b>624,975,826</b>

24. SELLING EXPENSES

	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
	VND	VND
Labor	-	34,858,400
Raw materials	82,996,258	27,183,889
Expenses from external services	10,689,364,618	8,318,794,750
Other expenses by cash	264,751,205	220,788,900
<b>Total</b>	<b>11,037,112,081</b>	<b>8,601,625,939</b>

25. GENERAL ADMINISTRATIVE EXPENSES

	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
	VND	VND
Labour costs	51,089,510,787	37,632,971,494
Materials, tools and supplies expenses	1,535,600,684	1,985,394,492
Depreciation expenses	3,691,338,682	4,309,957,982
Taxes, fees and charges	138,475,170	112,427,703
Outsourced service expenses	6,518,776,552	4,142,210,844
Other cash expenses	5,457,453,058	5,355,109,805
<b>Total</b>	<b>68,431,154,933</b>	<b>53,538,072,320</b>

26. BUSINESS AND PRODUCTIONS COST BY ITEMS

	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
	VND	VND
Labor	67,958,677,803	55,436,980,334
Raw materials	88,799,589,892	69,066,609,547
Depreciation and amortisation	6,057,749,455	6,845,149,675
Expenses from external services	44,098,436,392	37,131,469,246
Other expenses by cash	7,798,522,032	7,825,929,517
<b>Total</b>	<b>214,712,975,574</b>	<b>176,306,138,319</b>



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

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*These notes are an integral part of the financial statements and should be read in conjunction therewith.*

**27. OTHER PROFIT**

	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
	VND	VND
<b>Other income</b>	<b>105,267,929</b>	<b>465,389,445</b>
Gain from liquidation, disposal of fixed assets	105,267,929	194,444,445
Others	-	270,945,000
<b>Other expense</b>	<b>537,440</b>	<b>15,500,000</b>
Tax expenses	537,440	15,500,000
<b>Other profit</b>	<b>104,730,489</b>	<b>449,889,445</b>

**28. CURRENT CORPORATE INCOME TAX EXPENSES**

	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
	VND	VND
<b>Profit before tax</b>	<b>18,138,971,933</b>	<b>13,535,141,301</b>
<b>Add-backs to taxable profit</b>	<b>311,908,607</b>	<b>233,100,000</b>
Remuneration to non-executive members of the Board of Directors and Supervisory Board	311,280,000	217,600,000
Tax penalties	537,440	15,500,000
Unrealized foreign exchange loss	91,167	-
<b>Total taxable income</b>	<b>18,450,880,540</b>	<b>13,768,241,301</b>
<b>Corporate income tax rate (%)</b>	<b>20%</b>	<b>20%</b>
<b>Current income tax expense</b>	<b>3,690,176,108</b>	<b>2,753,648,260</b>

**29. EARNINGS PER SHARE**

	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
	VND	VND
<b>Profit after corporate income tax (or: Net profit after CIT)</b>	<b>14,448,795,825</b>	<b>10,781,493,041</b>
Profit attributable to ordinary shareholders	14,448,795,825	10,781,493,041
Weighted average number of ordinary shares outstanding during the period	11,202,003	11,202,003
<b>Basic earnings per share (Basic EPS)</b>	<b>1,290</b>	<b>962</b>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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*These notes are an integral part of the financial statements and should be read in conjunction therewith.*

30. TRANSACTION AND BALANCES WITH RELATED PARTIES

Companies	Relationships with related parties
Viet Nam National Tobacco Corporation	Parent company
Thang Long Tobacco Company Limited	Part of the same parent company
Sai Gon Tobacco Company Limited	Part of the same parent company
Tobacco Institute One Member Company Limited	Part of the same parent company
Long An Tobacco Company Limited	Part of the same parent company
Bac Son Tobacco Company Limited	Part of the same parent company
Cuu Long Tobacco Company Limited	Part of the same parent company
Dong Thap Tobacco Company Limited	Part of the same parent company
An Giang Tobacco Company Limited	Part of the same parent company
Vinataba-Philip Morris Company Limited	Part of the same parent company
Hoa Viet Joint Stock Company	Part of the same parent company
Hai Phong Tobacco Company Limited	Part of the same parent company
Da Nang Tobacco Company Limited	Part of the same parent company
Thanh Hoa Tobacco Company Limited	Part of the same parent company
HAIHA-KOTOBUKI Company Limited	Part of the same parent company
Vina-Bat Joint Venture Company Limited	Part of the same parent company



NOTES TO THE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of the financial statements and should be read in conjunction therewith.

Transactions with related parties:

	From 01/01/2025 to 30/06/2025	From 01/01/2024 to 30/06/2024
	VND	VND
<b>Purchase</b>	<b>661,731,669</b>	<b>25,072,076,156</b>
HAIHA-KOTOBUKI Company Limited	481,012,769	415,775,200
Hoa Viet Joint Stock Company	154,341,900	98,868,000
Tobacco Institute One Member Company Limited	26,377,000	16,879,167,956
Thang Long Tobacco Company Limited	-	7,620,065,000
Viet Nam National Tobacco Corporation Branch - Training Center	-	58,200,000
<b>Sales revenue</b>	<b>276,937,799,002</b>	<b>88,107,328,860</b>
Thang Long Tobacco Company Limited	125,748,878,468	4,184,168,790
Sai Gon Tobacco Company Limited	78,933,920,000	9,535,265,680
Thanh Hoa Tobacco Company Limited	31,590,331,750	13,432,565,150
Bac Son Tobacco Company Limited	17,314,922,500	3,104,880,000
Vinataba-Philip Morris Company Limited	13,188,673,500	18,194,031,390
Tobacco Institute One Member Company Limited	5,808,245,784	4,734,637,530
Dong Thap Tobacco Company Limited	2,800,000,000	12,627,000,000
Công ty TNHH Hải Hà - Kotobuki	1,506,627,000	79,950,000
Hai Phong Tobacco Company Limited	46,200,000	49,002,000
Long An Tobacco Company Limited	-	7,589,880,000
Ben Tre Tobacco Company Limited	-	6,266,700,000
An Giang Tobacco Company Limited	-	5,925,660,000
Cuu Long Tobacco Company Limited	-	2,276,640,000
Da Nang Tobacco Company Limited	-	106,948,320

Balances with Related Parties:

	30/06/2025	01/01/2025
	VND	VND
<b>Short-term trade receivables from related parties</b>		
Thang Long Tobacco Company Limited	76,637,015,510	-
Thanh Hoa Tobacco Company Limited	14,743,494,100	-
Vinataba-Philip Morris Company Limited	12,643,591,510	223,175,520
Bac Son Tobacco Company Limited	6,921,741,100	-
Sai Gon Tobacco Company Limited	4,286,131,200	50,732,906,830
Dong Thap Tobacco Company Limited	2,800,000,000	-
Tobacco Institute One Member Company Limited	971,599,627	-
Da Nang Tobacco Company Limited	432,000,000	-
Long An Tobacco Company Limited	-	11,500,000,000
Cuu Long Tobacco Company Limited	-	1,078,272,000
<b>Cộng</b>	<b>119,435,573,047</b>	<b>63,534,354,350</b>

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

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*These notes are an integral part of the financial statements and should be read in conjunction therewith.*

	<u>30/06/2025</u>	<u>01/01/2025</u>
	<b>VND</b>	<b>VND</b>
<b>Trade payables</b>	<b>156,777,320</b>	<b>761,765,960</b>
HAIHA-KOTOBUKI Company Limited	115,927,400	760,980,800
Tobacco Institute One Member Company Limited	3,000,240	785,160
Hoa Viet Joint Stock Company	37,849,680	-

**Salaries, Bonuses and Remuneration of the Executive Board and the Board of Directors:**

	<u>From 01/01/2025</u>	<u>From 01/01/2024</u>
	<u>to 30/06/2025</u>	<u>to 30/06/2024</u>
	<b>VND</b>	<b>VND</b>
<b>Board of Directors</b>	<b>763,591,625</b>	<b>716,240,601</b>
Nguyen Nam Giang	-	81,241,812
Hoang Anh Tuan	97,218,517	60,109,669
Nguyen Duc Thanh	-	56,997,647
Do Diep Anh	9,277,699	62,340,116
Do Toan Thang	-	3,725,204
Tran Van Thanh	411,737,556	373,342,542
Le Quang Vinh	86,878,517	68,083,611
Vu Lan Huong	80,100,819	10,400,000
Nguyen Chi Thanh	78,378,517	-
<b>Supervisory Board</b>	<b>284,871,119</b>	<b>505,931,216</b>
Tran Anh Tam	119,114,085	353,950,984
Ngo Thi Thu Phuc	86,878,517	71,940,116
Nguyen Dinh Dzung	78,878,517	80,040,116
<b>Executive Board</b>	<b>2,180,725,693</b>	<b>1,642,388,359</b>
Nguyen Chi Thanh	560,927,275	424,933,240
Tran Dang Tuyet	630,688,147	413,668,840
Tran Phan Kien	506,956,274	380,489,690
Tran Quang Ha	-	29,299,510
Pham Thanh Liem	79,087,368	393,997,079
Nguyen Thi Lan Anh	403,066,629	-
<b>Chief Accountant</b>	<b>455,722,928</b>	<b>105,606,651</b>
Nguyen Thi Thao	455,722,928	105,606,651
<b>Total</b>	<b><u>3,684,911,366</u></b>	<b><u>2,970,166,826</u></b>

**31. COMMITMENTS**

The Company leases 85,000 m<sup>2</sup> of land in Tien Son Industrial Park, Bac Ninh Province under Land Lease Agreement No. 06/2008/CTHT-HĐKT dated 01 November 2008, and Agreement No. 02, with a lease term of 49 years and 3 months, effective from 23 September 2000, signed with the Infrastructure Development Investment Company. The details are as follows:

- Lease of 80,000 m<sup>2</sup> of land: The Company signed Land Lease Agreement No. 06/2008/CTHT-HĐKT dated 01 November 2008, and Appendix No. 01/PLHĐ-2015 dated 02 January 2015 for the lease of 80,000 m<sup>2</sup> of land for a term of 49 years and 3 months, starting from 23 September 2000. Details are as follows: Infrastructure usage fee: VND 5,354/m<sup>2</sup>/year, excluding VAT. The total fee for 49.25 years is VND 22,989,950,287, which the Company has fully paid. Industrial service and infrastructure



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

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*These notes are an integral part of the financial statements and should be read in conjunction therewith.*

maintenance fee: VND 8,504/m<sup>2</sup>/year, excluding VAT (equivalent to the Vietcombank selling exchange rate of VND 21,260 per USD). This rate is subject to annual adjustments based on the USD selling exchange rate announced by Vietcombank at the time of payment. Land rental: to be implemented according to decisions issued by competent authorities. Pursuant to Investment Incentive Certificate No. 71/GCNUĐĐT-BN dated 20 January 2005 issued by the People's Committee of Bac Ninh Province, the Company is exempt from land rent for the first 10 years and entitled to a 50% reduction for the remaining project period.

- Lease of 5,000 m<sup>2</sup> of land: The Company signed Land Lease Agreement No. 02/2011/CTHT-HĐKT dated 01 October 2011, and Appendix No. 02/PLHĐ-2015 dated 02 January 2015, for 5,000 m<sup>2</sup> of land with a lease term of 49 years and 3 months, effective from 23 September 2000. Details are as follows: Infrastructure usage fee: paid in accordance with Land Lease Agreement No. 23/09-HĐKT dated 23 September 2000 and Appendix No. 01/2004/PLBS dated 25 July 2004, totaling VND 1,420,795,503. Industrial service and infrastructure maintenance fee: VND 8,504/m<sup>2</sup>/year, excluding VAT (based on the Vietcombank selling exchange rate of VND 21,260/USD), subject to annual adjustment in June based on the exchange rate at the time of payment.

- Appendix on updated service fee: According to Appendix No. 04 dated 20 June 2024 of both Agreement No. 06/2008/CTHT-HĐKT and Agreement No. 02/2011/CTHT-HĐKT, the industrial service and infrastructure maintenance fee is updated to VND 11,430/m<sup>2</sup>/year, excluding VAT. This rate is fixed for two years, from 01 January 2025 to 31 December 2026. From 2027 onward, the fee will be adjusted annually based on: the Consumer Price Index (CPI) announced by the General Statistics Office of Vietnam; the market price level; and the maintenance and repair costs of the industrial park. The lessor will send a written notice of the adjusted rate to the lessee before the new rate is applied.

**32. FINANCIAL INSTRUMENTS**

**Capital risk management**

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

The capital structure of the Company comprises equity (comprising contributed capital, reserves and retained earnings).

**Financial instruments**

Details of the significant accounting policies and methods applied by the Company (including the criteria for recognition, the basis for determining value and the basis for recognizing income and expenses) for each type of financial asset, financial liability and equity instrument are presented in Note 4.20.

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

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*These notes are an integral part of the financial statements and should be read in conjunction therewith.*

	<u>Carrying Amount</u> <u>30/06/2025</u> <u>VND</u>	<u>Carrying Amount</u> <u>01/01/2025</u> <u>VND</u>
<b>Financial Assets</b>		
Cash and Cash Equivalents	2,660,708,495	5,877,816,683
Short-term Receivables	145,170,120,097	80,869,056,974
<b>Total Financial Assets</b>	<b>147,830,828,592</b>	<b>86,746,873,657</b>
<b>Financial Liabilities</b>		
Short-term and Long-term Borrowings and Finance Leases	125,876,438,143	54,291,409,749
Short-term Trade Payables	140,929,581,968	11,735,251,860
Short-term Accrued Expenses	6,473,205,893	2,819,545,348
Other Payables and Accrued Liabilities	13,297,507,343	1,469,276,685
<b>Total Financial Liabilities</b>	<b>286,576,733,347</b>	<b>70,315,483,642</b>

The Company presents and explains financial instruments in accordance with Circular No. 210/2009/TT-BTC dated November 6, 2009 of the Ministry of Finance. This Circular guides the application of international accounting standards on the presentation of financial statements and disclosure of information for financial instruments but does not provide specific guidance for the assessment and recognition of financial instruments at fair value. The Company has presented the fair value of financial instruments in accordance with the guidance on disclosure of financial statements in Circular No. 200/2014/TT-BTC dated December 22, 2014 of the Ministry of Finance in some of the above notes.

**Financial risk management objectives**

Financial risks include market risk (including price risk), credit risk, liquidity risk and interest rate risk. The Company does not hedge these risks due to the lack of a market to purchase financial instruments.

**Market risk**

*Foreign exchange risk management*

The Company conducts a number of transactions denominated in foreign currencies. Accordingly, the Company will be exposed to the risk of fluctuations in exchange rates. The Company does not implement security measures due to the lack of a market to purchase these financial instruments. The carrying value of the foreign currency-denominated monetary assets and liabilities as at 30/06/2025 is as follows:

	<u>Financial Assets</u>		<u>Financial Liabilities</u>	
	<u>30/06/2025</u>	<u>01/01/2025</u>	<u>30/06/2025</u>	<u>01/01/2025</u>
	<u>VND</u>	<u>VND</u>	<u>VND</u>	<u>VND</u>
USD	17,783,327,053	1,618,816,891	1,878,693,038	1,352,898,854

*Interest rate risk management*

The Company is exposed to significant interest rate risk arising from its signed interest-bearing loans. The Company is exposed to interest rate risk when it borrows funds at floating interest rates.



NOTES TO THE FINANCIAL STATEMENTS (Continued)

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*These notes are an integral part of the financial statements and should be read in conjunction therewith.*

*Equity instrument investment risk management*

The Company is exposed to equity price risk arising from its investments in equity instruments. Investments in equity instruments are held not for trading purposes but for long-term strategic purposes. The Company does not have such investments.

*Commodity price risk management*

The Company purchases raw materials, tools and goods from domestic and foreign suppliers to serve its business operations. Therefore, the Company is exposed to the risk of changes in the selling prices of raw materials, tools and goods. The Company does not implement measures to mitigate this risk due to the lack of a market for these financial instruments.

**Credit risk**

Credit risk arises when a customer or partner fails to meet their obligations under a contract, resulting in financial losses for the company. The company has an appropriate policy and regularly monitors the situation to assess whether it is exposed to credit risk. The maximum credit risk is represented by the book value of the provision for bad debts as of 30 June 2025.

**Liquidity risk management**

The objective of liquidity risk management is to ensure funding to meet current and future financial obligations. Liquidity is also managed by the company to ensure there is a buffer between maturing debts and maturing assets during the period, at a level that can be controlled with the capital the company believes it can generate in that period. The company's policy is to regularly monitor current and projected liquidity requirements to ensure that the company maintains adequate cash reserves, loans, and sufficient capital committed by the owners to meet both short-term and long-term liquidity requirements.

The table below presents the remaining contractual maturity periods for financial liabilities and their agreed payment terms. The table is based on undiscounted cash flows of financial liabilities according to the earliest dates the company is required to make payments.

	<b>Under 1 year</b>	<b>From 1- 5 năm</b>	<b>Total</b>
	<b>VND</b>	<b>VND</b>	<b>VND</b>
<b>At 01/01/2025</b>			
Short-term and Long-term Borrowings and Finance Leases	54,291,409,749	-	54,291,409,749
Short-term Trade Payables	11,735,251,860	-	11,735,251,860
Short-term Accrued Expenses	2,819,545,348	-	2,819,545,348
Other Payables and Accrued Liabilities	1,469,276,685	-	1,469,276,685
<b>Total</b>	<b>70,315,483,642</b>	<b>-</b>	<b>70,315,483,642</b>
<b>At 30/06/2025</b>			
Short-term and Long-term Borrowings and Finance Leases	125,876,438,143	-	125,876,438,143
Short-term Trade Payables	140,929,581,968	-	140,929,581,968
Short-term Accrued Expenses	6,473,205,893	-	6,473,205,893
Other Payables and Accrued Liabilities	13,297,507,343	-	13,297,507,343
<b>Total</b>	<b>286,576,733,347</b>	<b>-</b>	<b>286,576,733,347</b>

The Board of Directors assesses the liquidity risk concentration as low. The Board is confident that the company can generate sufficient funds to meet its financial obligations when due.

The table below presents the details of the maturity schedule for non-derivative financial assets. The table is prepared based on the undiscounted contractual maturity of the financial assets, including interest from those assets, if applicable. The presentation of non-derivative financial assets is necessary

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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These notes are an integral part of the financial statements and should be read in conjunction therewith.

to demonstrate the company's liquidity risk management, as liquidity is managed based on net debts and assets.

	Under 1 year VND	From 1- 5 năm VND	Total VND
<b>At 01/01/2025</b>			
Cash and Cash Equivalents	5,877,816,683	-	5,877,816,683
Short-term Receivables	80,869,056,974	-	80,869,056,974
<b>Total</b>	<b>86,746,873,657</b>	<b>-</b>	<b>86,746,873,657</b>
<b>At 30/06/2025</b>			
Cash and Cash Equivalents	2,660,708,495	-	2,660,708,495
Short-term Receivables	145,170,120,097	-	145,170,120,097
<b>Total</b>	<b>147,830,828,592</b>	<b>-</b>	<b>147,830,828,592</b>

33. BUSINESS AND GEOGRAPHICAL SEGMENT REPORT

The Company's principal business activity is the production and trading of raw tobacco materials. In addition, the Company is also engaged in fertilizer trading, transportation, and other supporting activities. Revenue from these other activities accounts for approximately 6% of total revenue. Geographically, the Company primarily sells its products within the territory of Vietnam, with export revenue accounting for approximately 23% of total revenue. Accordingly, the Management Board has assessed and believes that not preparing and presenting segment reports by business lines and geographical areas in the financial statements for the period from 01 January 2025 to 30 June 2025 is in compliance with Vietnamese Accounting Standard No. 28-Segment Reporting, and is appropriate given the Company's current business operations.

34. SUBSEQUENT EVENTS

The Management Board confirms that, in its opinion and to the best of its knowledge, there have been no material subsequent events occurring after 30 June 2025 that would have an impact on the financial position, the results of operations, or the cash flows of the Company for the period from 01 January 2025 to 30 June 2025.

35. COMPARATIVE FIGURES

The comparative figures presented in the Balance Sheet are the closing balances as at 31 December 2024. The comparative figures presented in the Statement of Income and the Statement of Cash Flows are for the period from 01 January 2024 to 30 June 2024, which were audited and reviewed by An Viet Auditing Co., Ltd.

Bac Ninh, 21th July 2025

Preparer



Dinh Thanh Huy

Chief Accountant



Nguyen Thi Thao

Director



Nguyen Chi Thanh