

HANOI MILK JOINT STOCK COMPANY

Reviewed interim financial statements
For the six-month period ended 30 June 2025

TABLE OF CONTENTS

	Page(s)
STATEMENT OF THE BOARD OF MANAGEMENT	1 - 2
INTERIM FINANCIAL STATEMENTS REVIEWED REPORT	3 - 4
REVIEWED INTERIM FINANCIAL STATEMENTS	
Interim Statement of Financial Position	5 - 6
Interim Statement of Income	7
Interim Statement of Cash Flows	8 - 9
Notes to the Interim Financial Statements	10 - 38

HANOI MILK JOINT STOCK COMPANY

Km 9, Bac Thang Long - Noi Bai Road, Quang Minh Industrial Park,
Quang Minh Commune, Hanoi, Vietnam

STATEMENT OF THE BOARD OF MANAGEMENT

The Board of Management of Hanoi Milk Joint Stock Company (hereinafter called "the Company") presents this report together with the interim financial statements of the Company for the six-month period ended 30 June 2025.

GENERAL INFORMATION

Hanoi Milk Joint Stock Company (hereinafter referred to as "the Company") is a Joint Stock Company established and operating in Vietnam under the Certificate of Business Registration No. 0101218588 for the first time on date 02 month 11 year 2001, and the 18th amendment dated date 06 month 01 year 2025 issued by the Ha Noi Department of Planning and Investment.

THE MEMBERS OF THE BOARD OF MANAGEMENT, THE BOARD OF SUPERVISORS AND THE BOARD OF DIRECTORS

The members of the Board of Management, The board of supervisors and the Board of Directors of the Company during the year and to the date of this statement are as follows:

The Board of Management

<u>Full name</u>	<u>Position</u>	<u>Date of appointment/dismissal</u>
Mr. Ha Quang Tuan	Chairman	
Mr. Ngo Kim Son	Member	
Mr. Nguyen Duy Len	Member	
Mdm. Vu Thi Huong Thuy	Member	
Mr. Le Huy Phuc	Member	Dismissed on 29/04/2025

The Board of Supervisors

<u>Full name</u>	<u>Position</u>
Mdm. Dao Bich Thuy	Head of BOS
Mdm. Nguyen Thi Hai Ly	Member
Mr. Phan Van Nam	Member

The Board of Directors and Chief Accountant

<u>Full name</u>	<u>Position</u>
Mdm. Vu Thi Huong Thuy	Director
Mr. Ngo Kim Son	Factory Director
Mr. Nguyen Duy Len	Quality Director
Mr. Nguyen Van Tuyen	Deputy Factory Director

Legal representatives

The legal representative of the Company during the year and to the date of this statement is Mr. Ha Quang Tuan – Chairman.

EVENTS ARISING AFTER THE END OF THE ACCOUNTING PERIOD

There are no significant events occurring after the period, which needs to be adjusted or presented in these financial statements.

AUDITORS

International Auditing and Valuation Company Limited has been appointed to review the interim financial statements of the Company for the six-month period ended 30 June 2025.

HANOI MILK JOINT STOCK COMPANY

Km 9, Bac Thang Long - Noi Bai Road, Quang Minh Industrial Park,
Quang Minh Commune, Hanoi, Vietnam

STATEMENT OF THE BOARD OF MANAGEMENT (Continue)

DISCLOSURE OF THE BOARD OF DIRECTORS' RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS

The Board of Management of the Company is responsible for preparing the interim financial statements, which give a true and fair view of the financial position of the Company as at 30 June 2025, and its financial performance and its cash flows for the six-month period ended 30 June 2025 in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting. In preparing these interim 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 financial statements;
- Prepare the 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 financial statements so as to minimize errors and frauds.

The Board of Management of the Company 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 financial statements comply with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to 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 financial statements.

APPROVAL OF THE FINANCIAL STATEMENTS

The Board of Directors approves the attached financial statements. The financial statements reflected truly and fairly the Company's financial position as at 30 June 2025, as well as the financial performance and the cash flows for period ended 30 June 2025, in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

COMMITMENT ON INFORMATION DISCLOSURE

The Board of Management confirms to have complied with Decree 155/2020/ND-CP dated 31 December 2020 elaborating some articles of the Law on Securities and the Company does not violate the obligation to disclose information under Circular No. 96/2020/TT-BTC dated 16 November 2020 of the Ministry of Finance guiding some articles on disclosure of information on the securities market and Circular No. 68/2024/TT-BTC dated September 18, 2024, issued by the Ministry of Finance, which amends and supplements certain provisions of circulars regulating securities trading on the stock exchange system, securities transaction clearing and settlement, securities company operations, and information disclosure in the securities market.

For and on behalf of The Board of Management,



Mr. Ha Quang Tuan

Chairman

Ha Noi, Viet Nam

Date 14 month 08 year 2025

No: 2306/2025/BCSX/IAV

INTERIM FINANCIAL STATEMENTS REVIEWED REPORT

**To: The shareholders
The Board of Management, The Board of Supervisors and the Board of General Directors
of HANOI MILK JOINT STOCK COMPANY**

We have reviewed the accompanying interim financial statements of Hanoi Milk Joint Stock Company (hereinafter called "the Company"), prepared on 14 August 2025, as set out from page 05 to page 38, which comprise the interim statement of financial position as at 30 June 2025, the interim statement of income, and the interim statement of cash flows for the six-month period ended 30 June 2025, and the notes to the interim financial statements.

The Board of Management's Responsibility

The Board of Management and the Board of Directors of the Company are responsible for the preparation and fair presentation of these financial statements in accordance with Vietnamese Accounting Standards, accounting regime for enterprises, and legal regulations relating to interim financial reporting and for such internal control as the Board of Management and the Board of Directors determine are necessary to enable the preparation of interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express a conclusion on these interim financial statements based on our review. We conducted our review in accordance with Vietnamese Standards on Review Engagements No. 2410 - Review of interim financial information performed by the independent auditor of the entity.

A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Vietnamese Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all material matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

INTERIM FINANCIAL STATEMENTS REVIEWED REPORT (Continue)

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 interim financial position of the Company as at June 30, 2025, and its interim financial performance and interim cash flows for the six-month period then ended, in accordance with Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, and relevant statutory requirements on preparation and presentation of interim financial statements.



DO THI THANH HUYEN

Deputy Director

Audit Practising Registration Certificate

No. 2421-2024-283-1

For and on behalf of

INTERNATIONAL AUDITING AND VALUATION COMPANY LIMITED

Hanoi, 14 August 2025

INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

ASSETS	Code	Note	Closing balance VND	Opening balance VND
A. SHORT-TERM ASSETS	100		462,249,497,139	383,175,666,349
I. Cash and cash equivalents	110	4.1	52,297,283,823	11,533,359,957
1. Cash	111		52,297,283,823	11,533,359,957
II. Short-term investments	120	4.11	10,530,000	10,800,000
1. Trading securities	121		132,600,000	132,600,000
2. Allowance for diminution in the value of trading securities	122		(122,070,000)	(121,800,000)
III. Short-term receivables	130		145,582,313,658	76,580,165,300
1. Short-term trade receivables	131	4.2	89,987,502,929	63,282,304,102
2. Short-term advances to suppliers	132	4.3	63,658,663,065	21,366,633,990
3. Other short-term receivables	136	4.4	2,016,939,416	2,027,226,796
4. Short-term allowance for doubtful debts	137	4.5	(10,080,791,752)	(10,095,999,588)
IV. Inventories	140	4.6	264,082,552,151	291,308,975,473
1. Inventories	141		264,082,552,151	291,308,975,473
V. Other short-term assets	150		276,817,507	3,742,365,619
1. Short-term prepaid expenses	151	4.7	276,817,507	477,309,792
2. Value added tax deductibles	152		-	134,900,257
3. Taxes and other receivables from the State budget	153	4.15	-	3,130,155,570
B. LONG-TERM ASSETS	200		220,423,766,714	222,240,011,184
I. Long-term receivables	210		3,515,008,497	-
1. Other long-term receivables	216		3,515,008,497	-
II. Fixed assets	220		173,820,292,721	176,777,673,850
1. Tangible fixed assets	221	4.9	173,243,391,646	176,119,941,267
- Cost	222		369,531,613,024	363,790,552,016
- Accumulated depreciation	223		(196,288,221,378)	(187,670,610,749)
2. Intangible fixed assets	227	4.10	576,901,075	657,732,583
- Cost	228		2,326,374,852	2,326,374,852
- Accumulated amortisation	229		(1,749,473,777)	(1,668,642,269)
III. Investment properties	230		-	-
IV. Long-term assets in progress	240		13,867,728,074	15,400,702,742
1. Construction in progress	242	4.8	13,867,728,074	15,400,702,742
V. Long-term financial investments	250	4.11	27,000,000,000	27,000,000,000
1. Equity investments in other entities	253		27,000,000,000	27,000,000,000
VI. Other long-term assets	260		2,220,737,422	3,061,634,592
1. Long-term prepaid expenses	261		2,220,737,422	3,061,634,592
TOTAL ASSETS (270 = 100 + 200)	270		682,673,263,853	605,415,677,533

As at 30 June 2025

 Preparer Pham Thi Hoa	 Chief Accountant Pham Tung Lam	 Chairman Ha Quang Tuan Ha Noi, Vietnam <i>Date 14 month 08 2025</i>
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INTERIM STATEMENT OF INCOME

For the six-month period ended 30 June 2025

ITEMS	Code	Note	Current period VND	Prior period VND
1. Gross revenue from goods sold and services rendered	01	5.1	378,069,144,571	313,725,775,478
2. Deductions	02	5.2	3,494,900,417	3,067,403,928
3. Net revenue from goods sold and services rendered (10 = 01 - 02)	10		374,574,244,154	310,658,371,550
4. Cost of goods sold and services rendered	11	5.3	316,360,262,456	255,869,357,148
5. Gross profit from goods sold and services rendered (20 = 10 - 11)	20		58,213,981,698	54,789,014,402
6. Financial income	21	5.4	1,580,724,434	1,326,487,710
7. Financial expenses	22	5.5	5,385,446,474	3,445,086,235
In which: Interest expense	23		4,960,549,299	2,898,920,578
8. Selling expenses	25	5.6	34,983,916,896	31,947,261,245
9. General and administration expenses	26	5.7	7,278,921,585	6,077,411,648
10. Net operating profit {30 = 20 + (21 - 22) - (25 + 26)}	30		12,146,421,177	14,645,742,984
11. Other income	31	5.8	4,199,713,028	7,080,024,428
12. Other expenses	32	5.9	5,796,307	1,850,388,468
13. Other profit (40 = 31 - 32)	40		4,193,916,721	5,229,635,960
14. Accounting profit before tax (50=30+40)	50		16,340,337,898	19,875,378,944
15. Current corporate income tax expense	51	5.10	3,269,226,841	4,344,340,472
16. Deferred corporate tax expense	52		-	-
17. Net profit after corporate income tax (60 = 50 - 51 - 52)	60		13,071,111,057	15,531,038,472
18. Basic earnings per share	70	5.11	294	350

Preparer
Pham Thi Hoa

Chief Accountant
Pham Tung Lam

Chairman
Ha Quang Tuan
Ha Noi, Vietnam
Date 14 month 08 2025



INTERIM STATEMENT OF CASH FLOWS

For the six-month period ended 30 June 2025

(Indirect method)

ITEMS	Code	Note	Current period VND	Prior period VND
I. CASH FLOWS FROM OPERATING ACTIVITIES				
1. Profit before tax	01		16,340,337,898	19,875,378,944
2. Adjustments for:				
- Depreciation and amortisation of fixed assets and investment properties	02		8,698,442,137	6,733,062,096
- Allowances and provisions	03		(15,207,836)	558,814,333
- Foreign exchange (gains)/losses arising from translating foreign currency items	04		(111,198,693)	5,744,584
- (Gains)/losses from investing activities	05		(17,620,666)	(1,706,157,008)
- Interest expense	06		4,960,549,299	2,898,920,578
3. Operating profit before changes in working capital	08		29,855,302,139	28,365,763,527
- Change in receivables	09		(69,236,893,192)	23,058,662,850
- Change in inventories	10		27,226,423,322	(22,499,392,876)
- Change in payables (excluding accrued loan interest and corporate income tax payable)	11		(16,769,881,604)	49,958,536,913
- Change in prepaid expenses	12		1,041,389,455	746,736,183
- Change in trading securities	13		270,000	(9,435,000)
- Corporate income tax paid	15		(5,530,444,605)	(11,474,478,141)
Net cash flows from operating activities	20		(33,413,834,485)	68,146,393,456
II. CASH FLOWS FROM INVESTING ACTIVITIES				
1. Acquisition and construction of fixed assets and other long-term assets	21		(5,741,061,008)	(57,985,044,818)
2. Proceeds from sale, disposal of fixed assets and other long-term assets	22		-	1,700,000,000
3. Interest earned, dividends and profits received	27		17,620,666	6,157,008
Net cash flows from investing activities	30		(5,723,440,342)	(56,278,887,810)
III. CASH FLOWS FROM FINANCING ACTIVITIES				
1. Proceeds from borrowings	33		126,000,000,000	2,825,855,000
2. Repayment of borrowings	34		(46,210,000,000)	(13,650,000,000)
Net cash flows from financing activities	40		79,790,000,000	(10,824,145,000)

Km 9, Bac Thang Long - Noi Bai Road, Quang Minh Industrial Park,
Quang Minh Commune, Hanoi, Vietnam

INTERIM STATEMENT OF CASH FLOWS (Continued)

*For the six-month period ended 30 June 2025
(Indirect method)*

ITEMS	Code	Note	Current period VND	Prior period VND
Net increase/(decrease) in cash for the period (50=20+30+40)	50		40,652,725,173	1,043,360,646
Cash and cash equivalents at the beginning of the period	60		11,533,359,957	3,398,880,697
Effects of changes in foreign exchange rates	61		111,198,693	(5,744,584)
Cash and cash equivalents at the end of the period (70=50+60+61)	70		52,297,283,823	4,436,496,759

Preparer
Pham Thi Hoa

**Chief Accountant
Pham Tung Lam**

Chairman
Ha Quang Tuan
Ha Noi, Vietnam
Date 14 month 08 2025

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continue)**NOTES TO INTERIM FINANCIAL STATEMENTS**

For the six-month period ended 30 June 2025

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

1. GENERAL INFORMATION**1.1. Structure of ownership**

Hanoi Milk Joint Stock Company (hereinafter referred to as "the Company") is a Joint Stock Company established and operating in Vietnam under the Certificate of Business Registration No. 0101218588 for the first time on date 02 month 11 year 2001, and the 18th amendment dated date 06 month 01 year 2025 issued by the Ha Noi Department of Planning and Investment.

The Company's charter capital is 444,000,000,000 VND (In words: Four hundred forty-four billion dong). The total number of shares is 44,400,000.

The total number of employees of the Company as at 30 June 2025 was 434 people (30 June 2024: 271 people).

1.2. Business area

The Company's main business area is: Production and trading of cow milk, dairy products, and other activities.

1.3. Business activities

During the year, the Company's main business activities are:

- Production and trading of cow milk, soy milk, and dairy products;
- Processing of agricultural products, food, beverages, and fruit juices;
- Trading of raw materials, equipment, supplies, and products for the dairy and food processing industries.

1.4. Normal production and business cycle

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

1.5. The Company's structure

Branch/Factory Name	Address	Business Activities
Hanoi Food Processing Factory - Branch of Hanoi Dairy Joint Stock Company	Bai Hamlet, Uy No Commune, Hanoi	Processing dairy products

1.6. Disclosure of information comparability in the financial statements

The data presented in the financial statements for the six-month period ended 30 June 2025 are comparable to the corresponding figures of the prior year.

2. ACCOUNTING CONVENTION AND ACCOUNTING PERIOD**2.1. Basis of preparation of financial statements**

The accompanying financial statements, expressed in Vietnamese Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continue)

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

2.2. Going concern assumption

There have been no events that cast significant doubt on its ability to continue as a going concern. The company neither intends nor is forced to cease operations, or significantly scale back its operations.

2.3. Financial year

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

For the six-month ended 30 June 2025, the company prepares financial statements in accordance with regulations.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**3.1. Estimates**

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

3.2. Transactions in foreign currencies

Transactions arising in currencies other than the Company's accounting currency (USD) are accounted for at the actual exchange rate on the date of the transaction according to the following principles:

- Operations giving rise to receivables are accounted for at the buying exchange rate of the commercial bank where the Company appoints customers to pay;
- Operations giving rise to payables are accounted for at the selling exchange rate of the commercial bank where the Company plans to transact; and
- For purchases of assets or expenses to be paid immediately in foreign currency (not using accounts payable): purchasing foreign exchange rate of commercial banks where the company makes the payment.

Foreign exchange rate used to reassess the balance of monetary assets and liabilities denominated in foreign currencies at the statement of financial position date are determined according to the following principles:

- For monetary items denominated in foreign currencies are classified as other assets: purchasing foreign exchange rate of the Bank company regularly traded; and
- For monetary items denominated in foreign currencies are classified as liabilities: selling foreign exchange rate of Bank company regularly traded.

All actual exchange rate differences arising during the year and differences due to reassessment of foreign currency balances at the end of the period are accounted for in the results of operations.

3.3. Cash and cash equivalents

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continue)**3.4. Financial investments****Trading securities**

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

In subsequent periods, investments in trading securities are measured at cost less allowance for impairment of trading securities.

Allowance for impairment of trading securities is made in accordance with prevailing accounting regulations.

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

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

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

Loan receivables

Loan receivables are measured at cost less allowances for doubtful debts. Allowance for doubtful debts relating to loan receivables is made in accordance with prevailing accounting regulations.

Equity investments in other entities

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

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

3.5. Receivables

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

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

3.6. 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 [for trading enterprises: Cost comprises cost of purchases and other directly attributable expenses].

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continue)

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

3.7. Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working condition and location for their intended use.

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

Tangible fixed assets are depreciated using the straight-line method [over their following estimated useful lives (by years):

	Current year [Years]
Buildings and structures	6 - 25
Machinery and equipment	5 - 15
Office equipment	6 - 10
Motor vehicles	3 - 7
Others	3 - 5

Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between profit from sales or disposals of assets and their residual values and is recognised in the statement of income.

3.8. Tangible fixed assets

Intangible fixed assets are stated at cost less accumulated amortisation.

The cost of intangible fixed assets comprises all the expenses incurred to obtain this asset put into use. Costs incurred after the initial recognition are recognized to increase the cost of intangible fixed assets if these costs certainly increase economic benefits in the future due to using this asset.

When intangible fixed assets are sold or retired, their cost and accumulated amortisation are removed from the statement of financial position and any profit or loss resulting from its disposal is included in the income or expense in the year.

3.9. Prepaid expenses

Prepaid expenses are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepaid expenses of the Company include the following expenses:

Tools and equipment

The tools and equipment have been put into use and are amortized to expense under the straight-line method to time allocation not too 3 years.

Selling Expenses

Selling expenses for real estate products are allocated to expenses in the period corresponding to the recognized sales revenue.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continue)**3.10. Accounts payable and accrued expenses**

Payables and accrued expenses are recognized as the amount of money to be paid in the future related to the goods and services received. Payable expenses are recognized based on a reasonable estimate of the payable.

Payables are classified as payable to suppliers, accrued expenses, and other payables according to the following principles:

- Payables to suppliers reflect the trade payables arising from commercial transactions between the Company and the seller, which is an independent entity of the Company, including the number of payables on imports through trustees.
- Accrued expenses reflect the payables for goods and services received from the seller or provided for the buyer, for which no invoices have yet been received from suppliers. Those payables also reflect the number of payables to employees on vacation wages, production, and business costs that must accrue.
- Other payables reflect non-commercial receivables, not related to the purchase and sale transactions.

3.11. Borrowings and finance lease liabilities

Borrowings are tracked according to each object, each contract and the repayment term. In case of borrowings in foreign currency, detailed tracking is done in the original currency.

3.12. Borrowing costs

Borrowing costs are recognised in the statement of income in the year when incurred unless they are capitalised in accordance with Vietnamese Accounting Standard No. 16 "Borrowing costs". Accordingly, borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the cost of those assets. For specific borrowings for the purpose of construction of fixed assets and investment properties, borrowing costs are capitalised even when the construction period is under 12 months.

3.13. Owner's equity

Capital is recorded according to the amount actually invested by shareholders.

Share premium reflects the difference between the par value, direct issuance costs, and the issuance price of shares (including the reissuance of treasury shares). It can be a positive premium (if the issuance price is higher than the par value and direct issuance costs) or a negative premium (if the issuance price is lower than the par value and direct issuance costs).

3.14. Distribution of net profits

Profit after tax is distributed to shareholders after an appropriation of funds under the Charter of the Company as same as the law and is approved by the General Meeting of Shareholders.

The distribution of profits to shareholders is considered to non-cash items in undistributed profit may affect cash flow and ability to pay dividends as profit from revaluation of assets contributed as capital, interest due to the revaluation of monetary items, the financial instruments and other non-cash items.

Dividends are recognized as liabilities when approved by the General Meeting of Shareholders [or Dividends are recorded as a payable at the shareholder's rights date].

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continue)**3.15. Revenue and earnings****Revenue from sales of finished goods and merchandise goods**

Revenue from sales of finished goods and merchandise goods is recorded when simultaneously satisfy the following conditions:

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

Revenue from service rendered

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

- The amount of revenue can be measured reliably.
- It is probable that the economic benefits associated with the transaction will flow to the Company.
- The percentage of completion of the transaction at the statement of financial position date can be measured reliably; and.
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

Financial income**Interest**

Interest is recognized on an accrual basis, are determined on the balance of cash in bank and the actual interest rate for each period.

Dividends and profits received

Dividends and profit shared are recognized when the Company receive the notice of dividends or profit from the capital contribution. Dividends which received by shares, only follow up the number of shares increases, no recognition of the value of shares.

3.16. Cost of goods sold and service rendered

Cost of goods sold includes the cost of products, goods and service rendered during the year and is recorded in accordance with revenue during the year. The cost of direct raw materials consumed in excess of normal levels, labor costs, and fixed general production costs that are not allocated to the value of warehoused products must be immediately calculated into the cost of goods sold (after minus compensation, if any) even when the products and goods have not been determined to be consumed.

3.17. Selling expenses

Selling expenses reflect the actual expenses in the process of sales of goods and services rendered. Mainly includes sales staff salaries, sales promotion expenses, product introduction expenses, advertising expenses and sales commissions.

3.18. General and administration expenses

General and administration expenses reflect actual expenses incurred during the general management of the Company, mainly including expenses for labour of management department salaries; social insurance, health insurance, trade union fees, unemployment insurance for labour; office equipment expenses; depreciation and amortisation; provision expenses; outside services and other expenses.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continue)

3.19. Taxation

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

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

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

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

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

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

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

3.20. Related parties

The parties are considered to be related if that party has the ability to control or significantly influence the other party in making decisions on financial policies and operations. Parties are considered a related party of the Company in case that party is able to control the company or to cause material effects on the financial decisions.

In considering the relationship of the parties involved, the nature of the relationship is more emphasized than the legal form of the relationship.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continue)

4. ADDITIONAL INFORMATION ON THE PRESENTED SECTIONS ON THE STATEMENT OF FINANCIAL POSITION**4.1. Cash and cash equivalents**

	Closing balance	Opening balance
	VND	VND
Cash	615,979,907	1,500,375,481
Demand deposits in banks	51,678,306,916	10,032,984,476
Cash in transit	2,997,000	-
	52,297,283,823	11,533,359,957

4.2. Short-term trade receivables

	Closing balance	Opening balance
	VND	VND
Hoang Mai Xanh Joint Stock Company	2,842,640,175	1,785,596,075
New Technology Deployment Company Limited	5,087,700,096	5,606,742,927
ION International Nutrition Company Limited	5,910,648,360	6,160,648,360
SACOFood Import-Export Joint Company Limited	4,137,317,790	5,303,772,510
Vietnam Automotive and Equipment Joint Stock Company	4,365,927,987	4,365,927,987
European Healthcare Company Limited	12,245,485,732	13,735,423,731
AMM-Germany International Pharmaceutical Joint Stock Company	4,347,547,359	3,932,546,159
Receivables from other customers	51,050,235,430	22,391,646,353
	89,987,502,929	63,282,304,102

**Short-term trade receivables from related parties
(Details stated in Note 7.4)**

2,842,640,175 1,785,596,075

4.3. Short-term advances to suppliers

	Closing balance	Opening balance
	VND	VND
Dao Quang Hieu	1,763,919,187	1,763,919,187
Kinh Do Architecture Joint Stock Company	1,405,435,000	1,405,435,000
PHP Vietnam Trading Company Limited	5,888,790,325	7,418,790,325
Tin Phat Construction, Engineering and Trading Joint Stock Company	4,907,599,700	2,387,441,000
New Technology Product Development Company Limited	29,156,215,720	-
TETRA PAK SOUTHEAST ASIA PTE LTD	11,992,774,080	-
Others	8,543,929,053	8,391,048,478
	63,658,663,065	21,366,633,990

**Short-term advances to suppliers from related
parties (Details stated in Note 7.4)**

- 1,454,134,797

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Continue)

4.4. Other receivables

4.4.1 Short-term other receivables

	Closing balance VND	Opening balance VND
	-	-
Advance	722,164,873	271,218,373
Others	1,294,774,543	1,756,008,423
	<u>2,016,939,416</u>	<u>2,027,226,796</u>
Short-term other receivables from related parties (Details stated in Note 7.4)	<u>573,722,313</u>	<u>63,271,313</u>

4.4.2 Long-term other receivables

	Closing balance VND	Opening balance VND
Deposits and mortgages	<u>3,515,008,497</u>	-
	<u>3,515,008,497</u>	-

HANOI MILK JOINT STOCK COMPANY
NOTES TO THE FINANCIAL STATEMENTS (Continue)

FORM B09 – DN

4.5. Bad debts	Closing balance			Opening balance		
	Cost VND	Recoverable amount VND	Overdue	Cost VND	Recoverable amount VND	Overdue
Bad debts of other Companies or Individuals						
<i>Accounts Receivable from Customers</i>	8,057,212,985	7,891,332,252		7,883,589,470	7,881,069,588	
Vietnam Automotive and Equipment Joint Stock Company	4,365,927,987	4,365,927,987	Over 3 years	4,365,927,987	4,365,927,987	Over 3 years
Other customers	3,691,284,998	3,525,404,265	From 6 month to over 3 years	3,517,661,483	3,515,141,601	Over 2 years
Other Receivables	866,454,992	866,454,992	Over 3 years	866,454,992	866,454,992	Over 3 years
Advance Payments to Suppliers	1,323,004,508	1,323,004,508	Over 3 years	1,348,475,008	1,348,475,008	Over 3 years
	10,246,672,485	10,080,791,752	-	10,098,519,470	10,095,999,588	-

The accompanying notes are an integral part of these financial statements

4.6. Inventories

	Closing balance		Opening balance	
	Value VND	Allowance VND	Value VND	Allowance VND
Raw materials	122,464,518,174	-	127,400,108,853	-
Tools and supplies	732,623,332	-	150,584,288	-
Work in progress	2,186,767,986	-	476,373,488	-
Finished goods	138,299,063,679	-	162,899,489,864	-
Merchandise	399,578,980	-	382,418,980	-
	264,082,552,151	-	291,308,975,473	-

- The value of stagnant, inferior, or unsellable inventory at the end of the period: 0 VND.
- The value of inventory pledged or mortgaged as collateral for liabilities at the end of the period: 0 VND.

4.7. Prepaid expenses

4.7.1 Short-term prepaid expenses

	Closing balance VND	Opening balance VND
Other allocated expenses	276,817,507	477,309,792
	276,817,507	477,309,792

4.7.2 Long-term prepaid expenses

	Closing balance VND	Opening balance VND
Tools and Equipment pending allocation	2,220,737,422	3,061,634,592
	2,220,737,422	3,061,634,592

4.8. Construction in progress

	Closing balance VND	Opening balance VND
Procurement of Fixed Assets	281,785,240	-
Ongoing Construction Projects	13,585,942,834	15,400,702,742
- Renovation of the Filling Room and Yogurt Processing Room	2,790,598,182	2,790,598,182
- Grass Cultivation and Cattle Farming Project	326,465,670	326,465,670
- Phase 2 Dairy Processing Plant Project	10,178,280,982	12,283,638,890
- Digital Transformation Project	290,598,000	-
	13,867,728,074	15,400,702,742

HANOI MILK JOINT STOCK COMPANY
NOTES TO THE FINANCIAL STATEMENTS (Continue)

FORM B09 – DN

4.9. Increases, decreases in tangible fixed assets

	Buildings and structures VND	Machinery and equipment VND	Motor vehicles VND	Office equipment VND	Others VND	Total VND
COST						
Opening balance	40,190,221,167	312,390,176,921	9,514,933,779	1,659,345,149	35,875,000	363,790,552,016
Increase in the period	1,627,790,372	3,140,568,500	-	972,702,136	-	5,741,061,008
- <i>Transfer from construction in progress</i>	1,242,655,772	535,568,500	-	972,702,136	-	2,750,926,408
- <i>Purchase in the period</i>	385,134,600	2,605,000,000	-	-	-	2,990,134,600
- <i>Other increases</i>	-	-	-	-	-	-
Decrease in the period	-	-	-	-	-	-
- <i>Liquidation or transfer</i>	-	-	-	-	-	-
Closing balance	41,818,011,539	315,530,745,421	9,514,933,779	2,632,047,285	35,875,000	369,531,613,024

ACCUMULATED DEPRECIATION

Opening balance	32,942,067,298	147,593,578,712	5,801,864,623	1,297,225,116	35,875,000	187,670,610,749
Increase in the period	484,105,970	7,834,469,393	248,980,722	50,054,544	-	8,617,610,629
- <i>Depreciation charged</i>	484,105,970	7,834,469,393	248,980,722	50,054,544	-	8,617,610,629
- <i>Other increases</i>	-	-	-	-	-	-
Decrease in the period	-	-	-	-	-	-
- <i>Liquidation or transfer</i>	-	-	-	-	-	-
Closing balance	33,426,173,268	155,428,048,105	6,050,845,345	1,347,279,660	35,875,000	196,288,221,378

NET BOOK VALUE

- Opening balance	7,248,153,869	164,796,598,209	3,713,069,156	362,120,033	-	176,119,941,267
- Closing balance	8,391,838,271	160,102,697,316	3,464,088,434	1,284,767,625	-	173,243,391,646

As of June 30, 2025, the remaining value of tangible fixed assets pledged as collateral for the company's loans is VND 154,653,241,626 (as of January 1, 2025: VND 38,990,776,852).

The original cost of fully depreciated tangible fixed assets still in use as of June 30, 2025, is VND 113,071,808,609 (as of January 1, 2025: VND 112,962,808,609).

4.10 Increases, decreases in intangible fixed assets

	<i>Patent VND</i>	<i>Computer software VND</i>	<i>Total VND</i>
COST			
Opening balance	33,412,943	2,292,961,909	2,326,374,852
Closing balance	33,412,943	2,292,961,909	2,326,374,852
ACCUMULATED DEPRECIATION			
Opening balance	33,412,943	1,635,229,326	1,668,642,269
Increase in the period	-	80,831,508	80,831,508
- Depreciation charged	-	80,831,508	80,831,508
Closing balance	33,412,943	1,716,060,834	1,749,473,777
NET BOOK VALUE			
- Opening balance	-	657,732,583	657,732,583
- Closing balance	-	576,901,075	576,901,075

The original cost of fully depreciated intangible fixed assets still in use as of June 30, 2025, is VND 476,338,943 (as of January 1, 2025: VND 476,338,943).

HANOI MILK JOINT STOCK COMPANY
NOTES TO THE FINANCIAL STATEMENTS (Continue)

FORM B09 – DN

4.11 Financial investments

	Closing balance			Opening balance		
	Cost VND	Allowance VND	Fair value VND	Cost VND	Allowance VND	Fair value VND
<i>Trading securities</i>						
Song Da No.9 Joint Stock Company (1)	132,600,000	(122,070,000)	10,530,000	132,600,000	(121,800,000)	10,800,000
<i>Investments in others entities</i>						
Natural Milk Joint Stock Company	27,000,000,000	-	-	27,000,000,000	-	-
	27,000,000,000	-	(i)	27,000,000,000	-	(i)
	27,132,600,000	(122,070,000)	10,530,000	27,132,600,000	(121,800,000)	10,800,000

(1) This is a security listed on the Hanoi Stock Exchange (HNX). As of June 30, 2025, Hanoi Milk Joint Stock Company holds 900 shares, with the closing price on the most recent trading day at VND 11,700 per share.

(i) The Company has not determined the fair value of these investments because do not have specific guidance on determining.

Details of Investments in other entities

Name	Place of incorporation and operation	Proportion of ownership interest (%)	Proportion of voting power held (%)	Principal activities
Natural Milk Joint Stock Company	No. 5, Cao Duc Lan, An Phu Ward, Thu Duc City, Ho Chi Minh City	18.00%	18.00%	Dairy processing and dairy products

NOTES TO THE FINANCIAL STATEMENTS (Continue)

4.12 Short-term trade payables

	Closing balance		Opening balance	
	Amount VND	Amount able to be paid off VND	Amount VND	Amount able to be paid off VND
Duc Viet Technology Company Limited	4,798,910,840	4,798,910,840	5,273,484,840	5,273,484,840
Tetrapak Vietnam Joint Stock Company	9,464,157,670	9,464,157,670	10,944,574,907	10,944,574,907
Hoang Lam Mechanical Manufacturing Company Limited	2,201,654,125	2,201,654,125	2,201,654,125	2,201,654,125
Dai Tan Viet Joint Stock Company	3,260,088,000	3,260,088,000	12,852,000	12,852,000
Hoang Mai Xanh Joint Stock Company	2,633,926,887	2,633,926,887	-	-
Bac Ninh Branch of S.I.M Vietnam Joint Stock Company	5,750,455,920	5,750,455,920	85,115,620	85,115,620
Tan Thanh Dong Company Limited	2,856,586,885	2,856,586,885	1,779,106,618	1,779,106,618
Other	32,032,696,137	32,032,696,137	22,838,756,741	22,838,756,741
	62,998,476,464	62,998,476,464	43,135,544,851	43,135,544,851
Short-term trade payables to related parties (Details stated in Note 7.4)	2,633,926,887	2,633,926,887	-	-

4.13 Short-term advances from customers

	Closing balance VND	Opening balance VND
Joint Stock Company of Nutrition and Medicine BFF	394,649,570	1,178,166,717
NTT Vietnam Group Joint Stock Company	1,015,701,708	-
Fidimilk Pharmaceutical Nutrition Joint Stock Company	2,442,944,346	497,818,974
HaDu International Pharmaceutical Joint Stock Company	1,129,639,964	1,499,446,498
Other Advance Payments from Customers	2,105,334,367	1,900,840,527
	7,088,269,955	5,076,272,716

The accompanying notes are an integral part of these financial statements

4.14 Taxes and amounts payables to the State budget

	Opening balance		Movement in the period		Closing balance	
	Taxes Payable VND	Taxes Receivable VND	Amount payable VND	Paid VND	Taxes Payable VND	Taxes Receivable VND
Identified tax on imports	-	3,130,155,570	9,315,582,424	4,055,735,518	2,129,691,336	-
Corporate income tax	5,530,444,605	-	3,269,226,841	5,530,444,605	3,269,226,841	-
Individual income tax	504,680,247	-	718,399,951	548,298,009	674,782,189	-
Use of natural resources	15,824,019	-	16,980,960	14,549,280	18,255,699	-
Charges	-	-	181,902,307	181,902,307	-	-
Export protection tax	-	-	3,000,000	3,000,000	-	-
Fines and other payables	-	-	8,853,000	8,853,000	-	-
	6,050,948,871	3,130,155,570	13,513,945,483	10,342,782,719	6,091,956,065	-

The company's tax finalization will be subject to examination by the tax authorities. As the application of tax laws and regulations to various types of transactions may be interpreted in different ways, the amount of tax presented in the financial statements may be subject to adjustments based on the tax authorities' decisions.

4.15 Short-term accrued expenses

	Closing balance VND	Opening balance VND
Provision for loan interest expenses	-	36,651,232,812
Commercial discount, transportation	3,671,776,745	2,822,624,692
Other payable expenses	1,429,985,000	280,000,000
	5,101,761,745	39,753,857,504

4.16 Other short-term payables

	Closing balance VND	Opening balance VND
Union funds	3,371,201,925	2,886,767,272
Social insurance	134,182,792	-
Others	5,320,145,635	6,492,844,437
- <i>Mr. Ha Quang Tuan</i>	610,000,000	370,000,000
- <i>Tuan Linh Phuc Hai Company Limited</i>	377,116,320	377,116,320
- <i>Others</i>	4,333,029,315	5,745,728,117
	8,825,530,352	9,379,611,709

NOTES TO THE FINANCIAL STATEMENTS (Continue)

4.17 Borrowings and finance lease liabilities

4.17.1 Short-term borrowings and finance lease liabilities

	Opening balance		In the period		Closing balance	
	Amount	Amount able to be paid off	Increases	Decreases	Amount	Amount able to be paid off
	VND	VND	VND	VND	VND	VND
<i>Short-term borrowings</i>	20,210,000,000	20,210,000,000	26,000,000,000	46,210,000,000	-	-
<i>Short-term Personal Loans</i>	20,210,000,000	20,210,000,000	26,000,000,000	46,210,000,000	-	-
<i>- Mr. Ha Quang Tuan</i>	20,210,000,000	20,210,000,000	26,000,000,000	46,210,000,000	-	-
Short-term borrowings and finance lease liabilities	20,210,000,000	20,210,000,000	26,000,000,000	46,210,000,000	-	-
Short-term borrowings and finance lease liabilities related to related parties (Details stated in Note 7.4)	20,210,000,000	20,210,000,000			-	-

4.17.2 Long-term borrowings and finance lease liabilities

	Opening balance		In the period		Closing balance	
	Amount	Amount able to be paid off	Increases	Decreases	Amount	Amount able to be paid off
	VND	VND	VND	VND	VND	VND
<i>Long-term borrowings</i>	-	-	100,000,000,000	-	100,000,000,000	100,000,000,000
Vietnam Joint Stock Commercial Bank for Industry and Trade - Lang Son Branch (1)	-	-	100,000,000,000	-	100,000,000,000	100,000,000,000
	-	-	100,000,000,000	-	100,000,000,000	100,000,000,000

(1) Loan from Vietnam Joint Stock Commercial Bank – Lang Son Branch under the Investment Project Loan Agreement No. LN64-06/2025-HBCVDAT/NHCT200-HANOIMILK dated June 10, 2025, with a maximum credit limit of VND 100,000,000,000, a loan term of 84 months, and interest rates determined at each disbursement. The loan is intended to cover legitimate and eligible investment expenses of the project: Investment in machinery and equipment to increase the designed capacity of the milk production plant. Form of loan security:

NOTES TO THE FINANCIAL STATEMENTS (Continue)

- The entire system of machinery, equipment, paper production lines, and accompanying auxiliary systems belonging to the Hanoi Milk Processing Plant (including all rights, interests, and payments related to these assets);
- All rights and interests of Hanoi Milk Joint Stock Company arising from any and all insurance contracts relating to the above-mentioned mortgaged assets, including the right to receive insurance proceeds and compensation;
- All property rights, interests, indemnities, and other payments that Hanoi Milk Joint Stock Company may receive after the effective date of the Movable Property Mortgage Contract No. LN64-06/2025/HĐBĐ/NHCT200-HNM/MMTB dated June 10, 2025, as a result of the exchange, alteration, replacement of, belonging to, or in connection with any of the above-mentioned assets;
- Any compensation or replacement assets paid by the insurer to the insured for any or all of the above-mentioned assets.

4.18 Owner's equity

4.18.1 Reconciliation table of equity

	Owner's contributed capital	Share premium	Investment and development fund	Retained earnings	Total
	VND	VND	VND	VND	VND
Prior year's opening balance	444,000,000,000	4,267,500,000	4,977,704,911	(7,153,447,950)	202,091,756,961
Increase in the year	-	-	-	29,587,268,635	29,587,268,635
- Profit for the year	-	-	-	29,587,268,635	29,587,268,635
Prior year's closing balance	444,000,000,000	4,267,500,000	4,977,704,911	22,433,820,685	231,679,025,596
Current period's opening balance	444,000,000,000	4,267,500,000	4,977,704,911	22,433,820,685	475,679,025,596
Increase in the period	-	-	-	13,071,111,057	13,071,111,057
- Profit for the period	-	-	-	13,071,111,057	13,071,111,057
Current period's closing balance	444,000,000,000	4,267,500,000	4,977,704,911	35,504,931,742	488,750,136,653

4.18.2 Details of owner's investment capital

	Closing balance		Opening balance	
	Actual contributed capital	Ratio	Actual contributed capital	Ratio
	VND	%	VND	%
Mr. Ha Quang Tuan	40,750,000,000	9.18%	140,750,000,000	31.70%
Ms. Ha Phuong Thao	100,000,000,000	22.52%	-	0.00%
Mr. Phung Van Chung	63,811,000,000	14.37%	62,833,000,000	14.15%
Ms. Nguyen Thi Mac	86,147,000,000	19.40%	85,197,000,000	19.19%
Capital of other subjects	153,292,000,000	34.53%	155,220,000,000	34.96%
	444,000,000,000	100.00%	444,000,000,000	100.00%

4.18.3 Capital transactions with owners and dividend distribution, profit sharing

	Current year VND	Prior year VND
Owner's invested equity		
Capital contribution at the beginning of the year	444,000,000,000	444,000,000,000
Contributed capital increased during the year	-	-
Contributed capital decreased during the year	-	-
Capital contribution at the end of the year	444,000,000,000	444,000,000,000

4.18.4 Shares

	Closing balance VND	Opening balance VND
- Number of shares registered for issuance	44,400,000	44,400,000
- Number of shares issued to the public	44,400,000	44,400,000
+ Ordinary shares	44,400,000	44,400,000
+ Preference shares	-	-
- Number of shares repurchased	-	-
+ Ordinary shares	-	-
+ Preference shares	-	-
- Number of outstanding shares in circulation	44,400,000	44,400,000
+ Ordinary shares	44,400,000	44,400,000
+ Preference shares	-	-

An ordinary share has par value of 10,000 VND/share

4.20 Off Statement of Financial Position items

Foreign currencies

	Closing balance	Opening balance
US Dollar (USD)	43,304.98	43,304.98

5 ADDITIONAL INFORMATION ON THE PRESENTED SECTIONS ON THE INTERIM STATEMENT OF INCOME

5.1 Revenue from goods sold and services rendered

	Current period VND	Prior period VND
Revenue from sales of finished products	364,538,722,944	293,183,159,571
Revenue from services rendered	13,411,071,440	20,462,546,092
Other revenue	119,350,187	80,069,815
	378,069,144,571	313,725,775,478

5.2 Deductions

	Current period VND	Prior period VND
Sales discounts	1,168,624,276	3,064,254,929
Sales allowances	2,323,619,361	2,897,433
Sales discounts	2,656,780	251,566
	3,494,900,417	3,067,403,928

5.3 Cost of goods sold and services rendered

	Current period VND	Prior period VND
Cost of finished goods sold	304,546,003,935	242,119,519,448
Cost of services rendered	11,814,258,521	13,631,916,987
Others	-	117,920,713
	316,360,262,456	255,869,357,148

5.4 Financial income

	Current period VND	Prior period VND
Bank and loan interest	17,620,666	6,157,008
Interest on instalment sales	1,563,103,768	1,316,314,301
Revenue from other financial activities	-	4,016,401
	1,580,724,434	1,326,487,710

5.5 Financial expenses

	Current period VND	Prior period VND
Interest expense	4,960,549,299	2,898,920,578
Exchange rate difference losses incurred during the period	4,849,510	320,241,268
Exchange rate difference loss at the end of the period	111,198,693	-
Allowance for impairment of investments	270,000	(9,435,000)
Other financial expenses	308,578,972	235,359,389
	5,385,446,474	3,445,086,235

5.6 Selling expenses

	Current period VND	Prior period VND
Staff costs	30,699,767,702	27,027,382,746
The cost of raw materials, packaging	112,230,604	406,911,681
The cost of tools, tools, utensils	420,667,986	-
Depreciation expense of fixed assets	146,936,316	121,052,221
Cost of outsourced services	3,601,314,288	4,391,914,597
Others	3,000,000	-
	34,983,916,896	31,947,261,245

5.7 General and administration expenses

	Current period VND	Prior period VND
Management staff costs	3,872,379,004	2,197,191,000
Cost of materials management	297,372,722	120,023,786
Fixed asset depreciation expense	14,076,219	7,963,050
Taxes, charges and fees	193,755,307	184,902,307
Cost of outsourced services	2,664,606,563	2,796,970,660
Others	251,939,606	211,546,512
Provision for losses of bad receivables	(15,207,836)	558,814,333
	7,278,921,585	6,077,411,648

5.8 Other income

	Current period VND	Prior period VND
Liquidation of machinery and equipment	-	1,700,000,000
Service commission	2,555,107,392	3,629,657,882
Others	1,644,605,636	1,750,366,546
	4,199,713,028	7,080,024,428

5.9 Other expenses

	Current period VND	Prior period VND
Late payment of taxes and insurance	580,419	1,843,323,415
Penalties for administrative violations	3,000,000	800,000
Other costs	2,215,888	6,265,053
	5,796,307	1,850,388,468

5.10 Current corporate income tax expense

	Current period VND	Prior period VND
Corporate income tax expense based on taxable profit in the current year (i)	3,269,226,841	4,344,340,472
Total current corporate income tax expense	3,269,226,841	4,344,340,472

(i) The current corporate income tax expense for the year was computed as follows:

	Current period VND	Prior period VND
Profit/(Loss) before tax	16,340,337,898	19,875,378,944
- Adjustments increase	5,796,307	1,846,323,415
<i>+) Expenses are not deductible</i>	5,796,307	1,846,323,415
- Adjustments decrease	-	-
<i>+) Income is tax-free</i>	-	-
<i>+) Other amounts</i>	-	-
Profits subject to corporate income tax	16,346,134,205	21,721,702,359
Income from business activities is subject to a tax rate of 20%	16,346,134,205	21,721,702,359
Corporate income tax expenses from business activities are subject to a tax rate of 20%	3,269,226,841	4,344,340,472
Corporate income tax expense based on taxable profit in the current year	3,269,226,841	4,344,340,472

5.11 Basic earnings per share

	Current period	Prior period
a) Basic earnings per share	-	-
Accounting profit after corporate income tax (VND)	13,071,111,057	15,531,038,472
Profit or loss attributable to ordinary shareholders (VND)	13,071,111,057	15,531,038,472
<i>Average ordinary shares in circulation for the year (shares)</i>	<i>44,400,000</i>	<i>44,400,000</i>
Basic earnings per share (VND/Share)	294	350

5.12 Production cost by nature

	Current period VND	Prior period VND
Raw materials and consumables	234,562,995,443	258,326,746,778
Labour	51,733,065,213	45,802,134,537
Depreciation and amortisation	8,698,442,137	6,738,352,629
Taxes, charges and fees	274,352,720	226,118,931
Contingency Expenses/Contingency Reimbursement	(15,207,836)	558,814,333
Cost of outsourced services	39,936,897,140	35,759,884,594
Others	382,167,407	225,886,512
	335,572,712,224	347,637,938,314

6 FINANCIAL INSTRUMENTS

6.1 Categories of financial instruments

	Carrying amounts		Fair value (i)	
	Closing balance	Opening balance	Closing balance	Opening balance
	VND	VND	VND	VND
Financial assets				
Cash and cash equivalents	52,297,283,823	11,533,359,957	-	-
Trade and other receivables	85,438,659,090	55,213,531,310	-	-
Short-term financial investments	10,530,000	10,800,000	-	-
Long-term financial investments	27,000,000,000	27,000,000,000	-	-
	164,746,472,913	93,757,691,267	-	-
Financial liabilities				
Trade payables, Other payables	71,824,006,816	52,515,156,560	-	-
Accrued expenses	5,101,761,745	39,753,857,504	-	-
Borrowings and lease	100,000,000,000	20,210,000,000	-	-
	176,925,768,561	112,479,014,064	-	-

(i): In the case where no fair value is measured, column 'Fair value' should be removed and then noted as per the following paragraph.

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

6.2 Financial risk management objectives

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

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

Market risk

The Company's activities expose it primarily to the financial risks of changes in foreign currency exchange rates, interest rates and prices. The Company does not hedge these risk exposures due to the lack of active market for the trading activities of financial instruments.

Foreign currency risk management

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

Interest rate risk management

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

Commodity price risk management

The Company purchases materials, commodities from local and foreign suppliers for business purpose. Therefore, the Company is exposed to the risk of changes in selling prices of materials, commodities.

Credit risk

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

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company has a credit policy in place and the exposure to credit risk is monitored on an on-going basis.

Liquidity risk management

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

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

	Less than 1 year VND	From 1 - 5 years VND	More than 5 years VND	Total VND
Closing balance				
Cash and cash equivalents	52,297,283,823	-	-	52,297,283,823
Trade and other receivables	81,923,650,593	3,515,008,497	-	85,438,659,090
Short-term financial investments	10,530,000	-	-	10,530,000
Long-term financial investments	-	-	27,000,000,000	27,000,000,000
	134,231,464,416	3,515,008,497	27,000,000,000	164,746,472,913

	Less than 1 year VND	From 1 - 5 years VND	More than 5 years VND	Total VND
Closing balance				
Trade payables, Other payables	71,824,006,816	-	-	71,824,006,816
Accrued expenses	5,101,761,745	-	-	5,101,761,745
Borrowings and lease	-	100,000,000,000	-	100,000,000,000
	76,925,768,561	100,000,000,000	-	176,925,768,561
	Less than 1 year VND	From 1 - 5 years VND	More than 5 years VND	Total VND
Opening balance				
Cash and cash equivalents	11,533,359,957	-	-	11,533,359,957
Trade and other receivables	55,213,531,310	-	-	55,213,531,310
Loan receivables	-	-	-	-
Short-term financial investments	10,800,000	-	-	10,800,000
Long-term financial investments	-	-	27,000,000,000	27,000,000,000
	66,757,691,267	-	27,000,000,000	93,757,691,267
Opening balance				
Trade payables, Other payables	52,515,156,560	-	-	52,515,156,560
Accrued expenses	39,753,857,504	-	-	39,753,857,504
Borrowings and lease	20,210,000,000	-	-	20,210,000,000
	112,479,014,064	-	-	112,479,014,064

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

7 OTHER INFORMATION

7.1 Potential liabilities

There are no contingent liabilities arising from past events that could affect the information presented in the Financial Statements that the Company does not control or has not recorded.

7.2 Events arising after the end of the year

The Board of General Directors of the Company affirms that, in the identity of The Board of General Directors, in terms of material aspects, no unusual events occurred after the end of the fiscal year that would affect the financial situation and The Company's activities need to be adjusted or presented in these financial statements.

7.3 Information of Department

The company is not required to prepare segment reports because it does not satisfy one of the three conditions for preparing segment reports by geographical area as prescribed in Circular 20/2006/TT-BTC dated 20 March, 2006 of the Ministry of Finance regarding guidance on the implementation of six (06) accounting standards issued under Decision No. 12/2005/QĐ-BTC dated 15 February, 2005 of the Ministry of Finance.

7.4 Transactions and balances with related parties

The related parties with the Company include key management members, the individuals involved with key management members and other related parties.

7.4.1 Transactions and balances with key management members, the individuals involved with key management members.

Key management members include members of The Board of Management, the Board of Supervisors, and The Board of General Directors. Individuals associated with key management members are close members in the family of key management members.

Income of key management members:

Remuneration paid to the Company's Board of General Directors during the year was as follows:

	Content	Current period VND	Prior period VND
The Board of Directors			
Mr. Ha Quang Tuan	Chairman	240,000,000	240,000,000
Mr. Ngo Kim Son	Member	30,000,000	30,000,000
Mr. Nguyen Duy Len	Member	30,000,000	30,000,000
Mdm. Vu Thi Huong Thuy	Member	30,000,000	30,000,000
Mr. Le Huy Phuc	Member	20,000,000	30,000,000
The Board of Supervisors			
Mdm. Dao Bich Thuy	Head of BOS	18,000,000	18,000,000
Mdm. Nguyen Thi Hai Ly	Member	12,000,000	12,000,000
Mr. Phan Van Nam	Member	12,000,000	12,000,000
The Board of Directors			
Mdm. Vu Thi Huong Thuy	Director	630,000,000	705,427,000
Mr. Ngo Kim Son	Factory Director	333,372,000	345,884,000
Mr. Nguyen Duy Len	Quality Director	248,334,000	263,089,000
Mr. Nguyen Van Tuyen	Deputy Factory Director	187,079,000	-
		1,790,785,000	1,716,400,000

Transactions with key members of management and individuals related to key members of management.

The Company does not have transactions related to sales and provision of services to key management members and individuals related to key management members.

Other transactions with key management members and individuals related to key management members are as follows:

	Content	Current period VND	Prior period VND
Mr. Ha Quang Tuan	Loan proceeds	26,000,000,000	-
	Loan repayment	46,210,000,000	250,000,000
Mr. Ngo Kim Son	Advance payment	514,000,000	1,041,000,000
	Advance settlement	-	400,000,000
Mr. Phan Van Nam	Advance payment	-	1,301,000
	Advance settlement	-	11,301,000
Mdm. Vu Thi Huong Thuy	Advance payment	10,000,000	-
	Advance settlement	13,549,000	-

Balances with key management members and individuals associated with key management members.

	Closing balance VND	Opening balance VND
Advance payment	573,722,313	63,271,313
Mr. Ngo Kim Son	567,271,313	53,271,313
Mdm. Vu Thi Huong Thuy	6,451,000	10,000,000
Other short-term payables	1,509,700,114	1,137,700,114
Mr. Ha Quang Tuan	610,000,000	370,000,000
Mr. Ngo Kim Son	214,300,114	184,300,114
Mdm. Dao Bich Thuy	130,000,000	110,000,000
Mdm. Nguyen Thi Hai Ly	80,000,000	70,000,000
Mr. Nguyen Duy Len	192,600,000	162,600,000
Mdm. Vu Thi Huong Thuy	206,800,000	176,800,000
Mr. Phan Van Nam	76,000,000	64,000,000
	-	-
Short-term borrowings and finance lease liabilities	-	20,210,000,000
Mr. Ha Quang Tuan	-	20,210,000,000

7.4.2 Transactions and balances with other related parties

Other related parties to the Company include subsidiaries, joint-ventures, associates controlled businesses, individuals with direct or indirect voting rights at the Company and intimately members within their families, businesses run by key management employees and individuals with direct or indirect voting rights of the Company and intimately members of their families.

List of other related parties

Other related parties	Address	Relationship
Hoang Mai Xanh Joint Stock Company	Ha Noi City	Both Chairman

Transactions with other related parties

During this fiscal year, there were major transactions with related companies as follows:

	Current year VND	Prior year VND
Sales of goods and provision of services	1,518,017,946	1,289,202,137
Hoang Mai Xanh Joint Stock Company	1,518,017,946	1,289,202,137
Purchase of goods and services	4,088,061,684	388,800,000
Hoang Mai Xanh Joint Stock Company	4,088,061,684	388,800,000

Balance of accounts receivable/(payable) with other related parties

	Closing balance VND	Opening balance VND
Short-term trade receivables	2,842,640,175	1.785.596.075
Hoang Mai Xanh Joint Stock Company	2,842,640,175	1.785.596.075
Short-term advances to suppliers	-	1.454.134.797
Hoang Mai Xanh Joint Stock Company	-	1.454.134.797
Short-term trade payables	2.633.926.887	-
Hoang Mai Xanh Joint Stock Company	2.633.926.887	-

7.5 Comparative figures

The comparative figures on the Interim Statement of Financial Position and the corresponding notes are the figures from the audited Financial Statements for the fiscal year ended December 31, 2024, of the Company, audited by International Auditing and Valuation Company Limited.

The comparative figures presented in the Interim Statement of Income, the Interim Statement of Cash Flows, and the corresponding notes are those from the Interim Financial Statements for the six-month period ended June 30, 2024, which were reviewed by International Auditing and Valuation Company Limited.


Preparer
Pham Thi Hoa


Chief Accountant
Pham Tung Lam


Chairman
Ha Quang Tuan
Ha Noi, Vietnam
Date 14 month 08 2025

