

Da Nhim - Ham Thuan - Da Mi Hydro Power Joint Stock Company

Consolidated financial statements

For the year ended 31 December 2024



Da Nhim - Ham Thuan - Da Mi Hydro Power Joint Stock Company

Consolidated financial statements

For the year ended 31 December 2024



Da Nhim - Ham Thuan - Da Mi Hydro Power Joint Stock Company

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Da Nhim - Ham Thuan - Da Mi Hydro Power Joint Stock Company

GENERAL INFORMATION

THE COMPANY

Da Nhim - Ham Thuan - Da Mi Hydro Power Joint Stock Company (“the Company”) is a joint stock company and was established from equitization of State Enterprise (Da Nhim - Ham Thuan - Da Mi Hydro Power Company) under Decision No.327/QD-EVN dated 24 May 2010 of Vietnam Electricity Group and was transformed into a joint stock company from 7 October 2011. The Company obtained Business Registration Certificate No. 5800452036 dated 7 October 2011 issued by Planning and Investment Department of Lam Dong province and subsequent amendments, with the latest being the 10th amendment dated 7 July 2022.

According to the Decision No. 427/QD-SGDHN dated 12 June 2017 of the Hanoi Stock Exchange, the Company registered for stock trading on the unlisted public company market (UPCOM) with the ticker of DNH.

The current principal activity of the Company is production of electricity and other activities under the Business Registration Certificate.

The Company’s head office is located at 80A Tran Phu, Loc Son ward, Bao Loc city, Lam Dong province.

BOARD OF DIRECTORS

Members of the Board of Directors during the year and at the date of this report are:

Mr Le Van Quang	Chairman
Mr Dang Van Cuong	Member
Mr Do Minh Loc	Member

BOARD OF SUPERVISION

Members of the Board of Supervision during the year and at the date of this report are:

Ms Dinh Hai Ninh	Head of Board of Supervision
Mr Dang Van Minh	Member
Mr Pham Viet Ky	Member

MANAGEMENT

Members of management during the year and at the date of this report are:

Mr Dang Van Cuong	General Director
Mr Do Minh Loc	Deputy General Director
Mr Nguyen Dinh Chien	Deputy General Director

LEGAL REPRESENTATIVE

The legal representative of the Company during the year and at the date of this report is Mr Dang Van Cuong, General Director.

AUDITOR

The auditor of the Company is Ernst & Young Vietnam Limited.



Da Nhim - Ham Thuan - Da Mi Hydro Power Joint Stock Company

REPORT OF MANAGEMENT

Management of Da Nhim - Ham Thuan - Da Mi Hydro Power Joint Stock Company ("the Company") is pleased to present this report and the consolidated financial statements of the Company and its subsidiary for the year ended 31 December 2024.

MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS

Management is responsible for the consolidated financial statements of each financial year which give a true and fair view of the consolidated financial position of the Company and its subsidiary and of the consolidated results of its operations and its consolidated cash flows for the year. In preparing those consolidated financial statements, management is required to:

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgements and estimates that are reasonable and prudent;
- ▶ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the consolidated financial statements; and
- ▶ prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Company and its subsidiary will continue its business.

Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the consolidated financial position of the Company and its subsidiary and to ensure that the accounting records comply with the applied accounting system. It is also responsible for safeguarding the assets of the Company and its subsidiary and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Management confirmed that it has complied with the above requirements in preparing the accompanying consolidated financial statements.

STATEMENT BY MANAGEMENT

Management does hereby state that, in its opinion, the accompanying consolidated financial statements give a true and fair view of the consolidated financial position of the Company and its subsidiary as at 31 December 2024 and of the consolidated results of its operations and its consolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the consolidated financial statements.



Đang Văn Cuong
General Director

Lam Dong, Vietnam

31 March 2025



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Website (VN): ey.com/vi_vn

Reference: 13682981/68434638-HN

INDEPENDENT AUDITORS' REPORT

To: The Shareholders of Da Nhim - Ham Thuan - Da Mi Hydro Power Joint Stock Company

We have audited the accompanying consolidated financial statements of Da Nhim - Ham Thuan - Da Mi Hydro Power Joint Stock Company ("the Company") and its subsidiary as prepared on 31 March 2025 and set out on pages 6 to 42, which comprise the consolidated balance sheet as at 31 December 2024, the consolidated income statement and the consolidated cash flow statement for the year then ended and the notes thereto.

Management's responsibility

Management of the Company is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the consolidated financial statements, and for such internal control as the management determines is necessary to enable the preparation and presentation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company and its subsidiary' preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company and its subsidiary' internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the consolidated financial statements.

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





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Opinion

In our opinion, the consolidated financial statements give a true and fair view, in all material respects, of the consolidated financial position of the Company and its subsidiary as at 31 December 2024, and of the consolidated results of its operations and its consolidated cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of the consolidated financial statements.

Emphasis of matters

We draw the attention to Note 29 of the consolidated financial statements, the Company and its subsidiary have a solar power project that is currently being reviewed by the Vietnam Electricity Group regarding the conditions for applying favorable selling price. Accordingly, the Company's electricity selling price of the project may be affected. As of the date of preparing the consolidated financial statements, the Company and its subsidiary have not yet received any official conclusion from the relevant authorities regarding the aforementioned matter.

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

Other matter

The consolidated financial statements of the Company and its subsidiary for the year ended 31 December 2023 were audited by another audit firm which expressed an unmodified opinion on those statements on 29 March 2024.

Ernst & Young Vietnam Limited



Nguyen Manh Hung
Deputy General Director
Audit Practising Registration
Certificate No. 2401-2023-004-1

Nguyen Quy Manh
Auditor
Audit Practising Registration
Certificate No. 4482-2023-004-1

Hanoi, Vietnam

31 March 2025

Da Nhim - Ham Thuan - Da Mi Hydro Power
Joint Stock Company

B01-DN/HN

CONSOLIDATED BALANCE SHEET
as at 31 December 2024

Currency: VND

Code	ASSETS	Notes	Ending balance	Beginning balance
100	A. CURRENT ASSETS		2,457,645,874,852	2,077,658,879,921
110	I. Cash and cash equivalents	4	604,583,867,007	536,186,291,363
111	1. Cash		9,934,550,077	7,336,359,863
112	2. Cash equivalents		594,649,316,930	528,849,931,500
120	II. Short-term investments		930,200,000,000	70,000,000,000
123	1. Held- to-maturity investments	5	930,200,000,000	70,000,000,000
130	III. Current accounts receivable		908,079,273,402	1,428,124,971,078
131	1. Short-term trade receivables	6	871,600,090,421	1,180,980,900,187
132	2. Short-term advances to suppliers		5,569,016,294	4,562,967,122
135	3. Short-term loan receivables	27	-	200,000,000,000
136	4. Other short-term receivables	7	33,247,789,720	44,601,317,464
137	5. Provision for doubtful short-term receivables	8	(2,337,623,033)	(2,020,213,695)
140	IV. Inventories	9	14,410,440,031	37,491,425,648
141	1. Inventories		14,410,440,031	37,491,425,648
150	V. Other current assets		372,294,412	5,856,191,832
151	1. Short-term prepaid expenses		372,294,412	606,363,869
153	2. Tax and other receivables from the State		-	5,249,827,963

Da Nhim - Ham Thuan - Da Mi Hydro Power
Joint Stock Company

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CONSOLIDATED BALANCE SHEET (continued)
as at 31 December 2024

Currency: VND

Code	ASSETS	Notes	Ending balance	Beginning balance
200	A. NON-CURRENT ASSETS		5,020,114,791,568	5,941,470,949,131
210	I. Long-term receivables		-	599,932,824,894
215	1. Long-term loan receivables	27	-	599,932,824,894
220	II. Fixed assets		4,653,179,202,713	4,933,484,262,836
221	1. Tangible fixed assets	10	4,652,918,029,551	4,932,820,455,298
222	Cost		15,488,065,013,130	15,381,420,021,833
223	Accumulated depreciation		(10,835,146,983,579)	(10,448,599,566,535)
227	2. Intangible fixed assets		261,173,162	663,807,538
228	Cost		2,335,628,057	2,335,628,057
229	Accumulated amortisation		(2,074,454,895)	(1,671,820,519)
240	III. Long-term assets in progress		12,032,167,083	100,596,498,555
242	1. Construction in progress	11	12,032,167,083	100,596,498,555
250	IV. Long-term investments	12	250,975,979,980	211,131,850,077
251	1. Investments in subsidiary		143,615,979,980	143,771,850,077
252	2. Investments in associate		37,360,000,000	37,360,000,000
255	3. Held-to-maturity investments		70,000,000,000	30,000,000,000
260	V. Other long-term assets		103,927,441,792	96,325,512,769
261	1. Long-term prepaid expenses	13	30,060,428,550	39,369,645,676
263	2. Long-term tools, supplies and spare parts	9	73,867,013,242	56,955,867,093
270	TOTAL ASSETS		7,477,760,666,420	8,019,129,829,052

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Da Nhim - Ham Thuan - Da Mi Hydro Power
Joint Stock Company

B01-DN/HN

CONSOLIDATED BALANCE SHEET (continued)
as at 31 December 2024

Currency: VND

Code	RESOURCES	Notes	Ending balance	Beginning balance (Reclassified)
300	C. LIABILITIES		2,212,493,304,552	2,735,990,711,823
310	I. Current liabilities		935,126,828,876	1,328,584,847,404
311	1. Short-term trade payables	14	72,932,339,765	146,095,934,134
312	2. Short-term advances from customers		574,703,982	240,636,582
313	3. Statutory obligations	15	176,851,612,970	135,588,722,201
314	4. Payables to employees		26,256,092,216	37,294,280,150
315	5. Short-term accrued expenses	16	11,223,292,743	13,281,341,092
319	6. Other short-term payables	17	508,665,171,333	845,540,888,494
320	7. Short-term loan and finance lease obligations	18	115,493,643,244	130,389,844,451
322	8. Bonus and welfare fund	20	23,129,972,623	20,155,200,300
330	II. Non-current liabilities		1,277,366,475,676	1,407,405,864,419
338	1. Long-term loans	18	1,277,366,475,676	1,407,405,864,419
400	D. OWNERS' EQUITY		5,265,267,361,868	5,283,139,117,229
410	I. Owners' equity	19	5,265,267,361,868	5,283,139,117,229
411	1. Share capital		4,224,000,000,000	4,224,000,000,000
411a	- Original shares with voting rights		4,224,000,000,000	4,224,000,000,000
418	2. Investment and development fund		501,180,626,722	500,620,626,722
421	3. Undistributed earnings		483,560,619,194	500,485,070,048
421a	- Undistributed earnings by the end of prior year		87,681,439,639	51,400,268,411
421b	- Undistributed earnings of current year		395,879,179,555	449,084,801,637
429	4. Non-controlling interests		56,526,115,952	58,033,420,459
440	TOTAL LIABILITIES AND OWNERS' EQUITY		7,477,760,666,420	8,019,129,829,052

Lam Dong, Vietnam

31 March 2025

Le Dang Hoang Phuong
Preparer

Le Xuan Phong
Deputy Head of Finance and
Accounting Department

Dang Van Cuong
General Director

**Da Nhim - Ham Thuan - Da Mi Hydro Power
Joint Stock Company**

B02-DN/HN

**CONSOLIDATED INCOME STATEMENT
for the year ended 31 December 2024**

Currency: VND

<i>Code</i>	<i>ITEMS</i>	<i>Notes</i>	<i>Current year</i>	<i>Previous year</i>
01	1. Revenue from sale of goods and rendering of services	21.1	2,080,599,352,666	2,372,957,441,096
02	2. Deductions	21.1	-	-
10	3. Net revenue from sale of goods and rendering of services	21.1	2,080,599,352,666	2,372,957,441,096
11	4. Cost of goods sold and services rendered	22	(993,655,561,349)	(1,004,463,840,352)
20	5. Gross profit from sale of goods and rendering of services		1,086,943,791,317	1,368,493,600,744
21	6. Finance income	21.2	111,263,671,117	150,027,528,927
22 23	7. Finance expenses <i>In which: Interest expenses</i>	23	(46,099,610,183) (45,823,836,942)	(60,473,976,086) (58,729,852,906)
24	8. Shares of profit of associates	12	29,843,029,903	20,383,134,950
26	10. General and administrative expenses	24	(78,383,273,196)	(89,156,961,632)
30	11. Operating profit		1,103,567,608,958	1,389,273,326,903
31	12. Other income		1,625,182,877	75,303,511
32	13. Other expenses		(338,514,701)	(72,831,006)
40	14. Other profit		1,286,668,176	2,472,505
50	15. Accounting profit before tax		1,104,854,277,134	1,389,275,799,408
51	16. Current corporate income tax expense	26.1	(198,580,691,249)	(260,077,513,434)

Da Nhim - Ham Thuan - Da Mi Hydro Power
Joint Stock Company

B02-DN/HN

CONSOLIDATED INCOME STATEMENT (continued)
for the year ended 31 December 2024


Currency: VND

Code	ITEMS	Notes	Current year	Previous year (Restated)
60	18. Net profit after corporate income tax		906,273,585,885	1,129,198,285,974
61	19. Net profit after tax attributable to shareholders of the parent		902,759,179,555	1,123,173,498,184
62	20. Net profit after tax attributable to non-controlling interests		3,514,406,330	6,024,787,790
70	20. Basic earnings per share	28	2,137	2,533
71	21. Diluted earnings per share			

Lam Dong, Vietnam

31 March 2025


Le Dang Hoang Phuong
Preparer


Le Xuan Phong
Deputy Head of Finance and
Accounting Department


Dang Van Cuong
General Director



CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 December 2024

Currency: VND

Code	ITEMS	Notes	Current year	Previous year
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	Profit before tax		1,104,854,277,134	1,389,275,799,408
	<i>Adjustments for:</i>			
02	Depreciation of tangible fixed assets and amortisation of intangible fixed assets		386,950,051,420	377,150,438,511
03	Provisions		317,409,338	93,295,585
04	Foreign exchange gains arisen from revaluation of monetary accounts denominated in foreign currency		(25,993,614,572)	(24,661,703,217)
05	Profits from investing activities		(110,050,325,526)	(133,226,493,159)
06	Interest expenses	24	45,823,836,942	58,729,852,906
08	Operating profit before changes in working capital		1,401,901,634,736	1,667,361,190,034
09	Decrease/(increase) in receivables		344,858,627,212	(661,224,774,417)
10	Decrease in inventories		6,169,839,468	2,604,095,302
11	Increase/(decrease) in payables		7,386,522,601	(68,951,483,588)
12	Decrease/(increase) in prepaid expenses		9,543,286,583	(10,960,659,551)
14	Interest paid		(48,456,435,291)	(59,333,213,769)
15	Corporate income tax paid		(171,051,772,541)	(242,444,687,961)
17	Other cash outflows for operating activities		(50,450,568,922)	(48,819,069,037)
20	Net cash flows from operating activities		1,499,901,133,846	578,231,397,013
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchase and construction of fixed assets and other long-term assets		(94,180,092,431)	(26,891,035,150)
23	Loans to other entities and payments for purchase of debt instruments of other entities		(970,200,000,000)	(100,000,000,000)
24	Collections from borrowers and proceeds from sale of debt instruments of other entities		869,932,824,894	402,980,000,000
27	Interest and dividends received		90,325,684,713	135,509,044,545
30	Net cash flows (used in)/from investing activities		(104,121,582,824)	411,598,009,395

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Da Nhim - Ham Thuan - Da Mi Hydro Power
Joint Stock Company

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CONSOLIDATED CASH FLOW STATEMENT (continued)
for the year ended 31 December 2024


Currency: VND

Code	ITEMS	Notes	Current year	Previous year
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
34	Drawdown of borrowings		(118,947,483,835)	(221,295,679,292)
36	Dividends paid		(1,208,440,000,000)	(1,440,960,000,000)
40	Net cash flows used in financing activities		(1,327,387,483,835)	(1,662,255,679,292)
50	Net increase/(decrease) in cash and cash equivalents for the year		68,392,067,187	(672,426,272,884)
60	Cash and cash equivalents at the beginning of the year		536,186,291,363	1,208,606,920,989
61	Impact of foreign exchange rate fluctuation		5,508,457	5,643,258
70	Cash and cash equivalents at the end of the year	4	604,583,867,007	536,186,291,363

Lam Dong, Vietnam

31 March 2025


Le Dang Hoang Phuong
Preparer


Le Xuan Phong
Deputy Head of Finance and
Accounting Department


Dang Van Cuong
General Director



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
as at 31 December 2024 and for the year then ended

1. CORPORATE INFORMATION

Da Nhim - Ham Thuan - Da Mi Hydro Power Joint Stock Company ("the Company") is a joint stock company and was established from equitization of State Enterprise (Da Nhim - Ham Thuan - Da Mi Hydro Power Company) under Decision No.327/QD-EVN dated 24 May 2010 of Vietnam Electricity Group and was transformed into a joint stock company from 7 October 2011. The Company obtained Business Registration Certificate No. 5800452036 dated 7 October 2011 issued by Planning and Investment Department of Lam Dong province and subsequent amendments, with the latest being the 10th amendment dated 7 July 2022.

According to the Decision No. 427/QD-SGDHN dated 12 June 2017 of the Hanoi Stock Exchange, the Company registered for stock trading on the unlisted public company market (UPCOM) with the ticker of DNH.

The current principal activity of the Company is production of electricity and other activities under the Business Registration Certificate.

The Company's normal course of business cycle is 12 months.

The Company's head office is located at 80A Tran Phu, Loc Son ward, Bao Loc city, Lam Dong province.

The total number of the Company's employees as at 31 December 2024 is 240 (31 December 2023: 246).

Corporate structure

As at 31 December 2024, the Company has 1 subsidiary (31 December 2023: 1 subsidiary) as follows:

<i>No.</i>	<i>Name</i>	<i>Percentage of ownership</i>	<i>Voting right</i>	<i>Location</i>	<i>Principal activities</i>
1	Ha Song Pha Hydro Power Joint Stock Company	70%	70%	Lam Hoa village, Lam Son commune, Ninh Son district, Binh Thuan province, Vietnam.	Production of electricity

As at 31 December 2024, the Company also has 1 associate as presented in Note 12.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

2. BASIS OF PREPARATION

2.1 Accounting standards and system

The consolidated financial statements of the Company and its subsidiary expressed in Vietnam dong ("VND") are prepared in accordance with Vietnamese Enterprise Accounting System and Vietnamese Accounting Standards issued by the Ministry of Finance as per:

- ▶ Decision No. 149/2001/QD-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 1);
- ▶ Decision No. 165/2002/QD-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 2);
- ▶ Decision No. 234/2003/QD-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 3);
- ▶ Decision No. 12/2005/QD-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Accounting Standards (Series 4); and
- ▶ Decision No. 100/2005/QD-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Accounting Standards (Series 5).

Accordingly, the accompanying consolidated financial statements, including their utilisation are not designed for those who are not informed about Vietnam's accounting principles, procedures and practices and furthermore are not intended to present the consolidated financial position and the consolidated results of operations and the consolidated cash flows of the Company and its subsidiary in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

2.2 Applied accounting documentation system

The Company and its subsidiary' applied accounting documentation system is the General Journal.

2.3 Fiscal year

The Company and its subsidiary' fiscal year applicable for the preparation of its consolidated financial statements starts on 1 January and ends on 31 December.

2.4 Accounting currency

The consolidated financial statements are prepared in VND which is also the Company and its subsidiary's accounting currency.

2.5 Basis of consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiary for the year ended 31 December 2024.

The subsidiary is fully consolidated from the date of acquisition, being the date on which the Company obtains control, and continued to be consolidated until the date that such control ceases.

The financial statements of the subsidiary are prepared for the same reporting year as the parent company, using consistent accounting policies.

All intra-company balances, income and expenses and unrealised gains or losses resulting from intra-company transactions are eliminated in full.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

2. BASIS OF PREPARATION (continued)

2.5 Basis of consolidation (continued)

Non-controlling interests represent the portion of profit or loss and net assets not held by the Company and its subsidiary are presented separately in the consolidated income statement and within equity in the consolidated balance sheet.

Impact of change in the ownership interest of a subsidiary, without a loss of control, is recorded in undistributed earnings.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, cash in banks and short-term, highly liquid investments with an original maturity of not more than three months that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value.

3.2 Inventories

Inventories are measured at their historical costs. The cost of inventories comprises costs of purchase incurred in bringing the inventories to their present location and condition.

In case the net realizable value is lower than the original price, it must be measured at the net realizable value.

Net realisable value ("NRV") represents the estimated selling price in the ordinary course of business less the estimated costs to complete and the estimated costs necessary to make the sale.

The perpetual method is used to record inventories, which are valued as follows which includes raw materials and tools, with the value determined as the purchase cost using the weighted average method.

Provision for obsolete inventories

An inventory provision is created for the estimated loss arising due to the impairment of value (through diminution, damage, obsolescence, etc.) of inventories owned by the Company and its subsidiary, based on appropriate evidence of impairment available at the balance sheet date.

Increases or decreases to the provision balance are recorded into the cost of goods sold account in the consolidated income statement. When inventories are expired, obsolescence, damage or become useless, the difference between the provision previously made and the historical cost of inventories are included in the consolidated income statement.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.3 Receivables

Receivables are presented in the consolidated balance sheet at the carrying amounts due from customers and other debtors, after provision for doubtful debts.

The provision for doubtful debts represents amounts of outstanding receivables at the balance sheet date which are doubtful of being recovered. Increases or decreases to the provision balance are recorded as general and administrative expenses in the consolidated income statement. When bad debts are determined as unrecoverable and accountant writes off those bad debts, the differences between the provision for doubtful receivables previously made and historical cost of receivables are included in the consolidated income statement.

3.4 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises its purchase price and any directly attributable costs of bringing the tangible fixed asset to working condition for its intended use and the costs of dismantling and removing the asset and restoring the site on which it is located, if any.

Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and expenditures for maintenance and repairs are charged to the consolidated income statement as incurred.

When tangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the consolidated income statement.

3.5 Intangible fixed assets

Intangible fixed assets are stated at cost less accumulated amortisation.

The cost of an intangible fixed asset comprises its purchase price and any directly attributable costs of preparing the intangible fixed asset for its intended use.

Expenditures for additions, improvements are added to the carrying amount of the assets and other expenditures are charged to the consolidated income statement as incurred.

When intangible fixed assets are sold or retired, any gain or loss resulting from their disposal (the difference between the net disposal proceeds and the carrying amount) is included in the consolidated income statement.

3.6 Depreciation and amortisation

Depreciation of tangible fixed assets and amortisation of intangible fixed assets are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Buildings and structures	10 - 50 years
Machinery and equipment	8 - 15 years
Means of transportation	5 - 15 years
Office equipment	3 - 5 years
Computer software	3 - 10 years
Others	3 years

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.7 Construction in progress

Construction in progress represents the costs of acquiring new assets that have not yet been fully installed or the costs of construction that have not yet been fully completed. Construction in progress is stated at cost, which includes all necessary costs to construct, repair, renovate, expand, or re-equip the projects with technologies, such as construction costs, tools and equipment costs, project management costs, construction consulting costs, and borrowing costs that are eligible for capitalization. Construction in progress will be transferred to the appropriate fixed asset account when these assets are fully installed or the construction project is fully completed, and depreciation of these assets will commence when they are ready for their intended use.

Construction costs are recognized as expenses when such costs do not meet the conditions to be recognized as fixed assets.

3.8 Borrowing costs

Borrowing costs consist of interest and other costs that the Company and its subsidiary incur in connection with the borrowing of funds. Borrowing costs are recorded as expense during the year in which they are incurred.

3.9 Prepaid expenses

Prepaid expenses are reported as short-term or long-term prepaid expenses on the consolidated balance sheet and amortised over the period for which the amounts are paid or the period in which economic benefits are generated in relation to these expenses.

3.10 Business combinations and goodwill

Business combinations are accounted for using the purchase method. The cost of a business combination is measured as the fair value of assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange plus any costs directly attributable to the business combination. Identifiable assets and liabilities and contingent liabilities assumed in a business combination are measured initially at fair values at the date of business combination.

Goodwill acquired in a business combination is initially measured at cost being the excess of the cost the business combination over the Company and its subsidiary's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities. If the cost of a business combination is less than the fair value of the net assets of the subsidiary acquired, the difference is recognised directly in the consolidated income statement. After initial recognition, goodwill is measured at cost less any accumulated amortisation. Goodwill is amortised over 10-year period on a straight-line basis. The parent company conducts the periodical review for impairment of goodwill of investment in subsidiary. If there are indicators of impairment loss incurred is higher than the yearly allocated amount of goodwill on the straight-line basis, the higher amount will be recorded in the consolidated income statement.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.11 Investment

Investments in associates

The Company's investment in its associate is accounted for using the equity method of accounting. An associate is an entity in which the Company has significant influence that is neither subsidiaries nor joint ventures. The Company generally deems they have significant influence if they have over 20% of the voting rights.

Under the equity method, the investment is carried in the consolidated balance sheet at cost plus post acquisition changes in the Company's share of net assets of the associate. Goodwill arising on acquisition of the associate is included in the carrying amount of the investment. Goodwill is not amortised and subject to annual review for impairment.

The share of post-acquisition profit of the associate is presented on face of the consolidated income statement and its share of post-acquisition movements in reserves is recognised in reserves. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. Dividend/profit sharing received or receivable from associate reduces the carrying amount of the investment.

The financial statements of the associate are prepared for the same reporting period and use the same accounting policies as the Company and its subsidiary. Where necessary, adjustments are made to bring the accounting policies in line with those of the Company and its subsidiary.

Investments in other entities

Investments in other entities are stated at their acquisition costs.

Held-to-maturity investments

Held-to-maturity investments are stated at their acquisition costs. After initial recognition, held-to-maturity investments are measured at recoverable amount. Any impairment loss incurred is recognised as finance expense in the consolidated income statement and deducted against the value of such investments.

Provision for diminution in value of investments

Provision for diminution in value of the investment is made when there are reliable evidences of the diminution in value of those investments at the balance sheet date.

Increases or decreases to the provision balance are recorded as finance expenses in the consolidated income statement.

3.12 Payables and accruals

Payables and accruals are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Company and its subsidiary.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.13 Expenditures on overhaul of fixed assets

Major repair costs incurred during the year are recorded in the consolidated income statement or allocated over a maximum period of no more than 3 years.

3.14 Foreign currency transactions

Transactions in currencies other than the Company and its subsidiary' reporting currency of VND are recorded at the actual transaction exchange rates at transaction dates which are determined as follows:

- ▶ Transactions resulting in receivables are recorded at the buying exchange rates of the commercial banks designated for collection;
- ▶ Transactions resulting in liabilities are recorded at the selling exchange rates of the commercial banks designated for payment; and
- ▶ Payments for assets or expenses without liabilities initially being recognised is recorded at the buying exchange rates of the commercial banks that process these payments.

At the end of the year, monetary balances denominated in foreign currencies are translated at the actual transaction exchange rates at the balance sheet dates which are determined as follows:

- ▶ Monetary assets are translated at buying exchange rate of the commercial bank where the Company and its subsidiary conduct transactions regularly; and
- ▶ Monetary liabilities are translated at selling exchange rate of the commercial bank where the Company and its subsidiary conduct transactions regularly.

All foreign exchange differences incurred are taken to the consolidated income statement.

3.15 Contributed capital

Ordinary shares

Ordinary shares are recognised at issuance price less incremental costs directly attributable to the issue of shares, net of tax effects. Such costs are recognised as a deduction from share premium.

3.16 Appropriation of net profits

Net profit after tax is available for appropriation to shareholders after approval in the annual general meeting, and after making appropriation to reserve funds in accordance with the Company and its subsidiary's Charter and Vietnam's regulatory requirements.

The Company and its subsidiary maintains the following reserve funds which are appropriated from The Company and its subsidiary's net profit as proposed by the Board of Directors and subject to approval by shareholders at the annual general meeting.

Bonus and welfare fund

This fund is set aside for the purpose of pecuniary rewarding and encouraging, common benefits and improvement of the employees' benefits, and presented as a liability on the consolidated balance sheet.

Investment and development fund

This fund is set aside for use in The Company and its subsidiary's expansion of its operation or of in-depth investment.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.17 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and its subsidiary and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, excluding trade discount, rebate and sales return. The following specific recognition criteria must also be met before revenue is recognised:

Sale of electricity

Sale of electricity is recognized based on monthly reconciliation and confirmation of output volume between buyer and seller, at the price as stipulated in the power purchase agreement.

Rendering of services

Where the contract outcome can be reliably measured, revenue is recognised by reference to the stage of completion. Stage of completion is measured by volume of work accepted by customers.

Interest income

Interest is recognized on an accrual basis based on the time and actual interest rate for each period.

Dividend and profit distribution income

Dividend and profit distribution income are recognized when Company and its subsidiary are entitled to receive dividends or when the Company and its subsidiary are entitled to receive profits from its capital contributions.

3.18 Taxation

Current income tax

Current income tax assets and liabilities for the current and prior years are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted as at the consolidated balance sheet date.

Current income tax is charged or credited to the consolidated income statement, except when it relates to items recognised directly to equity, in which case the current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Company and its subsidiary to offset current tax assets against current tax liabilities and when the Company and its subsidiary intend to settle its current tax assets and liabilities on a net basis.

Deferred tax

Deferred tax is provided using the liability method on temporary differences at the consolidated balance sheet date between the tax base of assets and liabilities and their carrying amount for consolidated financial reporting purposes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.18 Taxation (continued)

Deferred tax (continued)

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- ▶ where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the related transaction affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of taxable temporarily differences associated with investments in subsidiaries and associate, and interests in joint ventures where timing of the reversal of the temporary difference can be controlled, and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profit will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be utilised, except:

- ▶ where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of deductible temporarily differences associated with investments in subsidiaries, associates, and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Previously unrecognised deferred tax assets are re-assessed at each balance sheet date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled based on tax rates and tax laws that have been enacted at the balance sheet date.

Deferred tax is charged or credited to the consolidated income statement, except when it relates to items recognised directly to equity, in which case the deferred tax is also dealt with in the equity account.

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Company and its subsidiary to off-set current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority on:

- ▶ either the same taxable entity; or
- ▶ when the Company and its subsidiary intend either settle current tax liabilities and assets on a net basis or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.19 Earnings per share

Basic earnings per share amounts are calculated by dividing net profit after tax for the year attributable to ordinary shareholders of the Company (after adjusting for the bonus and welfare fund) by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share amounts are calculated by dividing the net profit after tax attributable to ordinary equity holders of the Company (after adjusting for interest on the convertible preference shares) by the weighted average number of ordinary shares outstanding during the year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

3.20 Segment information

The Company and its subsidiary's principal activities are production of electricity. In addition, these activities are mainly taking place within Vietnam. Therefore, the Company and its subsidiary's risks and returns are not impacted by the Company and its subsidiary's products that the Company and its subsidiary are manufacturing or the locations where the Company and its subsidiary are trading. As a result, the Company's management is of the view that there is only one segment for business and geography and therefore presentation of segmental information is not required.

3.21 Related parties

Parties are considered to be related parties of the Company and its subsidiary if one party has the ability to, directly or indirectly, control the other party or exercise significant influence over the other party in making financial and operating decisions, or when the Company and its subsidiary and other party are under common control or under common significant influence. Related parties can be enterprises or individuals, including close members of their families.

4. CASH AND CASH EQUIVALENTS

	Currency: VND	
	Ending balance	Beginning balance
Cash on hand	755,375,069	238,629,332
Cash in banks	9,179,175,008	7,097,730,531
Cash equivalents (*)	594,649,316,930	528,849,931,500
TOTAL	604,583,867,007	536,186,291,363

(*) Represent term deposits with maturity terms ranging from 1 week to 1 month and earn interest rates ranging from 0.2% to 2.1% per annum (31 December 2023: maturity term ranging from 1 week to 2 months with earn interest rates ranging from 0.2% to 3.7% per annum). The Company's deposit at the Joint Stock Commercial Bank for Investment and Development of Vietnam – Bao Loc Branch with the amount of VND 70,000,000,000 was used as collaterals for the Company's long-term loans as disclosed in Note 18.1.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

5. HELD-TO-MATURITY INVESTMENTS

Represent term deposits with remaining term of less than 12 months and earn interest rates ranging from 2.9% to 4.9% per annum (31 December 2023: 4.7% per annum). The Company's deposits at the Joint Stock Commercial Bank for Investment and Development of Vietnam – Bao Loc branch with the amount of VND 200,000,000,000 was pledged for the Company's long-term loans as disclosed in Note 18.1.

6. SHORT-TERM TRADE RECEIVABLES

	Currency: VND	
	Ending balance	Beginning balance
Trade receivable from related parties (Note 27)	868,789,206,454	1,177,431,579,895
Others	2,810,883,967	3,549,320,292
TOTAL	871,600,090,421	1,180,980,900,187
Provision for doubtful short-term receivables	(2,337,623,033)	(2,020,213,695)

7. OTHER SHORT-TERM RECEIVABLES

	Currency: VND	
	Ending balance	Beginning balance
Interest receivables	21,271,964,822	37,916,738,857
Dividends receivables	11,929,534,500	5,403,149,555
Others	46,290,398	1,281,429,052
TOTAL	33,247,789,720	44,601,317,464

In which:

<i>Trade receivables from related parties</i>		
<i>(Note 27)</i>	11,929,534,500	42,623,582,658
<i>Trade receivables from other customers</i>	21,318,255,220	1,977,734,806

8. BAD DEBTS

	Currency: VND			
	Ending balance		Beginning balance	
	Cost	Recoverable amount	Cost	Recoverable amount
VNECO Hoi Xuan Investment and Electricity Construction JSC	1,543,893,615	240,636,582	1,543,893,615	240,636,582
HDP Tan Loc Investment Joint Stock Company	662,843,322	262,843,322	862,843,322	471,421,660
Damb'ri Development Investment Joint Stock Company	465,050,000	-	465,050,000	139,515,000
Song Lien Co., Ltd.	338,632,000	169,316,000	-	-
IDICO Machinery Erection Construction Investment Joint Stock Company	-	-	440,943,600	440,943,600
TOTAL	3,010,418,937	672,795,904	3,312,730,537	1,292,516,842

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

9. INVENTORIES

Currency: VND

	<i>Ending balance</i>		<i>Beginning balance</i>	
	<i>Cost</i>	<i>Provision</i>	<i>Cost</i>	<i>Provision</i>
Short-term				
Tools and supplies	13,911,572,569	-	37,148,762,358	-
Work in process	498,867,462	-	342,663,290	-
TOTAL	14,410,440,031	-	37,491,425,648	-
Long-term				
Long-term equipment, supplies, and spare parts	73,867,013,242	-	56,955,867,093	-
TOTAL	73,867,013,242	-	56,955,867,093	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

10. TANGIBLE FIXED ASSETS

Currency: VND

	Buildings and structures	Machinery and equipment	Means of transportation	Office equipment	Others	Total
Cost:						
Beginning balance	9,318,754,232,537	5,925,316,334,686	79,348,569,020	57,783,505,083	217,380,507	15,381,420,021,833
- Transfer from construction in progress	1,462,256,776	102,313,205,918	2,549,574,074	319,954,529	-	106,644,991,297
Ending balance	9,320,216,489,313	6,027,629,540,604	81,898,143,094	58,103,459,612	217,380,507	15,488,065,013,130
<i>In which:</i>						
Fully depreciated	1,396,933,426,336	2,373,856,749,292	48,530,758,555	50,230,050,464	217,380,507	3,869,768,365,154
Accumulated depreciation:						
Beginning balance	5,517,832,200,871	4,816,582,669,083	61,945,070,199	52,022,245,875	217,380,507	10,448,599,566,535
- Depreciation for the year	205,575,468,814	174,989,184,311	3,825,986,976	2,156,776,943	-	386,547,417,044
Ending balance	5,723,407,669,685	4,991,571,853,394	65,771,057,175	54,179,022,818	217,380,507	10,835,146,983,579
Net carrying amount:						
Beginning balance	3,800,922,031,666	1,108,733,665,603	17,403,498,821	5,761,259,208	-	4,932,820,455,298
Ending balance	3,596,808,819,628	1,036,057,687,210	16,127,085,919	3,924,436,794	-	4,652,918,029,551

Certain tangible fixed assets were pledged for the loans of the Company and its subsidiary as presented in Note 18.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

11. CONSTRUCTION IN PROCESS

	Currency: VND	
	Ending balance	Beginning balance
Purchase of fixed assets	8,812,074,273	99,943,996,273
Fixed assets overhaul	2,818,281,437	250,390,909
Others	401,811,373	402,111,373
TOTAL	12,032,167,083	100,596,498,555

12. LONG-TERM INVESTMENTS

	Currency: VND			
	Ending balance		Beginning balance	
	Costs	Provision	Costs	Provision
Investments in associate (Note 12.1)	143,615,979,980	-	143,771,850,077	-
Investments in other entities (Note 12.2)	37,360,000,000	-	37,360,000,000	-
Held-to-maturity investments (Note 12.3)	70,000,000,000	-	30,000,000,000	-
TOTAL	250,975,979,980	-	211,131,850,077	-

12.1 Investment in associate

As at 31 December 2024 and 31 December 2023, the Company has 1 associate, details as below:

Name	Location	Principal activities	Percentage of ownership	Voting right
Thuan Binh Wind Power Joint Stock Company	Lac Tri Village, Phu Lac Commune, Tuy Phong District, Binh Thuan Province, Vietnam	Production of electricity	20%	20%

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

12. LONG-TERM INVESTMENTS (continued)

12.1 Investment in associate (continued)

Details of the investment in associate in current year are as follows:

Currency: VND

*Thuan Binh Wind Power
Joint Stock Company*

Cost of investment:

Beginning balance	100,079,200,000
Ending balance	100,079,200,000

Accumulated share in post-acquisition profit of the associate:

Beginning balance	43,692,650,077
- Share in post-acquisition profit of the associate for the year	29,843,029,903
- Dividends for the year	(29,998,900,000)
Ending balance	43,536,779,980

Net carrying amount:

Beginning balance	143,771,850,077
Ending balance	143,615,979,980

On 25 December 2023, Government Inspector announced the Conclusion No. 3116/TB-TTCP regarding the inspection on the observance of policies and laws in the management, implementation of planning and investment in the construction of power works in accordance with Power Plan VII and adjusted Power Plan VII ("the Announcement") which mentioned certain findings on the Phu Lac Wind Power Plant – Stage 2 of Thuan Binh Wind Power Joint Stock Company ("Thuan Binh Company"). At the date of the consolidated financial statements, Thuan Binh Company has not received any official documents from relevant authorities regarding the mentioned matters. Management of the Company assessed that the impact of the mentioned matters on Company's consolidated financial statements is immaterial and will continue to follow up with relevant parties upon receiving future guidance from authorities.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

12. LONG-TERM INVESTMENTS (continued)

12.2 Investment in other entities

Currency: VND

	Balance	Fair value	Percentage of Ownership (%)	Voting right (%)	Balance	Fair value	Percentage of Ownership (%)	Voting right (%)
A Vuong Hydropower Joint Stock Company	24,560,000,000	133,115,200,000	3.27	3.27	24,560,000,000	149,328,095,100	3.27	3.27
Song Ba Ha Hydropower Joint Stock Company	12,800,000,000	63,744,000,000	1.03	1.03	12,800,000,000	73,984,000,000	1.03	1.03
TOTAL	37,360,000,000	196,859,200,000			37,360,000,000	223,312,095,100		

The fair value of these investments were determined by reference to the share closing prices from the latest transaction date to the end of the fiscal year of these companies on UPCOM.

12.3 Held-to-maturity investments

Represent term deposits with remaining maturity term of more than 12 months at commercial banks and earn interest rate of 5% per annum (31 December 2023: 4.9% per annum).

13. PREPAID EXPENSES

Currency: VND

	Ending balance	Beginning balance
Short-term		
Insurance premium	372,294,412	606,363,869
TOTAL	372,294,412	606,363,869
Long-term		
Fixed assets repaid cost	18,966,113,400	30,162,646,165
Tools and supplies in use	3,628,247,937	6,042,849,829
Others	7,466,067,213	3,164,149,682
TOTAL	30,060,428,550	39,369,645,676

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

14. SHORT-TERM TRADE PAYABLES

Currency: VND

	Ending balance		Beginning balance	
	Balance	Payable amount	Balance	Payable amount
Payables to suppliers	65,931,587,445	65,931,587,445	140,289,118,056	140,289,118,056
Construction 47				
Joint Stock				
Company	15,792,020,817	15,792,020,817	15,904,458,596	15,904,458,596
Nippon Koei Ltd	10,792,730,043	10,792,730,043	11,472,821,122	11,472,821,122
Nippon Koei				
Vietnam				
International Ltd	9,847,518,480	9,847,518,480	9,847,518,480	9,847,518,480
Other suppliers	29,499,318,105	29,499,318,105	103,064,319,858	103,064,319,858
Trade payables to related parties (Note 27)	7,000,752,320	7,000,752,320	5,806,816,078	5,806,816,078
TOTAL	72,932,339,765	72,932,339,765	146,095,934,134	146,095,934,134

15. STATUTORY OBLIGATIONS

Currency: VND

	Beginning balance	Payable for the year	Payment made during the year	Ending balance
Value added tax	924,278,523	166,561,773,012	(158,099,490,189)	9,386,561,346
Corporate income tax	84,076,685,896	198,580,691,249	(171,051,772,541)	111,605,604,604
Personal income tax	1,009,235,975	18,129,813,097	(15,755,599,406)	3,383,449,666
Natural resource tax	21,459,066,723	276,658,421,329	(273,934,189,390)	24,183,298,662
Other tax	28,117,455,084	98,924,663,604	(98,749,419,996)	28,292,698,692
TOTAL	135,586,722,201	758,855,362,291	(717,590,471,522)	176,851,612,970

16. SHORT-TERM ACCRUED EXPENSES

Currency: VND

	Ending balance	Beginning balance
Interest expenses	10,648,742,743	13,281,341,092
Others	574,550,000	-
TOTAL	11,223,292,743	13,281,341,092

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

17. OTHER SHORT-TERM PAYABLES

	<i>Currency: VND</i>	
	<i>Ending balance</i>	<i>Beginning balance</i>
Dividends payable	507,080,000,000	844,800,000,000
Others	1,585,171,333	740,888,494
TOTAL	508,665,171,333	845,540,888,494
<i>In which:</i>		
<i>Payables to others</i>	1,244,229,729	852,284,977
<i>Payables to related parties (Note 27)</i>	507,420,941,604	844,688,603,517

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

18. LOANS

	Beginning balance		Movement during the year			Ending balance	
	Amount	Payable amount	Increase	Decrease	Foreign exchange difference	Amount	Payable amount
Short-term Current portion of long-term loans (Note 18.1)	130,389,844,451	130,389,844,451	105,017,223,773	(118,947,483,835)	(965,941,145)	115,493,643,244	115,493,643,244
	130,389,844,451	130,389,844,451	105,017,223,773	(118,947,483,835)	(965,941,145)	115,493,643,244	115,493,643,244
Long-term Long-term loans (Note 18.1)	1,407,405,864,419	1,407,405,864,419	-	(105,017,223,773)	(25,022,164,970)	1,277,366,475,676	1,277,366,475,676
	1,407,405,864,419	1,407,405,864,419	-	(105,017,223,773)	(25,022,164,970)	1,277,366,475,676	1,277,366,475,676
TOTAL	1,537,795,708,870	1,537,795,708,870	105,017,223,773	(223,964,707,608)	(25,988,106,115)	1,392,860,118,920	1,392,860,118,920

18. **LOANS (continued)**

Details of long-term loans are as follows:

TOTAL
1,392,860,118,920

- Current portion of

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

19. OWNERS' EQUITY

19.1 Increase and decrease in owners' equity

Currency: VND

	Share capital	Investment and Development fund	Undistributed earnings	Non-controlling interest	Total
Previous year					
Beginning balance (Reclassified)	4,224,000,000,000	519,620,626,722	1,692,019,990,664	57,237,423,869	6,492,878,041,255
- Net profit for the year	-	-	1,123,173,498,184	6,024,787,790	1,129,198,285,974
- Dividend declared	-	-	(2,280,960,000,000)	(4,800,000,000)	(2,285,760,000,000)
- Appropriation for bonus and welfare fund	-	-	(52,748,418,800)	(428,791,200)	(53,177,210,000)
- Reversal of Investment and Development fund	-	(19,000,000,000)	19,000,000,000	-	-
Ending balance	4,224,000,000,000	500,620,626,722	500,485,070,048	58,033,420,459	5,283,139,117,229
Current year					
Beginning balance (Reclassified)	4,224,000,000,000	500,620,626,722	500,485,070,048	58,033,420,459	5,283,139,117,229
- Net profit for the year	-	-	902,759,179,555	3,514,406,330	906,273,585,885
- Dividend declared (i) & (ii)	-	-	(865,920,000,000)	(4,800,000,000)	(870,720,000,000)
- Appropriation for bonus and welfare fund (i)	-	-	(53,203,630,409)	(221,710,837)	(53,425,341,245)
- Appropriation for investment and development fund (i)	-	560,000,000	(560,000,000)	-	-
Ending balance	4,224,000,000,000	501,180,626,722	483,560,619,194	56,526,115,952	5,265,267,361,869

(i) According to the Resolutions of Annual Meeting Shareholders, the Company and its subsidiary declared the cash dividends and appropriation for bonus and welfare fund and investment and development fund from undistributed earnings of the financial year 2023.

(ii) According to the Resolutions of the Board of Director No.177/NQ-HDQT on 27 November 2024, the Board of Director approved interim dividends to shareholders at the rate of 12% par value of share (VND 1,200 per share).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

19. OWNERS' EQUITY (continued)

19.2 Share capital

Currency: VND

	Ending balance			Beginning balance		
	Total	Ordinary shares	Preference shares	Total	Ordinary shares	Preference shares
Power Generation Corporation 1	4,221,031,000,000	4,221,031,000,000	-	4,221,031,000,000	4,221,031,000,000	-
Other shareholders	2,969,000,000	2,969,000,000	-	2,969,000,000	2,969,000,000	-
TOTAL	4,224,000,000,000	4,224,000,000,000	-	4,224,000,000,000	4,224,000,000,000	-

19.3 Dividends

Currency: VND

	Ending balance	Beginning balance
Dividends declared during the year	865,920,000,000	2,280,960,000,000
<i>Dividends on ordinary shares</i>		
Interim dividends for 2024: VND 1,200 per share	506,880,000,000	-
Dividends for 2023: VND 850 per share	359,040,000,000	-
Interim dividends for 2023: VND 2,000 per share	-	844,800,000,000
Dividends for 2022: VND 3,400 per share	-	1,436,160,000,000
Dividends paid during the year:	1,203,840,000,000	1,436,160,000,000
Cash dividend for 2023: 2,850 VND/share	1,203,840,000,000	-
Cash dividend for 2022: 3,400 VND/share	-	1,436,160,000,000
Dividends declared after the reporting date and not yet recognised as liability as at 31 December	84,480,000,000	168,960,000,000
<i>Dividends on ordinary shares</i>	84,480,000,000	168,960,000,000

19.4 Shares

	Quantity	
	Ending balance	Beginning balance
Authorized shares	422,400,000	422,400,000
Issued shares	422,400,000	422,400,000
Ordinary shares	422,400,000	422,400,000
Shares in circulation	422,400,000	422,400,000
Ordinary shares	422,400,000	422,400,000

Par value of outstanding shares is VND 10,000/share (31 December 2023: VND 10,000/share).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

20. BONUS AND WELFARE FUND

	Currency: VND	
	Current year	Previous year
Beginning balance	20,155,200,300	15,797,059,337
- Appropriation during the year	53,425,341,245	53,177,210,000
- Utilisation during the year	(50,450,568,922)	(48,819,069,037)
Ending balance	<u>23,129,972,623</u>	<u>20,155,200,300</u>

21. REVENUES

21.1 Revenue from sale of electricity and rendering of services

	Currency: VND	
	Current year	Previous year
Gross revenue	2,080,599,352,666	2,372,957,441,096
<i>In which:</i>		
Sales of electricity	2,078,244,088,468	2,369,805,790,864
Rendering of services	2,355,264,198	3,151,650,232
Deductions	<u>-</u>	<u>-</u>
Net revenue	<u>2,080,599,352,666</u>	<u>2,372,957,441,096</u>
<i>In which:</i>		
Sales to other	2,355,264,198	3,151,650,232
Sales to related parties (Note 27)	2,078,244,088,468	2,369,805,790,864

21.2 Finance income

	Currency: VND	
	Current year	Previous year
Interest income	54,726,182,382	91,203,863,224
Dividends received	25,481,113,241	31,638,551,838
Foreign exchange gain	<u>31,056,375,494</u>	<u>27,185,113,865</u>
TOTAL	<u>111,263,671,117</u>	<u>150,027,528,927</u>

22. COSTS OF ELECTRICITY SOLD AND SERVICES RENDERED

	Currency: VND	
	Current year	Previous year
Cost of electricity sold	991,835,094,395	1,001,758,715,489
Cost of services rendered	<u>1,820,466,954</u>	<u>2,705,124,863</u>
TOTAL	<u>993,655,561,349</u>	<u>1,004,463,840,352</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

23. FINANCE EXPENSES

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Interest expenses	45,823,836,942	58,729,852,906
Other expenses	275,773,241	1,744,123,180
TOTAL	46,099,610,183	60,473,976,086

24. GENERAL AND ADMINISTRATIVE EXPENSES

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Labour costs	43,102,944,058	50,094,685,058
Depreciation and amortisation	2,666,611,069	1,551,744,303
Expenses for external services	9,800,029,838	9,454,792,308
Other	22,813,688,231	28,055,739,963
TOTAL	78,383,273,196	89,156,961,632

25. PRODUCTION AND OPERATING COSTS

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Labour costs	128,776,227,752	137,169,394,964
Depreciation and amortisation	386,950,051,420	377,150,438,511
Expenses for external services	54,992,703,374	65,774,786,170
Other	501,476,056,171	513,400,702,144
TOTAL	1,072,195,038,717	1,093,495,321,789

26. CORPORATE INCOME TAX

The statutory corporate income tax ("CIT") applicable to the Company and its subsidiary is 20% of taxable income (2023: 20%), except for CIT incentives for electricity production activities in the following projects:

- Da Nhim Hydropower Plant – extended project: Exemption from CIT for 4 years commencing from the first year in which a taxable income from electricity production is earned (from 2019), and a 50% reduction of the applicable CIT tax rate for the following 9 years (from 2023). The CIT rate applicable to this project for the year is 10% of taxable income.
- Da Mi Solar Power project: Subject to CIT rate of 10% for 15 years commencing from the beginning of the project, exemption from CIT for 4 years commencing from the first year in which a taxable income from electricity production is earned (from 2019), and a 50% reduction of the applicable CIT tax rate for the following 9 years (from 2023). The CIT rate applicable to this project for the year is 5% of taxable income.
- Ha Song Pha Hydropower Project 1: Subject to CIT rate of 10% for 15 years commencing from the beginning of the project (from 2015), exemption from CIT for 4 years commencing from the first year in which a taxable income from electricity production is earned (from 2015), and a 50% reduction of the applicable CIT tax rate for the following 9 years (from 2019). The CIT rate applicable to this project for the year is 5% of taxable income.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

26. CORPORATE INCOME TAX (continued)

- Ha Song Pha Hydropower Project 2: Subject to CIT rate of 10% for 15 years commencing from the beginning of the project (from 2019), exemption from CIT for 4 years commencing from the first year in which a taxable income from electricity production is earned (from 2019), and a 50% reduction of the applicable CIT tax rate for the following 9 years (from 2023). The statutory CIT rate applicable to this project for the year is 5% of taxable income.

26.1 CIT expenses

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Current CIT expense	198,580,691,249	260,077,513,434
	198,580,691,249	260,077,513,434

The reconciliation between CIT expenses and the accounting profit multiplied by CIT rate is presented below:

	<i>Currency: VND</i>	
	<i>Current year</i>	<i>Previous year</i>
Accounting profit before tax	1,104,854,277,134	1,389,275,799,408
At CIT rate of 20% applicable to the Company and its subsidiary	220,970,855,427	277,855,159,882
<i>Adjustments to increase/(decrease):</i>		
Tax exemption income	(11,831,224,703)	(7,933,331,313)
Dividends income	(5,096,222,648)	(6,327,678,997)
Non-deductible expenses	505,889,154	483,527,573
Additional tax for previous years	-	109,363,279
Share profits from associate	(5,968,605,980)	(4,109,526,990)
Total CIT expenses	198,580,691,250	260,077,513,434

26.2 Current tax

The current CIT payable is based on taxable income for the current year. The taxable income of the Company and its subsidiary for the year differs from the profit as reported in the consolidated income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are not taxable or deductible. The Company and its subsidiary's liability for current tax is calculated using tax rates that have been enacted by the balance sheet date.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

27. TRANSACTIONS WITH RELATED PARTIES

List of related parties that have a controlling relationship with the Company and its subsidiary and other related parties that have transactions with the Company and its subsidiary during the year and as at 31 December 2024 is as follows:

<i>Related parties</i>	<i>Relationship</i>
Vietnam Electricity	Ultimate parent company
Power Generation Corporation 1	Parent company
Southern Power Corporation	Affiliate
Electricity Power Trading Company - Vietnam Electricity Group	Affiliate
Power Engineering Consulting JSC 2	Affiliate
Power Engineering Consulting JSC 3	Affiliate
A Vuong Hydro Power JSC	Affiliate
Song Ba Ha Hydro Power JSC	Affiliate
Dai Ninh Hydro Power Company	Affiliate
Dong Nai Hydro Power Company	Affiliate
Thuan Binh Wind Power JSC	Associate

Members of Board of Directors ("BOD"), Board of Supervision and the management are disclosed in the General Information.

Significant transactions with related parties during the year were as follows:

		<i>Currency: VND</i>	
<i>Related parties</i>	<i>Transactions</i>	<i>Current year</i>	<i>Previous year</i>
Viet Nam Electricity	Purchase of services	4,143,032,782	5,436,994,559
Southern Power Corporation	Sales of electricity	73,791,480,827	85,837,992,591
Power Generation Corporation 1	Dividends paid	1,202,993,835,000	844,206,200,000
	Dividends declared	865,311,355,000	2,279,356,740,000
	Collection of loan receivables	799,932,824,894	-
	Interest receivables	28,539,825,564	71,154,024,775
Electricity Power Trading Company – Vietnam Electricity Group	Sales of electricity	2,004,452,607,641	2,283,967,798,273
A Vuong Hydro Power JSC	Dividends receivables	18,025,113,241	24,668,794,985
	Dividends received	22,138,728,296	19,265,645,430
Song Ba Ha Hydro Power JSC	Dividends receivables	6,816,000,000	6,969,600,000
	Dividends received	6,816,000,000	6,969,600,000

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

27. TRANSACTIONS WITH RELATED PARTIES (continued)

The sales to and purchases from related parties are made on the basis of contractual agreement.

Outstanding balances at 31 December 2024 are unsecured, interest-free and will be settled in cash. For the year ended 31 December 2024, the Company and its subsidiary have not made any provision for doubtful debts relating to amounts owed by related parties (31 December 2023: VND 0). This assessment is undertaken each financial year through the examination of the financial position of the related party and the market in which the related party operates.

Amounts due to and due from related parties at the reporting sheet dates were as follows:

Currency: VND

<i>Related parties</i>	<i>Transactions</i>	<i>Ending balance</i>	<i>Beginning balance</i>
Short-term trade receivables (Note 6)			
Electricity Power Trading Company - Vietnam Electricity Group	Sales of electricity	857,336,249,992	1,167,615,926,563
Southern Power Corporation	Sales of electricity	11,452,956,462	9,863,611,087
TOTAL		868,789,206,454	1,177,431,579,895
Loan receivables (Codes 135 and 215)			
Power Generation Corporation 1	Short-term loan receivables	-	200,000,000,000
	Long-term loan receivables	-	599,932,824,894
TOTAL		-	799,932,824,894
Other short-term receivables (Note 7)			
Thuan Binh Wind Power JSC	Dividends receivables	10,000,000,000	-
A Vuong Hydro Power JSC	Dividends receivables	1,289,534,500	5,403,149,555
Song Ba Ha Hydro Power JSC	Dividends receivables	640,000,000	-
Power Generation Corporation 1	Interest receivables	-	37,220,433,103
TOTAL		11,929,534,500	42,623,582,658

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

27. TRANSACTIONS WITH RELATED PARTIES (continued)

Amounts due to and due from related parties at the balance sheet dates were as follows:
(continued)

Currency: VND

Related parties	Transactions	Current year	Previous year
Short-term trade payables (Note 14)			
Power Engineering Consulting JSC 3	Purchase of services	4,438,908,000	4,745,613,171
Power Engineering Consulting JSC 2	Purchase of services	2,561,844,320	1,061,202,907
TOTAL		7,000,752,320	5,806,816,078
Other short-term payables (Note 17)			
Power Generation Corporation 1	Dividends payables	506,972,330,802	844,206,200,000
Vietnam Electricity Group	Other payables	448,610,802	479,963,517
TOTAL		507,420,941,604	844,686,163,517

Remuneration to members of the Board of Directors, Board of Supervision and the management:

Currency: VND

		Current year	Previous year
Mr Le Van Quang	Chairman	984,812,712	1,149,029,000
Mr Dang Van Cuong	Member of Board of Directors and General Director	947,482,572	1,105,560,000
Mr Do Minh Loc	Member of Board of Directors and Deputy General Director	843,700,632	983,904,500
Mr Nguyen Dinh Chien	Deputy General Director	843,700,632	983,904,500
Ms Dinh Hai Ninh	Head of Board of Supervision	168,910,272	187,647,000
Mr Nguyen Dang Dung	Head of Board of Supervision (resigned on 27 April 2023)	-	79,269,702
Mr Pham Viet Ky	Specialized member of Board of Supervision	764,195,640	899,143,000
Mr Dang Van Minh	Member of Board of Supervision	161,872,344	179,829,000
TOTAL		4,714,674,804	5,568,286,702

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

28. EARNINGS PER SHARE

The following reflects the income and share data used in the basic and diluted earnings per share computations:

	Currency: VND	
	Current year	Previous year (Restated)
Net profit after tax attributable to ordinary shareholders	902,759,179,555	1,123,173,498,184
Adjustment due to appropriation of bonus and welfare fund (*)	-	(53,203,630,409)
Net profit attributable to ordinary shareholders adjusted for the effect of dilution	902,759,179,555	1,069,969,867,775
Weighted average number of ordinary shares for basic earnings per share	422,400,000	422,400,000
Weighted average number of ordinary shares (excluding treasury shares) adjusted for the effect of dilution	422,400,000	422,400,000
Earnings per share		
- Basic earnings per share	2,137	2,533
- Diluted earnings per share	2,137	2,533

There have been no common stock transactions or potential common stock transactions occurring from the end of the fiscal year to the completion date of this consolidated financial statements.

(*) Net profit used to compute earnings per share for the year 31 December 2023 was restated to reflect the actual appropriation of bonus and welfare fund from 2023 retained earnings according to the Resolution of the General Meeting of Shareholders No. 617/NQ-DHDCD dated 26 April 2024.

Net profit used to compute earnings per share for the year 2024 has not been adjusted for the provisional appropriation of bonus and welfare fund as the resolution from the General Meeting of Shareholders to allocate funds from this year's after-tax profits has not yet been established.

29. COMMITMENTS AND CONTINGENCIES

Operating lease commitments

The Company and its subsidiary have certain land lease commitment under operating lease arrangements. The minimum future lease commitments as at the reporting dates under the operating lease agreements are as follows:

	Currency: VND	
	Current year	Previous year
Up to 1 year	3,182,557,761	3,182,557,760
From 1 to 5 years	12,730,231,043	12,730,231,043
Over 5 years	64,213,137,108	67,516,589,877
TOTAL	80,125,925,912	83,429,378,680

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended

29. COMMITMENTS AND CONTINGENCIES (continued)

Other contingent liabilities

The Company has Da Mi Solar Power Plant Project ("Project") located at La Ngau commune, Tanh Linh district, Binh Thuan province which formally announced Commercial Operation Date ("COD") on 4 June 2019 and got the acceptance results subsequently approved by the relevant authorities on 26 November 2019.

According to the Report No. 321/BC-BCT dated 12 December 2024 issued by the Ministry of Industry and Trade regarding the implementation of the Government's Resolution to address obstacles for renewable energy projects, the Project has been included in the list of 173 projects of which Commercial Operation Date (COD) was affirmed and favorable electricity selling price for solar power project, but the COD was prior to the approval date of acceptance results by the relevant authorities. Furthermore, as stated in the Report No. 345/BC-BCT dated 24 December 2024 ("Report") to the Ministry of Industry and Trade regarding implementation of the Government's Resolution to address obstacles for renewable energy projects, Vietnam Electricity Group is in the process of reviewing the conditions for applying electricity favorable selling price with investors of solar power plant projects. As of the date of the consolidated financial statements, the Company has not yet received any official conclusions from the relevant authorities regarding the Project. Accordingly, the management does not have certain basis to quantify the potential impact (if any) of this matter to the consolidated financial statements.

30. CORRESPONDING FIGURES

Certain corresponding figures in the consolidated balance sheet as of 31 December 2023 have been reclassified by the management to ensure consistency with the current year's presentation. Details are as follows:

		Currency: VND		
<i>Code</i>	<i>Item</i>	<i>Amount before reclassification</i>	<i>Reclassification</i>	<i>Amount after reclassification</i>
Consolidated balance sheet as at 31 December 2023				
414	Other owner's equity	475,444,837,801	(475,444,837,801)	-
418	Investment and development fund	25,175,788,921	475,444,837,801	500,620,626,722

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at 31 December 2024 and for the year then ended


31. EVENTS AFTER THE BALANCE SHEET DATE

According to Resolution No. 212/NQ - HDQT dated 31 December 2024 and Resolution No. 03/NQ – HDQT dated 20 January 2025, the Board of Directors has approved the date of shareholders' rights on 10 February 2025 for interim dividend of VND 84,480,000,000 from the profit after tax of 2024. As of the date of the consolidated financial statements, the Company is still in the process of implementing the aforementioned interim dividend.


Except for the above event, there is no other matter or circumstance that has arisen since the balance sheet date that requires adjustment or disclosure in the consolidated financial statements of the Company and its subsidiary.

Lam Dong, Vietnam

31 March 2025



Le Dang Hoang Phuong
Preparer



Le Xuan Phong
Deputy Head of Finance and
Accounting Department



Dang Van Cuong
General Director

