

SEPARATE FINANCIAL STATEMENTS

**PETROVIETNAM CONSTRUCTION
JOINT STOCK CORPORATION**

For the fiscal year ended as at 31 December 2024

(Audited)

PETROVIETNAM CONSTRUCTION JOINT STOCK CORPORATION

14th Floor, VPI Tower, 167 Trung Kinh Street, Yen Hoa Ward, Cau Giay District, Hanoi, Vietnam

CONTENTS

	Page
Report of the Board of Management	02 - 03
Independent Auditors' Report	04 - 05
Audited Separate Financial Statements	06 - 47
Separate Statement of Financial position	06 - 08
Separate Statement of Income	09
Separate Statement of Cash flows	10
Notes to the Separate Financial Statements	11 - 47

PETROVIETNAM CONSTRUCTION JOINT STOCK CORPORATION

14th Floor, VPI Tower, 167 Trung Kinh Street, Yen Hoa Ward, Cau Giay District, Hanoi, Vietnam

REPORT OF THE BOARD OF MANAGEMENT

The Board of Management of PetroVietnam Construction Joint Stock Corporation ("the Corporation") presents its report and the Corporation's Separate Financial Statements for the fiscal year ended as at 31 December 2024.

THE CORPORATION

PetroVietnam Construction Joint Stock Corporation (the "Corporation"), an entity under management of Vietnam Oil and Gas Group (PVN), formerly known as PetroVietnam Construction Joint Stock Company, was established in Vietnam by privatizing Petroleum Design and Construction Company under Decision No. 532/QĐ-TCCB dated 26 March 2004 of the Minister of Industry (currently known as the Ministry of Industry and Trade). PetroVietnam Construction Joint Stock Company operates under Business Registration Certificate for Joint Stock Company No. 4903000232 dated 13 March 2006 issued by Department of Planning and Investment of Ba Ria - Vung Tau.

As per Resolution No. 3604/NQ-DKVN dated 26 October 2007, the Board of Members of Vietnam Oil and Gas Group ("PetroVietnam") approved the proposal on transfer of Petro Construction Joint Stock Company into PetroVietnam Construction Joint Stock Corporation, operating under the model of holding - subsidiary company. The Corporation operates under Business Registration Certificate for Joint Stock Company No. 3500102365 dated 20 December 2007 and the 22st change on 18 January 2024, issued by Hanoi Authority for Planning and Investment.

The Corporation's head office is located at 14th floor, Vietnam Petroleum Institute building, 167 Trung Kinh Street, Yen Hoa Ward, Cau Giay District, Hanoi.

BOARD OF DIRECTORS, BOARD OF MANAGEMENT AND BOARD OF SUPERVISION

Members of the Board of Directors during the fiscal year and to the reporting date are:

Mr. Nghiem Quang Huy	Chairman
Mr. Pham Van Khanh	Independent Member
Mr. Tran Hai Bang	Member
Mr. Chu Thanh Hai	Member
Mr. Nguyen Hoai Nam	Member

Members of the Board of Management during the fiscal year and to the reporting date are:

Mr Tran Quoc Hoan	General Director	(Appointed on 01 January 2024)
Mr. Phan Tu Giang	General Director	(Resigned on 01 January 2024)
Mr. Nguyen Van Dong	Deputy General Director	
Mr. Bui Son Truong	Deputy General Director	
Mr. Pham Trung Kien	Deputy General Director	
Mr. Vu Manh Quang	Deputy General Director	(Resigned on 30 May 2024)

The legal representative of the Corporation during the year and until the preparation of these Separate Financial Statements is Mr. Tran Quoc Hoan (General Director).

Members of the Board of Supervision are:

Mr. Hua Xuan Nam	Head of the Board
Mr. Nguyen Ngoc Cuong	Member
Mr. Phung Van Sy	Member

AUDITORS

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

PETROVIETNAM CONSTRUCTION JOINT STOCK CORPORATION

14th Floor, VPI Tower, 167 Trung Kinh Street, Yen Hoa Ward, Cau Giay District, Hanoi, Vietnam

STATEMENT OF THE BOARD OF MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE SEPARATE FINANCIAL STATEMENTS

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

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

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

The Board of Management confirms that the Separate Financial Statements give a true and fair view of the financial position at 31 December 2024, its operation results and cash flows in the year 2024 of the Corporation in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Financial Statements.

Other commitments

The Board of Management pledges that the Corporation complies with Decree No. 155/2020/ND-CP dated 31 December 2020 on detailing and guiding the implementation of a number of articles of the Law on Securities and the Corporation does not violate the obligations of information disclosure in accordance with the regulations of the Circular No. 96/2020/TT-BTC dated 16 November 2020 issued by the Ministry of Finance guiding the disclosure of information on Securities Market and the Circular No. 68/2024/TT-BTC dated 18 September 2024 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 96/2020/TT-BTC.

On behalf of the Board of Management

TONG

CÔNG TY CỔ PHẦN
XÂY LẬP DẦU KHÍ

VIỆT NAM
Trần Quốc Hoàn
General Director

Hanoi, 31 March 2025

INDEPENDENT AUDITOR'S REPORT

**To: Shareholders, Board of Directors and Board of Management
PetroVietnam Construction Joint Stock Corporation**

We have audited the accompanying Separate financial statements of PetroVietnam Construction Joint Stock Corporation (the "Corporation"), prepared on 31 March 2025, as set out on pages 06 to 47, including: Separate Statement of Financial position as at 31 December 2024, Separate Statement of Income, Separate Statement of Cash flows and Notes to Separate Financial Statements for the fiscal year ended as at 31 December 2024.

Board of Management's Responsibility

The Board of Management of PetroVietnam Construction Joint Stock Corporation is responsible for the preparation and presentation of Separate Financial Statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Financial Statements and for such internal control as management determines is necessary to enable the preparation and presentation of Separate Financial Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Separate Financial Statements based on our audit. We have conducted our audit in accordance with Vietnamese Standards on Auditing. However, due to the matter described in the paragraph "Basis for Disclaimer of Opinion", we were unable to obtain sufficient appropriate audit evidence to provide a basis for the audit opinion.

Basis for Disclaimer of Opinion

We were unable to assess the effect of the following matters on the Corporation's Separate Financial Statements for the fiscal year ended 31 December 2024 (attached):

1. As at 31 December 2024, the Separate Financial Statements reflect an accumulated loss (code 421) of VND 3,765.93 billion (compared to 3,770.05 billion as at 01 January 2024); current liabilities (code 310) of VND 3,874.35 billion, exceeding current assets (code 100) by VND 235.42 billion (as at 01 January 2024, current liabilities was 4,032.66 billion, exceeding current assets by VND 299.09 billion); overdue debts of VND 575.67 billion (which remained unchanged as at 01 January 2024). These factors, along with the disclosures in Note 1 lead to doubts about the Corporation's ability to continue as a going concern. The Corporation's continuing operations depend on plans to recover debts, restructure investments, complete and finalize works in progress to recover funds, and obtain financial support from shareholders and creditors. Within the scope of our audit, we do not have sufficient information to evaluate the appropriateness and effectiveness of these plans.
2. As at 31 December 2024, the Corporation recorded a loan receivable of VND 200 billion lent to Lam Kinh Hotel Joint Stock Company to support its operations (the same amount was recorded as at 01 January 2024), for which a provision of VND 124.4 billion had been made (unchanged from 01 January 2024) (see Note 7). We were unable to obtain sufficient audit evidence regarding the recoverable amount of this receivable as at both 31 December 2024 and 01 January 2024. Consequently, we could not determine whether any adjustments to these amounts are necessary.
3. As at 31 December 2024, the cost of work in progress for the Vung Ang 1 Thermal Power Plant Project (see Note 10) and the Quang Trach 1 Thermal Power Plant Project (see Note 14) amounted to approximately VND 245.1 billion and VND 25.8 billion, respectively (the same amounts were reported as at 01 January 2024). At the reporting date, the Corporation was still working with the relevant authorities on (1) approval for adjustments relating to unexpected

expenses incurred in the Vung Ang 1 Thermal Power Plant Project and (2) the acceptance and finalization of the Corporation's incurred expenses for the Quang Trach 1 Thermal Power Plant Project. We were unable to obtain sufficient evidence regarding the net realizable value of these works in progress as at both 31 December 2024 and 01 January 2024. Consequently, we could not determine whether any adjustments to these amounts are necessary.

4. Note 14 of the Notes to Separate Financial Statements presents a balance of construction in progress as at 31 December 2024 for projects (in which the Corporation is the investor) that have been suspended in previous years, namely (1) the Petroleum University Urban Areas Project and (2) the Tien Giang Petroleum Industrial Zone Project, with a total amount of approximately VND 5.72 billion (the same as at 01 January 2024). We were unable to obtain adequate documentation regarding the potential future economic benefits of these projects. Consequently, we could not determine whether any adjustments to these amounts are necessary.
5. As at 31 December 2024, the Corporation held investments in subsidiaries, associates and other entities with a total book value of VND 932.58 billion and an impairment provision of VND 858.76 billion. These investments were provisioned for impairment based on the latest financial statements available to the Corporation (see Note 4). We were unable to obtain adequate documentation regarding the impairment losses on these investments and to perform alternative audit procedures to assess the adequacy of the impairment provision as at 31 December 2024, therefore, we could not determine whether adjustments to these figures are necessary.

Disclaimer of Opinion

Because of the significance of the matter described in the "Basis for Disclaimer of Opinion" paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we were unable to express our opinion on the attached Separate Financial Statements.


Emphasis of Matter

As presented in Note 33 of the Notes to the Separate Financial Statements, as at 31 December 2024, the Corporation had some contingent liabilities, related to which the final result of the Corporation's obligations have not been determined.

Our disclaimer of opinion is not further modified with respect to this matter.

AASC Auditing Firm Company Limited


Phạm Anh Tuan
Deputy General Director
Registered Auditor No: 0777-2023-002-1
Hanoi, 31 March 2025


Nguyen Duy Quang
Auditor
Registered Auditor No: 3363-2025-002-1

SEPARATE STATEMENT OF FINANCIAL POSITION
As at 31 December 2024

Code ASSETS	Note	31/12/2024 VND	01/01/2024 VND
100 A. CURRENT ASSETS		3,638,934,763,990	3,733,573,097,802
110 I. Cash and cash equivalents	3	354,571,200,087	250,481,504,058
111 1. Cash		198,571,200,087	210,481,504,058
112 2. Cash equivalents		156,000,000,000	40,000,000,000
120 II. Short-term financial investments	4	154,509,326,478	206,237,960,000
121 1. Trading securities		14,600,000,000	14,600,000,000
122 2. Provision for diminution in value of trading securities		(13,885,000,000)	(13,885,000,000)
123 3. Held-to-maturity investments		153,794,326,478	205,522,960,000
130 III. Short-term receivables		1,632,922,337,631	1,719,777,240,475
131 1. Short-term trade receivables	5	1,309,321,214,277	1,439,645,450,279
132 2. Short-term prepayments to suppliers	6	558,689,562,551	576,070,790,736
135 3. Short-term loan receivable	7	355,676,953,493	355,676,953,493
136 4. Other short-term receivables	8	286,750,465,332	273,544,789,764
137 5. Provision for short-term doubtful debts		(878,240,846,048)	(925,885,731,823)
139 6. Shortage of assets awaiting resolution		724,988,026	724,988,026
140 IV. Inventories	10	1,383,604,585,419	1,437,002,007,370
141 1. Inventories		1,395,015,419,627	1,452,198,633,493
149 2. Provision for devaluation of inventories		(11,410,834,208)	(15,196,626,123)
150 V. Other short-term assets		113,327,314,375	120,074,385,899
151 1. Short-term prepaid expenses	11	217,796,265	187,369,949
152 2. Deductible VAT		91,752,277,880	98,532,775,720
153 3. Taxes and other receivables from State budget	17	21,357,240,230	21,354,240,230

SEPARATE STATEMENT OF FINANCIAL POSITION
As at 31 December 2024
(Continued)

Code ASSETS	Note	31/12/2024 VND	01/01/2024 VND
200 B. NON-CURRENT ASSETS		713,088,707,024	729,650,313,157
210 I. Long-term receivables		22,893,210,988	22,893,210,988
216 1. Other long-term receivables	8	22,893,210,988	22,893,210,988
220 II. Fixed assets		10,497,124,460	12,227,372,972
221 1. Tangible fixed assets	12	10,152,124,454	11,782,372,970
222 - Historical cost		50,296,874,592	76,547,420,220
223 - Accumulated depreciation		(40,144,750,138)	(64,765,047,250)
227 2. Intangible fixed assets	13	345,000,006	445,000,002
228 - Historical cost		5,505,180,340	5,505,180,340
229 - Accumulated amortization		(5,160,180,334)	(5,060,180,338)
240 III. Long-term assets in progress	14	158,163,600,046	158,163,600,046
241 1. Long-term work in progress		24,471,433,315	24,471,433,315
242 2. Construction in progress		133,692,166,731	133,692,166,731
250 IV. Long-term investments	4	515,712,188,687	528,475,777,109
251 1. Investments in subsidiaries		1,384,909,968,398	1,384,909,968,398
252 2. Investments in joint ventures and associates		735,449,467,055	735,449,467,055
253 3. Equity investments in other entities		191,595,000,000	191,595,000,000
254 4. Provision for devaluation of long-term investments		(1,796,242,246,766)	(1,783,478,658,344)
260 V. Other long-term assets		5,822,582,843	7,890,352,042
261 1. Long-term prepaid expenses	11	5,822,582,843	7,890,352,042
270 TOTAL ASSETS		4,352,023,471,014	4,463,223,410,959

SEPARATE STATEMENT OF FINANCIAL POSITION
As at 31 December 2024
(Continued)

Code CAPITAL	Note	31/12/2024 VND	01/01/2024 VND
300 C. LIABILITIES		4,040,498,219,300	4,155,819,050,405
310 I. Current liabilities		3,874,354,502,480	4,032,660,730,737
311 1. Short-term trade payables	15	2,584,563,934,007	2,679,520,818,552
312 2. Short-term prepayments from customers	16	178,580,304,121	168,355,667,015
313 3. Taxes and other payables to State budget	17	2,441,499,047	3,047,920,226
314 4. Payables to employees		15,062,073,834	16,533,484,203
315 5. Short-term accrued expenses	18	94,861,379,122	118,341,799,657
318 6. Short-term unearned revenue	19	1,447,841,545	1,511,477,908
319 7. Other short-term payables	20	419,672,124,755	409,694,709,563
320 8. Short-term borrowings and finance lease liabilities	21	585,006,557,122	642,936,064,686
322 9. Bonus and welfare fund		(7,281,211,073)	(7,281,211,073)
330 II. Non-current liabilities		166,143,716,820	123,158,319,668
333 1. Long-term accrued expenses	18	115,497,608,588	71,064,369,884
336 2. Long-term unearned revenue	19	50,632,252,045	52,080,093,597
337 3. Other long-term payables	20	13,856,187	13,856,187
400 D. OWNER'S EQUITY		311,525,251,714	307,404,360,554
410 I. Owner's equity	22	311,525,251,714	307,404,360,554
411 1. Contributed capital		4,000,000,000,000	4,000,000,000,000
411a - Ordinary shares with voting rights		4,000,000,000,000	4,000,000,000,000
415 2. Treasury shares		(29,710,000)	(29,710,000)
418 3. Development and investment funds		76,986,992,734	76,986,992,734
420 4. Other reserves		500,000,000	500,000,000
421 5. Retained earnings		(3,765,932,031,020)	(3,770,052,922,180)
421a - Retained earnings accumulated till the end of the previous year		(3,770,052,922,180)	(3,607,400,160,442)
421b - Retained earnings of the current year		4,120,891,160	(162,652,761,738)
440 TOTAL CAPITAL		4,352,023,471,014	4,463,223,410,959


Vu Thi Cham
Preparer


Vu Minh Cong
Chief Accountant


Tran Quoc Hoan
General Director
Hanoi, 31 March 2025

SEPARATE STATEMENT OF INCOME
Year 2024

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
01	1. Revenue from sales of goods and rendering of services	24	530,359,037,999	731,970,173,839
10	2. Net revenue from sales of goods and rendering of services		530,359,037,999	731,970,173,839
11	3. Cost of goods sold	25	541,859,855,843	700,964,919,513
20	4. Gross profit from sales of goods and rendering of services		(11,500,817,844)	31,005,254,326
21	5. Financial income	26	37,971,144,758	31,977,257,307
22	6. Financial expense	27	57,178,961,923	172,826,932,385
23	<i>In which: Interest expense</i>		8,446,758,758	12,021,998,667
26	7. General and administrative expense	28	5,153,920,247	50,518,423,765
30	8. Net profit from operating activities		(35,862,555,256)	(160,362,844,517)
31	9. Other income	29	40,714,076,908	1,789,186,097
32	10. Other expense	30	730,630,492	4,079,103,318
40	11. Other profit		39,983,446,416	(2,289,917,221)
50	12. Total net profit before tax		4,120,891,160	(162,652,761,738)
51	13. Current corporate income tax expense	31	-	-
60	14. Profit after corporate income tax		<u>4,120,891,160</u>	<u>(162,652,761,738)</u>


Vu Thi Cham
Preparer


Vu Minh Cong
Chief Accountant


Tran Quoc Hoan
★ General Director
Hanoi, 31 March 2025



SEPARATE STATEMENT OF CASH FLOWS
Year 2024
(Indirect method)

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Profit before tax		4,120,891,160	(162,652,761,738)
	2. Adjustment for:			
02	- Depreciation and amortization of fixed assets and investment properties		1,093,546,962	1,476,915,596
03	- Provisions		(38,667,089,268)	123,969,019,449
04	- Exchange gains / losses from retranslation of monetary items denominated in foreign currency		(4,275,931,351)	(740,448,665)
05	- Gains / losses from investment		(9,233,574,666)	(14,159,924,965)
06	- Interest expense		8,446,758,758	12,021,998,667
08	3. Operating profit before changes in working capital		(38,515,398,405)	(40,085,201,656)
09	- Increase or decrease in receivables		142,798,544,116	181,545,861,058
10	- Increase or decrease in inventories		57,183,213,866	(162,686,354,935)
11	- Increase or decrease in payables		(61,682,700,381)	(106,342,269,013)
12	- Increase or decrease in prepaid expenses		2,037,342,883	1,911,348,429
14	- Interest paid		(4,130,381,918)	(7,690,312,074)
16	- Other receipts from operating activities		1,215,000,000	4,270,000,000
17	- Other payments on operating activities		(1,240,000,000)	(4,068,336,810)
20	Net cash flow from operating activities		97,665,620,161	(133,145,265,001)
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	1. Purchase or construction of fixed assets and other long-term assets		-	(538,990,000)
22	2. Proceeds from disposals of fixed assets and other long-term assets		2,523,171,380	64,545,449
23	3. Loans and purchase of debt instruments from other entities		(148,000,000,000)	(282,960,000)
24	4. Collection of loans and resale of debt instrument of other entities		200,000,000,000	600,623,176
27	5. Interest and dividend received		5,554,480,701	15,633,127,799
30	Net cash flow from investing activities		60,077,652,081	15,476,346,424
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	1. Proceeds from borrowings		56,675,477,205	127,280,500,855
34	2. Repayment of principal		(114,604,984,769)	(173,977,308,616)
40	Net cash flow from financing activities		(57,929,507,564)	(46,696,807,761)
50	Net cash flows in the year		99,813,764,678	(164,365,726,338)
60	Cash and cash equivalents at the beginning of the year		250,481,504,058	415,096,736,295
61	Effect of exchange rate fluctuations		4,275,931,351	(249,505,899)
70	Cash and cash equivalents at the end of the year	3	354,571,200,087	250,481,504,058


Vu Thi Cham
Preparer


Vu Minh Cong
Chief Accountant


TỔNG
CÔNG TY CỔ PHẦN
XÂY LẬP DẦU KHÍ
VIỆT NAM
Trần Quốc Hoan
General Director
Hanoi, 31 March 2025

NOTES TO SEPARATE FINANCIAL STATEMENTS

Year 2024

1 GENERAL INFORMATION

PetroVietnam Construction Joint Stock Corporation (the "Corporation"), an entity under management of Vietnam Oil and Gas Group (PVN), formerly known as Petro Construction Joint Stock Company, was established in Vietnam by privatizing Petroleum Design and Construction Company under Decision No. 532/QĐ-TCCB dated 26 March 2004 of the Minister of Industry (currently known as the Ministry of Industry and Trade). Petro Construction Joint Stock Company operates under Business Registration Certificate for Joint Stock Company No. 4903000232 dated 13 March 2006 issued by Ba Ria - Vung Tau Department of Planning and Investment.

As per Resolution No. 3604/NQ-DKVN dated 26 October 2007, the Board of Members of Vietnam Oil and Gas Group ("PetroVietnam") approved the proposal on transfer of Petro Construction Joint Stock Company into PetroVietnam Construction Joint Stock Corporation, operating under the model of holding as parent company - subsidiary company. The Corporation operates under Business Registration Certificate for Joint Stock Company No. 3500102365 dated 20 December 2007, amended for the 22st time on 18 January 2024 by Hanoi Authority for Planning and Investment.

The Corporation's head office is located at 14th floor, Vietnam Petroleum Institute building, 167 Trung Kinh Street, Yen Hoa ward, Cau Giay district, Hanoi, Viet Nam.

The total charter capital of the Corporation is VND 4,000,000,000,000.

The number of employees of the Corporation as at 31 December 2024 is 154 people (as at 01 January 2024 was 161 employees).

Business field: Construction

Business activities

Main business activities of the Corporation include: construction and installation of industrial and civil works.

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

During the year, the Corporation continued to implement the Thai Binh 2 Thermal Power Plant project with an expected gross loss rate of 0.67% according to the decision of the Board of Directors of the Corporation on a provisional basis for the EPC Contract implementation of the Thai Binh 2 Thermal Power Plant Project. However, the recognized output volume has decreased significantly as the project has entered its final stage, leading to a sharp decline in revenue and cost of goods sold items compared to the previous year. Meanwhile, financial expenses decreased significantly, primarily due to the fact that subsidiaries and associates' operating results remained more stable than in the previous year. Additionally, general and administrative expenses decreased significantly as the Corporation reversed the provision for doubtful debts accumulated from the reassessment of receivables' recoverability. These factors were the primary drivers behind the significant fluctuations in the statement of income.

Applying going concern assumption:

As at 31 December 2024, the Separate Financial Statements reflect an accumulated loss (code 421) of VND 3,765.93 billion (compared to VND 3,770.05 billion as at 01 January 2024); current liabilities (code 310) of VND 3,874.35 billion, exceeding current assets (code 100) by VND 235.42 billion (compared to a difference of VND 299.09 billion as at 01 January 2024, when current liabilities amounted to VND 4,032.66 billion); and overdue debts of VND 575.67 billion (unchanged from 01 January 2024). These factors lead to doubts about the Corporation's ability to continue operating. The Corporation's ability to continue as a going concern depends on its plan to recover debts, restructure investments, complete and finalize works in progress to recover funds, and secure financial support from shareholders and creditors.

Corporate structure

The Corporation's member entities are as follows:

Name	Address	Main business activities
Thai Binh 2 Thermal Power Plant Project Management Unit	Thai Binh	Managing Thai Binh 2 Thermal Power Plant Project
Vung Ang - Quang Trach Project Management Unit	Ha Tinh	Managing Vung Ang - Quang Trach Project
Southern Projects Management Unit	Ho Chi Minh City	Project management
Polyester Plant Project Management Unit	Hai Phong	Project management
Ethanol Phu Tho Plant Project Management Unit	Phu Tho	Project management
Northern Branch	Hanoi	Construction

Information of Subsidiaries, Associates and Joint ventures of the Corporation is provided in Note No. 04.

Comparability of information on Separate Financial Statements

The information in the separate financial statements has been consistently presented by the Corporation and is comparable between accounting periods.

2 ACCOUNTING SYSTEM AND ACCOUNTING POLICY

2.1 Accounting period and accounting currency

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

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

2.2 Standards and Applicable Accounting Policies

Applicable Accounting Policies

The Corporation applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance and the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC.

Declaration of compliance with Accounting Standards and Accounting System

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

2.3 Basis for preparation of the Separate Financial Statements

The Separate Financial Statements are presented based on historical cost principle.

The Separate Financial Statements of the Corporation are prepared based on summarization of the financial statements of the independent accounting entities and the head office of the Corporation.

Separate Financial Statements of the Corporation, are prepared based on summarization of transactions incurred of dependent accounting entities and the head office of the Corporation.

The Users of this Separate Financial Statements should study the Separate Financial Statements combined with the Consolidated Financial Statements of the Corporation and its subsidiaries for

the fiscal year ended as at 31 December 2024 in order to gain enough information regarding the financial position, operating results and cash flows of the Corporation.

2.4 Accounting estimates

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

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

- Provision for bad debts;
- Provision for devaluation of inventory;
- Provision for payables;
- Estimated allocation of prepaid expenses;
- Estimated useful life of fixed assets;
- Classification and provision of financial investments;
- Estimated income tax.

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

2.5 Foreign currency transactions

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

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

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

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

2.6 Cash and cash equivalents

Cash comprises cash on hand, demand deposits.

Cash equivalents are short-term investments with the maturity of not over than 3 months from the date of investment, that are highly liquid and readily convertible into known amount of cash and that are subject to an insignificant risk of conversion into cash.

2.7 Financial investments

Trading securities are initially recognized at original cost which includes purchase prices plus any directly attributable transaction costs such as brokerage, transaction fee, cost of information provision, taxes, bank's fees and charges. After initial recognition, trading securities are measured at original cost less provision for diminution in value of trading securities. Upon liquidation or transfer, cost of trading securities is determined using weighted average method.

Investments held to maturity comprise term deposits held to maturity to earn profits periodically.

Investments in subsidiaries, joint ventures or associates are initially recognized at original cost. After initial recognition, value of these investments is measured at original cost less provision for devaluation of investments.

Investments in other entities comprise investments in equity instruments of other entities without having control, joint control, or significant influence on the investee. These investments are initially stated at original cost. After initial recognition, these investments are measured at original cost less provision for devaluation of investments.

For dividends received in the form of shares, only the number of shares received is recorded without any increase in the investment value and financial income.

Provision for devaluation of investments is made at the end of the year as follows:

- Investments in trading securities: provision shall be made on the basis of the excess of original cost of the investments recorded in the accounting book over their market value at the provision date.
- Investments in subsidiaries, joint ventures or associates: a provision for investment impairment shall be made when the investee incurs losses, based on the investee's Separate Financial Statements/Consolidated Financial Statements (if the investee is a parent company) as of the provision date.
- Long-term investments (other than trading securities) without significant influence on the investee: If the investment in listed shares or the fair value of the investment is determined reliably, provisions shall be made on the basis of the market value of the shares; if the fair value of the investment is not determined at the reporting date, provision shall be made based on the Financial Statements at the provision date of the investee.
- Investments held to maturity: provision for doubtful debts shall be made based on the recovery capacity in accordance with statutory regulations.

2.8 Receivables

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

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

2.9 Inventories

Inventories are initially recognized at original cost including purchase price, processing cost and other costs incurred in bringing the inventories to their location and condition at the time of initial recognition. After initial recognition, at the reporting date, inventories are stated at the lower of cost and net realizable value.

Net realizable value is estimated based on the selling price of the inventory minus the estimated costs for completing the products and the estimated costs needed for their consumption.

The cost of inventory is calculated using weighted average method.

Inventory is recorded by perpetual method.

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

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

2.10 Fixed assets

Fixed assets (tangible and intangible) are initially stated at the historical cost. During the using time, fixed assets (tangible and intangible) are recorded at cost, accumulated depreciation and carrying amount.

Subsequent measurement after initial recognition

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

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

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

- Buildings, structures	05 - 25 years
- Machinery, equipment	05 - 10 years
- Vehicles, Transportation equipment	06 - 10 years
- Office equipment	03 - 07 years
- Management software	03 years

2.11 Construction in progress

Construction in progress includes fixed assets which is being purchased and constructed as at the balance sheet date and is recognised in historical cost. This includes costs of construction, installation of equipment and other direct costs.

2.12 Operating lease

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

2.13 Prepaid expenses

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

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

Types of prepaid expenses of the Corporation include:

- Tools and supplies include assets which are possessed by the Corporation in an ordinary course of business, with historical cost of each asset less than 30 million dong and therefore not eligible for recording as fixed asset under current legal regulations. The historical cost of tools and supplies are allocated on the straight-line basis from 01 to 03 years;
- Other prepaid expenses are recorded at their historical costs and allocated on the straight-line basis from 01 to 03 years;
- Prepaid office rental expenses are recognized at cost and amortized on a straight-line basis over the lease term specified in the contract.

2.14 Payables

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

2.15 Borrowings

Borrowings shall be recorded in details in terms of lending entities, loan agreement and terms of borrowings and finance lease liabilities.

2.16 Borrowing costs

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

2.17 Accrued expenses

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

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

2.18 Unearned revenues

Unearned revenues include prepayments from customers for one or many accounting periods relating to asset leasing.

Unearned revenues are transferred to revenue from sale of goods and rendering of services with the amount corresponding to each accounting period.

2.19 Owner's equity

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

Treasury shares bought before the effective date of the Securities Law 2019 (January 1, 2021) are shares issued by the Corporation and bought-back by itself, but these are not cancelled and may be re-issued subsequently in accordance with the Law on Securities. Treasury shares bought after January 1, 2021 will be cancelled and adjusted to reduce equity.

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

The Corporation's net profit after tax is distributed to the following funds according to recommendation of the Board of Directors and approval of shareholders at annual General Meeting of Shareholders:

- Development and investment funds: The fund is reserved for the purpose of business expansion or in-depth investment of the Corporation.
- Bonus and welfare fund and bonus for the Board of Management: The fund is reserved for the purpose of bonus, material incentives, common benefit and increasing welfare for employees and presented as a liability on the Separate Statement of Financial Position.

2.20 Revenue

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Corporation and the revenue can be reliably measured regardless of when payment is being made. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, and sales returns.

Construction contract revenue

- In case the construction contract stipulates that the contractor is paid according to the value of the volume performed, when the results of construction contract performance are reliably determined and confirmed by the customer, then revenue, contract-related costs are recorded in proportion to the completed work confirmed by the customer in the year reflected on the invoice.

Revenue from rendering of services

- The percentage of completion of the transaction at the Balance sheet date can be measured reliably.

Financial income

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

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

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

2.21 Cost of goods sold and services rendered

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

2.22 Financial expenses

Items recorded into financial expenses comprise:

- Expenses or losses relating to financial investment activities;
- Borrowing costs;
- Losses from the disposal and transfer of short-term securities, transaction cost of selling securities;
- Provision for diminution in value of trading securities price; provision for losses from investment in other entities, losses from sale of foreign currency, exchange loss, etc.

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

2.23 Corporate income tax

Current corporate income tax expenses

Current corporate income tax expenses are determined based on taxable income during the period and current corporate income tax rate.

Current corporate income tax rate

The fiscal year ended as at 31 December 2024, the Corporation applies the corporate income tax rate of 20% for the operating activities which has taxable income.

2.24 Related Parties

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

- Companies, directly or indirectly through one or more intermediaries, having control over the Corporation or being under the control of the Corporation, or being under common control with the Corporation, including the Corporation's parent, subsidiaries and associates;
- Individuals, directly or indirectly, holding voting power of the Corporation that have a significant influence on the Corporation, key management personnel including directors and employees of the Corporation, the close family members of these individuals;
- Enterprises that the above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence on these enterprises.

In considering the relationship of related parties to serve for the preparation and presentation of Separate Financial Statements, the Corporation should consider the nature of the relationship rather than the legal form of the relationship.

Details of related parties' transactions are presented in the Consolidated Financial Statements for the fiscal year ended 31 December 2024 of the Corporation published concurrently by the Corporation in its Consolidated Financial Statements and Separate Financial Statements for the fiscal year ended 31 December 2024.

2.25 Segment information

The company primarily engages in construction and installation activities, mainly within the territory of Vietnam, the Corporation does not prepare segment reports by business segment and geographical segment.

3 CASH AND CASH EQUIVALENTS

	31/12/2024	01/01/2024
	VND	VND
Cash on hand	409,150,412	1,118,593,740
Demand deposits	198,162,049,675	209,362,910,318
Cash equivalents (i)	156,000,000,000	40,000,000,000
	<u><u>354,571,200,087</u></u>	<u><u>250,481,504,058</u></u>

- (i) At 31 December 2024, the cash equivalents are deposits with term of from 01 to 03 months with the amount of VND 156,000,000,000 at Joint Stock Commercial Bank for Investment and Development of Viet Nam - Ha Dong Branch at the interest rate from 1.6%/year to 2.2%/year.

4 FINANCIAL INVESTMENTS

a) Held to maturity investments

	31/12/2024		01/01/2024	
	Original Cost	Provision	Original Cost	Provision
	VND	VND	VND	VND
Short-term investments				
Term deposits (i)	153,794,326,478	-	205,522,960,000	-
	153,794,326,478	-	205,522,960,000	-

(i) At 31 December 2024, the short-term investments are deposits with terms from over 3 months to less than 12 months with the amount of VND 153,794,326,478 at Joint Stock Commercial Bank for Investment and Development of Viet Nam - Ha Dong Branch at the interest rate from 2.9%/year to 4.2%/year which are being pledged for loans at this Bank (Detailed in Note 21).

b) Trading securities

	31/12/2024		01/01/2024	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Shares				
Petroleum Internal and External Equipment	14,600,000,000	(13,885,000,000)	14,600,000,000	(13,885,000,000)
	14,600,000,000	(13,885,000,000)	14,600,000,000	(13,885,000,000)

c) Equity investments in other entities

Stock Code		31/12/2024			01/01/2024		
		Original cost	Provision	Rate of voting rights	Original cost	Provision	Rate of voting rights
		VND	VND	VND	VND	VND	VND
Investments in subsidiaries							
-	Thai Binh Petroleum Trading and Investment JSC	1,384,909,968,398	(943,012,125,600)	72.22%	1,384,909,968,398	(921,065,505,382)	72.22%
-	Petroleum Equipment Assembly and Metal Structure JSC	325,000,000,000	(260,599,596,984)	50.97%	325,000,000,000	(233,435,186,854)	50.97%
-	Binh Son Petroleum Construction JSC	286,227,385,833	(221,707,934,573)	52.56%	286,227,385,833	(225,773,665,949)	52.56%
-	Petroleum Dong Do JSC	170,000,000,000	(32,542,332,346)	34.87%	170,000,000,000	(32,751,904,599)	34.87%
-	Petro Vietnam Urban Development JSC	195,150,582,565	(117,668,521,014)	53.44%	195,150,582,565	(117,799,821,111)	53.44%
-	Petroleum Industrial and Civil Construction JSC	153,532,000,000	(153,532,000,000)	51.00%	153,532,000,000	(153,532,000,000)	51.00%
-	Petroleum Pipeline and Tank Construction JSC	153,000,000,000	(83,402,972,479)	51.00%	153,000,000,000	(83,591,547,262)	51.00%
-		102,000,000,000	(73,558,768,204)		102,000,000,000	(74,181,379,607)	
Investments in associates							
-	Saigon Petroleum Construction and Investment JSC	735,449,467,055	(703,240,937,545)	24.72%	735,449,467,055	(702,336,100,042)	24.72%
-	Duyen Hai Petro Construction Investment JSC	83,271,467,055	(83,271,467,055)	42.46%	83,271,467,055	(83,271,467,055)	42.46%
-	Thanh Hoa Petroleum Construction JSC	58,050,000,000	(26,632,401,788)	36.00%	58,050,000,000	(26,636,395,483)	36.00%
-	Mien Trung Petroleum Construction JSC	75,600,000,000	(75,600,000,000)	48.27%	75,600,000,000	(75,600,000,000)	48.27%
-	Petrovietnam - Nghe An Construction Joint Stock Corporation	72,400,000,000	(72,400,000,000)	22.64%	72,400,000,000	(72,400,000,000)	22.64%
-		54,395,000,000	(54,395,000,000)		54,395,000,000	(54,395,000,000)	
-	Lam Kinh Hotel JSC (i)	57,000,000,000	(57,000,000,000)	43.16%	57,000,000,000	(57,000,000,000)	43.16%
-	Petroleum Mechanical Executing and Assembly JSC (i)	200,000,000,000	(200,000,000,000)	40.00%	200,000,000,000	(200,000,000,000)	40.00%
-	Hanoi Petroleum Construction JSC(i)	107,500,000,000	(107,500,000,000)	35.83%	107,500,000,000	(107,500,000,000)	35.83%
-	Petroleum Interior Decoration JSC (i)	19,993,000,000	(19,993,000,000)	49.98%	19,993,000,000	(19,993,000,000)	49.98%
-	Heerim-PVC International Design JSC (i)	3,740,000,000	(3,740,000,000)	44.00%	3,740,000,000	(3,740,000,000)	44.00%
-	Petroleum Link Communication and Trading JSC (i)	3,500,000,000	(2,709,068,702)	35.05%	3,500,000,000	(1,800,237,504)	35.05%
Investments in other entities							
-	Ha Long Cement JSC	191,595,000,000	(149,989,183,621)	7.58%	191,595,000,000	(160,077,052,920)	7.58%
-	Kinh Bac Petroleum Construction and Investment JSC (i)	147,300,000,000	(147,300,000,000)	15.67% (*)	147,300,000,000	(147,300,000,000)	15.67% (*)
-	Vietnam Port and Infrastructure Construction Investment JSC (i)	23,500,000,000	(1,200,936,821)	2.50%	23,500,000,000	(11,288,806,120)	2.50%
-		12,500,000,000	(1,488,246,800)		12,500,000,000	(1,488,246,800)	
-	Truong Son Investment Group JSC(i)	3,000,000,000	-	3.99%	3,000,000,000	-	3.99%
-	Petroleum Construction JSC 2 (i)	2,795,000,000	-	5.00%	2,795,000,000	-	5.00%
-	Petro Vietnam Building Materials and Construction JSC 4 (i)	2,500,000,000	-	10.00%	2,500,000,000	-	10.00%
		2,311,954,435,453	(1,796,242,246,766)		2,311,954,435,453	(1,783,478,658,344)	

The Corporation has not determined the fair value of financial investments since Vietnamese Accounting Standards and Vietnamese Corporate Accounting System has not provided any detailed guidance on the determination of the fair value.

Provision for devaluation of investments in subsidiaries:

The Corporation has made provision for devaluation of investment in Petrovietnam Urban Development Joint Stock Company with the value of VND 153.5 billion based on the unaudited financial statements for the quarter II of 2024 of that company.

Provision for devaluation of investments in associates and other investments:

As at 31 December 2024 the Corporation has made provision for the above financial investments on the following:

Entity	Base for provisions	Original cost VND	Provision VND
Investments with audited Financial Statements for 2024		148,000,000,000	(148,000,000,000)
- Thanh Hoa Petroleum Construction JSC	Audited Financial Statements as at 31/12/2024	75,600,000,000	(75,600,000,000)
- Mien Trung Petroleum Construction JSC	Audited Financial Statements as at 31/12/2024	72,400,000,000	(72,400,000,000)
Investments without audited Financial Statements for 2024		779,044,467,055	(705,230,121,166)
- Saigon Petroleum Construction and Investment JSC	Audited Financial Statements as at 31/12/2021	83,271,467,055	(83,271,467,055)
- Duyen Hai PetroVietnam Investment and Construction JSC	Audited Financial Statements as at 31/12/2023	58,050,000,000	(26,632,401,788)
- Ha Long Cement JSC	Audited Financial Statements as at 31/12/2023	147,300,000,000	(147,300,000,000)
- Other entities (i)	Latest Financial Statements (i)	490,423,000,000	(448,026,252,323)

(i) The Corporation has not yet collected the financial statements for the fiscal year ended as at 31 December 2024 of these companies.

(*) The value of the investment in Kinh Bac Petroleum Investment and Construction Joint Stock Company ("PVC Kinh Bac") is VND 23.5 billion including 2 parts:

- An amount of VND 2.5 billion in capital contributions incurred before 2010, accounting for 5% of PVC Kinh Bac's charter capital at that time of VND 50 billion; and
- An amount of VND 21 billion arising in 2010 from a debt offset arrangement with the amount advanced by the Corporation to PVC Kinh Bac to support a construction contract, when PVC Kinh Bac's charter capital was VND 150 billion. This amount was determined to be used by PVC Kinh Bac to purchase 3,400 m² of land at Plot No. 06, Map sheet No. 20, Hamlet 1, Tam Dao town, Tam Dao district, Vinh Phuc province ("the Tam Dao land lot"), which was then transfer to Mai Phuong Investment Company Limited ("Mai Phuong"), currently also the entity named on the certificate of land use rights for the aforementioned lot.

According to Judgment No.412/2021/HSPT dated 29 September 2021, it was concluded that:

- The case of advancing construction funds to PVC Kinh Bac Company was in violation of regulations, and the Tam Dao land lot should be returned to the Corporation;
- The Corporation's capital contribution ratio in Kinh Bac Petroleum Investment and Construction Joint Stock Company will be resolved by the related parties themselves, and if necessary, will be handled in a separate civil lawsuit.

On 01 June 2022, the Director of the Hanoi Civil Judgment Enforcement Department issued Enforcement Decision No. 905/QĐ-CTHSDS based on the above judgment.

On 25 September 2024, the Corporation received the transfer of the land use rights for 3,400 m² of land at Plot No. 06, Map Sheet No. 20, Hamlet 1, Tam Dao Town, Tam Dao District, Vinh Phuc Province, from Mai Phuong Investment Company Limited.

As at the date of these Separate Financial Statement, the Corporation is in the process of completing the procedures to transfer the ownership of the Tam Dao land lot to itself and is working with PVC Kinh Bac to reassess the capital contribution ratio. Given the events that occurred in 2024, the Corporation has determined that the VND 21 billion capital contribution to PVC Kinh Bac no longer shows signs of impairment and has therefore fully reversed the provision for this investment.

Detailed information on the Company's subsidiaries as at 31 December 2024 as follows:

Investments in subsidiaries

Name of subsidiaries	Place of establishment and operation	Rate of interest	Rate of voting rights	Principal activities
Thai Binh Petroleum Trading and Investment JSC	Thai Binh	72.22%	72.22%	Construction, real estate business and services
Petroleum Equipment Assembly and Metal Structure JSC	Ba Ria - Vung Tau	50.97%	50.97%	Construction, real estate business
Binh Son Petroleum Construction JSC	Quang Ngai	46.51%	52.56%	Real estate business, construction materials
Petroleum Dong Do JSC (ii)	Ha Noi	34.87%	34.87%	Real estate business and services
Petro Vietnam Urban Development JSC	Ca Mau	53.44%	53.44%	Construction, real estate business
Petroleum Industrial and Civil Construction JSC	Ba Ria - Vung Tau	51.00%	51.00%	Construction, industrial manufacturing, real estate business
Petroleum Pipeline and Tank Construction JSC	Ba Ria - Vung Tau	51.00%	51.00%	Construction, real estate business

- (ii) According to the assessment of the Board of Management, although the Corporation's voting rights in Dong Do Petroleum Joint Stock Company are less than 50%, the Corporation still exercises control over this company by directing its financial and operating policies, as well as assigning and evaluating the implementation of its annual production and business plan, operational support, construction and installation contracts, market strategies, and financial matters. Accordingly, Dong Do Petroleum Joint Stock Company is deemed a subsidiary of the Corporation.

Investments in associates

Detailed information on the Company's associates as at 31 December 2024 as follows:

Name of associates	Place of establishment and operation	Rate of interest	Rate of voting rights	Principal activities
Petroleum Mechanical Executing and Assembly JSC	Ha Noi	40.00%	40.00%	Construction, real estate business
Hanoi Petroleum Construction JSC	Ha Noi	35.83%	35.83%	Construction, real estate business
Saigon Petroleum Construction and Investment JSC	Ho Chi Minh City	24.72%	24.72%	Construction, real estate business
Duyen Hai PetroVietnam Investment and Construction JSC	Hai Phong	42.46%	42.46%	Industrial investment, fuel, and construction materials
Thanh Hoa Petroleum Construction JSC	Thanh Hoa	36.00%	36.00%	Construction, real estate business
Mien Trung Petroleum Construction JSC	Da Nang	48.27%	48.27%	Construction, real estate business
Lam Kinh Hotel JSC	Thanh Hoa	35.01%	43.16%	Hotel service business
Petrovietnam - Nghe An Construction Joint Stock Corporation	Nghe An	22.64%	22.64%	Construction, real estate business
Petroleum Interior Decoration JSC	Ha Noi	49.98%	49.98%	Design and construction of construction works
Heerim-PVC International Design JSC	Ha Noi	44.00%	44.00%	Site Planning and Design, architectural design works
Petroleum Link Communication and Trading JSC (iii)	Ha Noi	97.22%	35.05%	Communications and Trade

(iii) The Corporation's ownership rate in the Petroleum Union Communication and Trading Joint Stock Company (Petro - link) as at 31 December 2023 is 97.22%. However, this ownership rate is only temporary because the remaining members have not contributed enough capital. The ownership rate (contributing capital) of the Corporation according to the Certificate of Business Registration is 35%, the Corporation does not have control over this company. Therefore, the Board of Management of the Corporation determines and presents the investment in Petro - link as an investment in an associate.

Investments in other entities:

Name of investee	Place of establishment and operation	Rate of interest	Rate of voting rights	Principal activities
Ha Long Cement JSC	Quang Ninh	7.58%	7.58%	Production and sales of cement products
Kinh Bac Petroleum Construction and Investment	Bac Ninh	15.67%	15.67%	Construction of civil engineering works
Vietnam Port and Infrastructure Construction Investment JSC	Hanoi	2.50%	2.50%	Wholesale of machinery and equipment
Truong Son Investment Group JSC	Quang Binh	3.99%	3.99%	Civil construction, investment, real estate business, resort
Petroleum Construction JSC 2	Nam Dinh	5.00%	5.00%	Construction consulting
Petro Vietnam Building Materials and Construction JSC 4	Hanoi	10.00%	10.00%	Construction consulting

5 SHORT-TERM TRADE RECEIVABLES

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Thai Binh 2	876,699,599,102	-	1,050,512,879,774	-
Petroleum Power Project Management				
Vietnam Petroleum Institute	36,963,772,960	(747,531,048)	42,686,383,664	(747,531,048)
Hanoi Petroleum Construction JSC	91,469,710,445	(91,469,710,445)	91,469,710,445	(91,451,422,013)
Petrovietnam - Nghe An	41,635,737,524	(23,330,868,807)	41,635,737,524	(14,648,480,719)
Construction Joint Stock Corporation				
Others	262,552,394,246	(63,315,711,317)	213,340,738,872	(91,055,637,019)
	<u>1,309,321,214,277</u>	<u>(178,863,821,617)</u>	<u>1,439,645,450,279</u>	<u>(197,903,070,799)</u>

6 PREPAYMENTS TO SUPPLIERS

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Vietnam Port and Infrastructure Construction Investment JSC	113,386,879,741	(17,856,157,637)	113,386,879,741	(17,856,157,637)
Hanoi Petroleum Construction JSC	108,864,918,776	(108,864,918,776)	108,864,918,776	(108,864,918,776)
Others	336,437,764,034	(179,410,144,085)	353,818,992,219	(202,542,234,602)
	<u>558,689,562,551</u>	<u>(306,131,220,498)</u>	<u>576,070,790,736</u>	<u>(329,263,311,015)</u>

7 SHORT-TERM LOAN RECEIVABLES

	01/01/2024		During the year		31/12/2024	
	Value	Provision	Increase	Decrease	Value	Provision
	VND	VND	VND	VND	VND	VND
Lam Kinh Hotel JSC (i)	200,000,000,000	(124,356,150,003)	-	-	200,000,000,000	(124,356,150,003)
Saigon Petroleum Construction and Investment JSC (ii)	128,357,292,532	(128,357,292,532)	-	-	128,357,292,532	(128,357,292,532)
Petrovietnam - Nghe An Construction Joint Stock Corporation (ii)	16,321,991,226	(5,461,481,782)	-	-	16,321,991,226	(5,461,481,782)
Petroleum internal and External Equipment JSC	10,997,669,735	(10,997,669,735)	-	-	10,997,669,735	(10,997,669,735)
	355,676,953,493	(269,172,594,052)	-	-	355,676,953,493	(269,172,594,052)

(i) The Corporation used the loan from Credit Contract No. 603/2011/11DTD-OCEANBANK-PVC dated 30 June 2011 signed with OceanBank (now Modern Bank of Vietnam - MBV) to provide a loan to Lam Kinh Hotel Joint Stock Company ("Lam Kinh Hotel") for the purpose of supporting its business operations.

(ii) The Corporation used the loan from the Credit Contract No. 10/2010/HDTD-OCEANBANK-PVC dated 20 October 2010 between Ocean Commercial Joint Stock Bank (now Modern Bank of Vietnam - MBV) and the Corporation to make payments on behalf of Sai Gon Petroleum Construction and Investment Joint stock Company and Nghe An Petroleum Construction Corporation Joint Stock Company for the transfer of shares;

According to Official Letter No.7697/2014/CV - Oceanbank dated 9 December 2014, issued by Oceanbank (now Modern Bank of Vietnam - MBV), the extended repayment deadline for the above loans was 31 December 2017. As at the date of these Separate Financial Statements, the Corporation is working with the related parties to further extend the repayment period for the loans at Modern Bank of Vietnam - MBV. Additionally, the Corporation is engaging with the aforementioned companies to recover the amounts either loaned to or paid on their behalf in order to secure funds for repaying the loans at Modern Bank of Vietnam - MBV, thereby enhancing its liquidity an ensuring compliance with regulations on corporate governance applicable to public companies.

8 OTHER RECEIVABLES

	31/12/2024		01/01/2024	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
a) Short-term				
Receivables from deposit interest	2,752,845,587	-	500,109,589	-
Dividends and profits receivable	8,844,483,067	(8,844,483,067)	9,575,961,408	(9,575,961,408)
Advance	9,318,700,625	(980,806,391)	9,116,121,205	(980,806,391)
Mortgages	409,275,926	-	409,275,926	-
Receivables relating to guarantee obligations (i)	42,770,314,825	(42,328,848,975)	42,770,314,825	(42,328,848,975)
Receivables from loan interest, capital support, late payment penalty interest, late payment	109,513,848,523	(27,733,568,215)	103,642,031,545	(27,733,568,215)
International arbitration fees without a ruling (ii)	4,889,875,320	-	-	-
Others	108,251,121,459	(44,185,503,233)	107,530,975,266	(48,927,570,968)
	286,750,465,332	(124,073,209,881)	273,544,789,764	(129,546,755,957)
b) Long term				
Mortgages	22,893,210,988	-	22,893,210,988	-
	22,893,210,988	-	22,893,210,988	-

(i) Receivables from guarantee obligations is the amount deducted by the bank from the Corporation's account to fulfil guarantee obligations for the credit contracts that the Corporation has guaranteed (Detailed in Note 33).

(ii) This arbitration fee was paid to the Vietnam International Arbitration Center (VIAC) to facilitate the submission of a counterclaim against DL E&C Co., Ltd, related to Arbitration Case No. 05/24 VIAC between the Corporation and DL E&C Co., Ltd (Note 15). On 31 May 2024, the Corporation submitted the counterclaim against DL E&C Co., Ltd to VIAC and paid the arbitration fee as per VIAC's notice, requesting the Arbitral Tribunal to resolve the Corporation's claims regarding DL E&C Co., Ltd's breaches during the execution of the EPS Contract. This arbitration fee will be allocated by the Arbitral Tribunal upon the issuance of the arbitration award.

9 DOUBTFUL DEBTS

Total value of receivables and debts that are overdue or not due but difficult to be recovered:

	31/12/2024		01/01/2024	
	Original cost	Recoverable value	Original cost	Recoverable value
	VND	VND	VND	VND
a) Customer receivables	213.958.742.267	35.094.920.650	206.356.535.656	8.453.464.857
Ha Noi Petroleum Construction JSC	91.469.710.445	-	91.469.710.445	-
Petroleum Mechanical Executing and Assembly JSC	23.091.722.361	23.091.722.361	23.091.722.361	-
Petro Vietnam Nghe An Construction JSC	25.401.643.107	2.070.774.300	17.181.317.789	2.532.837.070
Viet Nam Port and Infrastructure Construction Investment JSC	19.243.197.464	-	19.243.197.464	-
Vinaconex 39 JSC	-	-	330.521.000	-
Truong Son Investment Group JSC	572.219.050	-	572.219.050	-
Petrovietnam Senior Oil and Gas Service JSC	18.000.000.000	-	18.000.000.000	-
Petroleum internal and External Equipment JSC	97.326.195	-	97.326.195	-
Others	36.082.923.645	9.932.423.989	36.370.521.352	5.920.627.787
b) Prepayments to suppliers	340.933.569.626	34.802.349.128	342.356.795.831	13.093.484.816
Viet Nam Port and Infrastructure Construction Investment JSC	24.570.776.980	6.714.619.343	24.570.776.980	6.714.619.343
Hanoi Petroleum Construction JSC	108.864.918.776	-	108.864.918.776	-
Petro Vietnam Nghe An Construction JSC	11.263.563.283	-	11.263.563.283	-
Petroleum Mechanical Executing and Assembly JSC	47.905.728.732	21.708.864.306	47.905.728.732	-
Mien Trung Petroleum Construction JSC	26.744.518.395	-	26.744.518.395	-
Vinaconex 39 JSC	34.069.058.988	1.057.959.818	35.492.285.199	1.057.959.818
Truong Son Investment Group JSC	29.923.230.049	100.965.000	29.923.230.049	100.965.000
Petroleum Construction JSC 2	26.176.673.819	-	26.176.673.819	-
Others	31.415.100.604	5.219.940.661	31.415.100.598	5.219.940.655

		31/12/2024		01/01/2024	
		Original cost	Recoverable value	Original cost	Recoverable value
		VND	VND	VND	VND
c) Loan receivables		355.676.953.493	86.504.359.441	355.676.953.493	86.504.359.441
	Lam Kinh Hotel JSC	200.000.000.000	75.643.849.997	200.000.000.000	75.643.849.997
	Saigon Petroleum Construction and Investment JSC	128.357.292.532	-	128.357.292.532	-
	Petro Vietnam Nghe An Construction JSC	16.321.991.226	10.860.509.444	16.321.991.226	10.860.509.444
	Petroleum internal and External Equipment JSC	10.997.669.735	-	10.997.669.735	-
d) Other short-term receivables		130.288.547.589	6.215.337.708	131.007.380.856	1.460.624.899
	Lam Kinh Hotel JSC	6.138.310.290	-	6.138.310.290	-
	Mien Trung Petroleum Construction JSC	28.795.218.993	-	28.795.218.993	-
	Viet Nam Port and Infrastructure Construction Investment JSC	163.889.314	-	163.889.314	-
	Ha Noi Petroleum Construction JSC	8.125.138.911	-	8.125.138.911	-
	Petroleum Mechanical Executing and Assembly JSC	4.742.067.735	4.742.067.735	4.742.067.735	-
	Vinaconex 39 JSC	103.192.384	-	103.192.384	-
	Modern Bank of Vietnam Limited	42.328.848.975	-	42.328.848.975	-
	Petrovietnam Senior Oil and Gas Service JSC	5.575.990.000	-	5.575.990.000	-
	Petroleum internal and External Equipment JSC	7.170.266.109	-	7.170.266.109	-
	Others	27.145.624.878	1.473.269.973	27.864.458.145	1.460.624.899
		1.040.857.812.975	162.616.966.927	1.035.397.665.836	109.511.934.013

10 INVENTORIES

	31/12/2024		01/01/2024	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw materials	1,825,344,133	-	1,825,344,133	-
Tools, supplies	431,700,000	-	431,700,000	-
Work in progress	1,379,564,112,312	-	1,426,114,048,541	-
Goods	13,194,263,182	(11,410,834,208)	23,827,540,819	(15,196,626,123)
	<u>1,395,015,419,627</u>	<u>(11,410,834,208)</u>	<u>1,452,198,633,493</u>	<u>(15,196,626,123)</u>

Details of work in progress, as follows:

	31/12/2024	01/01/2024
	VND	VND
Thai Binh 2 Thermal Power Plant (i)	1,110,252,563,799	1,158,830,163,123
Vung Ang 1 Thermal Power Plant (i)	245,057,868,468	245,057,868,468
Song Hau 1 Thermal Power Plant (ii)	12,889,703,081	12,883,135,080
Others	11,363,976,964	9,342,881,870
	<u>1,379,564,112,312</u>	<u>1,426,114,048,541</u>

(i) The Corporation is a sub-contractor of the EPC general contractor of these projects. As presented in Note 34 of the Notes to the Separate Financial Statements, due to changes in design and unit prices, the Corporation is requesting the Owner, General Contractor and competent authorities to consider an adjustment for unforeseen additional costs of the Vung Ang 1 Thermal Power Plant Project. The Separate Financial Statements do not include any adjustments that may be related to this matter.

(ii) Song Hau 1 Thermal Power Plant

- Location: Phu Xuan ward, Mai Dam town, Chau Thanh district, Hau Giang province;
- Investor: The Vietnam Oil and Gas Group, which signed Contract No. 2348/HD-DKVN on 10 April 2015 with Vietnam Machinery Erection Corporation;
- The Corporation is a subcontractor for the General Contractor under Contract No. C15/SH1-LLM-PVC for the construction package;
- Total contract value: VND 2,555,445,781,034 (after tax);
- Construction timeline: Construction started in 2016 and was expected to be completed in 2018
- Current status: The project has now been completed and is awaiting final settlement.

11 PREPAID EXPENSES

	31/12/2024	01/01/2024
	VND	VND
a) Short-term		
Others	217,796,265	187,369,949
	<u>217,796,265</u>	<u>187,369,949</u>
b) Long - term		
Prepaid expenses of office lease (i)	5,472,381,608	6,777,404,290
Others	350,201,235	1,112,947,752
	<u>5,822,582,843</u>	<u>7,890,352,042</u>

(i) Prepaid expenses for office rent are amortized according to the office lease contract for the San Nam building No. 001/2009/SN-PVC dated 8 January 2009 between the Corporation and San Nam Co.,Ltd.

12 TANGIBLE FIXED ASSETS

	Buildings, structures	Machinery, equipment	Vehicles, transportation	Office equipment	Total
	VND	VND	VND	VND	VND
Historical cost					
Beginning balance	18,569,727,102	20,095,886,856	27,571,384,270	10,310,421,992	76,547,420,220
- Liquidation, disposal	(1,736,726,095)	(15,551,431,819)	(8,962,387,714)	-	(26,250,545,628)
Ending balance of the year	16,833,001,007	4,544,455,037	18,608,996,556	10,310,421,992	50,296,874,592
Accumulated depreciation					
Beginning balance	7,751,841,343	19,299,133,723	27,571,384,270	10,142,687,914	64,765,047,250
- Depreciation in the year	738,220,898	160,051,583	-	95,274,485	993,546,966
- Liquidation, disposal	(1,736,726,095)	(14,914,730,269)	(8,962,387,714)	-	(25,613,844,078)
Ending balance of the year	6,753,336,146	4,544,455,037	18,608,996,556	10,237,962,399	40,144,750,138
Net carrying amount					
Beginning balance	10,817,885,759	796,753,133	-	167,734,078	11,782,372,970
Ending balance of the year	10,079,664,861	-	-	72,459,593	10,152,124,454

Cost of fully depreciated tangible fixed assets but still in use at 31 December 2024 was VND 36,365,997,840 (as at 01/01/2024 was VND 58,714,858,636)

13 INTANGIBLE FIXED ASSETS

	Manager software	Total
	VND	VND
Historical cost		
Beginning balance	5,505,180,340	5,505,180,340
Ending balance of the year	<u>5,505,180,340</u>	<u>5,505,180,340</u>
Accumulated depreciation		
Beginning balance	5,060,180,338	5,060,180,338
- Depreciation in the year	99,999,996	99,999,996
Ending balance of the year	<u>5,160,180,334</u>	<u>5,160,180,334</u>
Net carrying amount		
Beginning balance	445,000,002	445,000,002
Ending balance of the year	<u>345,000,006</u>	<u>345,000,006</u>

Cost of fully depreciated intangible fixed assets but still in use at 31 December 2024 was VND 5,005,180,340 (as at 01/01/2024 was VND 5,005,180,340).

14 LONG-TERM ASSET IN PROGRESS

	31/12/2024		01/01/2024	
	Original cost	Recoverable value	Original cost	Recoverable value
	VND	VND	VND	VND
a) Long-term works in progress				
- Quang Trach 1 Thermal Power Plant Project (i)	25,781,820,546	12,890,910,273	25,781,820,546	12,890,910,273
- Yarn Factory Project	25,759,325,212	9,162,306,880	25,759,325,212	9,162,306,880
- Long Phu Thermal Power Operation Center	12,180,083,636	800,000,000	12,180,083,636	800,000,000
- Others	7,329,825,521	1,618,216,162	7,329,825,521	1,618,216,162
	<u>71,051,054,915</u>	<u>24,471,433,315</u>	<u>71,051,054,915</u>	<u>24,471,433,315</u>

(i) According to Official Letter No.1828/TTg - KTN dated 15 October 2016 of the Prime Minister regarding adjustments to certain thermal power projects within the Quang Trach and Quynh Lap Power Centres, Vietnam Electricity will replace Vietnam Oil and Gas Group as the investor of the Quang Trach 1 Thermal Power Plant Project. As of the date of these Separate Financial Statements, the Corporation is still working with relevant parties to finalize and settle its incurred expenses related to this project.

b) Construction in progress

	31/12/2024	01/01/2024
	VND	VND
- Soai Rap Petroleum Service Industrial Zone Project in Tien Giang (ii)	127,973,080,823	127,973,080,823
- Petro Vietnam University Urban Area (iii)	3,883,984,985	3,883,984,985
- Tien Giang Petroleum Industrial Zone Project (iii)	1,835,100,923	1,835,100,923
	<u>133,692,166,731</u>	<u>133,692,166,731</u>

- (ii) Construction in progress of Soai Rap - Tien Giang Petroleum Service Industrial Park Project ("Project"). The Project was received by the Corporation and designated as an investor by Vietnam Oil and Gas Group (PVN) according to Decision No. 7089/QĐ-DKVN dated 12 August 2010 of the Board of Members of PVN.

On 22 August 2016, the Ministry of Finance issued Official Letter No. 11704/BTC-TCDN to the People's Committee of Tien Giang Province and PVN for specific instructions on the transfer of the Project.

According to Minute No. 1421/BB-SKH & DT dated 31 July 2017 from the Project Transfer Task Force of the People's Committee of Tien Giang province, the parties agreed to recognize the value of the project during the Corporation's implementation period at VND 143 billion.

On 01 October 2018, the Corporation signed a land lease termination agreement with the Department of Natural Resources and Environment of Tien Giang province, returning the land and its attached assets to this authority.

On 28 February 2019, the Government Office issued Official Letter No. 1630/VPCP-CN, directing the Ministry of Planning and Investment, the Ministry of Justice, the Ministry of Natural Resources and Environment, the Ministry of Industry and Trade, and the Commission for the Management of State Capital at Enterprises to guide the People's Committee of Tien Giang province and the project investor in reimbursing the invested expenses. This process must comply with legal regulations to prevent state assets loss and ensure the investor's rights.

Despite multiple directives from the Government, the Ministries have not yet to develop an official plan to solve and guide the refund of the Corporation's invested expenses in the Soai Rap – Tien Giang Petroleum Service Industrial Park Project.

On 29 March 2021, the Corporation issued Official Letter No. 426/XLDK-KHDT&TCC on requesting to continue assignment as the investor of the Project.

On 06 August 2021, the Ministry of Planning and Investment issued Official Letter No. 5183/BKHĐT-QLKKT, proposing the Prime Minister to assign the People's Committee of Tien Giang Province to resolve all outstanding issues related to the Project within 2021, in accordance with its authority and the relevant legal regulations.

On 15 February 2022, the Government Office issued Official Letter No. 964/VPCP-CN announcing the directive of Deputy Prime Minister Le Van Thanh, assigning the Ministry of Natural Resources and Environment to provide specific guidance on the legal compliance of the land acquisition process conducted by the People's Committee of Tien Giang province. This guidance would serve as the basis for determining whether the Corporation is entitled to compensation for assets on the project land.

As at the date of these Separate Financial Statements, the project handover remains incomplete. The Board of Management believes that the Corporation will either fully recover the expenses incurred in implementing the project or be reassigned the project for continuing development.

- (iii) The Projects have been suspended for years. The Corporation's Board of General Directors could not assess the ability to bring for future economic benefit of these projects.

15 SHORT-TERM TRADE PAYABLES

	31/12/2024		01/01/2024	
	Outstanding balance VND	Amount can be paid VND	Outstanding balance VND	Amount can be paid VND
Dealim Industrial Co., Ltd (i)	1,044,419,642,304	1,044,419,642,304	1,021,927,357,960	1,021,927,357,960
Viet Nam Machinery Installation Corporation - JSC	206,781,647,084	206,781,647,084	290,662,562,403	290,662,562,403
Vietnam Oil and Gas Group	177,207,065,265	177,207,065,265	177,207,065,265	177,207,065,265
Petroleum Industrial and Civil Construction JSC	70,514,325,748	70,514,325,748	73,096,041,436	73,096,041,436
Sojitz Corporation	111,744,046,642	111,744,046,642	139,552,763,255	139,552,763,255
Vietnam Electricity	166,965,691,507	166,965,691,507	138,384,094,434	138,384,094,434
Petroleum Mechanical Executing and Assembly JSC	57,624,311,377	57,624,311,377	57,924,311,377	57,924,311,377
Others	749,307,204,080	749,307,204,080	780,766,622,422	780,766,622,422
	<u>2,584,563,934,007</u>	<u>2,584,563,934,007</u>	<u>2,679,520,818,552</u>	<u>2,679,520,818,552</u>

- (i) On 25 January 2024, DL E&C Co., Ltd submitted a Statement of Claim to the Vietnam International Arbitration Center (VIAC), initiating a dispute related to EPS Contract No. 30/HDKT/2012/PVC-SDC dated 22 May 2012, between the Corporation (the main contractor) and DL E&C Co., Ltd (the subcontractor).

The subcontractor has requested the Arbitral Tribunal to review and decide on the following matters: the conditions for granting the Operational Acceptance Certificate (completion certificate) for the work performed under the contract have been satisfied; the warranty period for the equipment and services provided by the subcontractor has ended; the Corporation is requested to settle the overdue debts amounting to USD 7.67 million and VND 287.3 million; refund the performance deposit for the EPS Contract, totaling USD 13.4 million and VND 532.9 million; return the retained amount for warranty obligations, totaling USD 20.05 million and VND 799.3 million; compensate for costs incurred due to project delays amounting to USD 11.85 million; other related claims amounting to USD 6.23 million; and the estimated late payment penalty amounting to USD 17.81 million.

On 31 May 2024, the Corporation submitted a Statement of Defense in response to DL E&C Co., Ltd's Statement of Claim to VIAC, with the following key arguments: the Corporation does not recognize DL E&C Co., Ltd's legal standing to initiate the claim, disputes the Arbitral Tribunal's jurisdiction over the case, and rejects all claims made by DL E&C Co., Ltd.

On the same day, the Corporation also filed a Counterclaim with VIAC, requesting DL E&C Co., Ltd to compensate for damages resulting from breaches in the execution of the EPS Contract, with a total counterclaim value of VND 17,955.47 million and USD 36.64 million.

On 13 June 2024, VIAC issued Notice No. 1722/VIAC, informing that the Arbitral Tribunal had decided to hold a case management conference, scheduled for early August 2024.

On 14 September 2024, VIAC issued Procedural Order No. 1 ("PO No. 1") under Notice No. 2747/VIAC on behalf of the Tribunal.

On 12 December 2024, VIAC conducted an online hearing attended by representatives of both the claimant and the respondent.

Parallel to the arbitration proceedings at VIAC, PetroCons continues to engage in negotiations and mediation efforts with Daelim E&C to resolve the disputes amicably and urges the contractor to withdraw the aforementioned claims.

16 SHORT - TERM PREPAYMENTS FROM CUSTOMERS

	31/12/2024	01/01/2024
	VND	VND
Vung Ang - Quang Trach Petroleum Power Project Management Board	82,778,475,899	82,778,475,899
Viet Nam Machinery Installation Corporation - JSC	55,897,285,149	55,897,285,149
Others	39,904,543,073	29,679,905,967
	178,580,304,121	168,355,667,015

17 TAX AND OTHER PAYABLES TO THE STATE BUDGET

	Tax receivable at the beginning of the year	Tax payable at the beginning of the year	Tax payable in the year	Tax paid in the year	Tax receivable at the end of the year	Tax payable at the end of the year
	VND	VND	VND	VND	VND	VND
Value-added tax	26,600,011	500,250	244,308,837	83,167,509	26,600,011	161,641,578
Export, import duties	19,254,703	-	37,117,031	37,117,031	19,254,703	-
Corporate income tax	21,256,556,285	-	-	-	21,256,556,285	-
Personal income tax	51,045,511	1,246,057,752	1,306,756,194	1,301,611,138	51,045,511	1,251,202,808
Land tax and land rental	-	996,003,174	1,400,028,969	1,367,377,482	-	1,028,654,661
Other taxes	-	658,597,645	699,062,738	1,360,660,383	3,000,000	-
Fees, charges and other payables	783,720	146,761,405	126,558,665	273,320,070	783,720	-
	21,354,240,230	3,047,920,226	3,813,832,434	4,423,253,613	21,357,240,230	2,441,499,047

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

18 ACCRUED EXPENSES

	31/12/2024	01/01/2024
	VND	VND
a) Short - term		
Accrual of construction works	89,852,094,281	113,229,848,569
Other accrued expenses	5,009,284,841	5,111,951,088
	<u>94,861,379,122</u>	<u>118,341,799,657</u>
b) Long - term		
Accrual of construction works	115,497,608,588	71,064,369,884
	<u>115,497,608,588</u>	<u>71,064,369,884</u>

19 UNEARNED REVENUES

	31/12/2024	01/01/2024
	VND	VND
a) Short - term		
Revenues from property leasing	1,447,841,545	1,511,477,908
	<u>1,447,841,545</u>	<u>1,511,477,908</u>
b) Long - term		
Revenues from property leasing (i)	50,632,252,045	52,080,093,597
	<u>50,632,252,045</u>	<u>52,080,093,597</u>

(i) Including: VND 42,996,289,426 is the balance of land rent received in advance by PetroVietnam Steel Pipe Production Joint Stock Company under Contract No. 01/HDD/PVPIPE-PVC dated 01 November 2012 with the lease period of 588 months and a contract value of VND 46,818,181,818 at Soai Rap Industrial Park - Tien Giang. The Corporation has allocated this rental amount to revenue up to December 2014 with the amount of VND 3,821,892,393. After December 2014, the project was planned to be handed over to the People's Committee of Tien Giang province, but the handover process has not been completed yet (detailed in Note 14). Therefore, the Corporation has not yet worked with customers on the remaining balance of land rent mentioned above.

20 OTHER PAYABLES

	31/12/2024	01/01/2024
	VND	VND
a) Short - term		
Trade union fee	1,779,814,942	1,356,218,552
Social insurance	50,959,975	173,593,017
Health Insurance	93,089,851	106,448,912
Unemployment insurance	17,551,681	54,110,669
Short-term deposits, collateral received	3,000,000	3,000,000
Provision for guarantee obligations (i)	137,942,779,492	137,942,779,492
Modern Bank of Vietnam Limited (ii)	172,784,334,551	162,596,140,733
Vietnam Oil and Gas Group (iii)	54,098,464,510	54,098,464,510
Others	52,902,129,753	53,363,953,678
	<u>419,672,124,755</u>	<u>409,694,709,563</u>
b) Long - term		
Long-term deposits, collateral received	13,856,187	13,856,187
	<u>13,856,187</u>	<u>13,856,187</u>

(i) As at 31 December 2024, the provision for guarantee obligations was as presented in Note 33.

(ii) Interest payable to Modern Bank of Vietnam - MBV (formerly Ocean Commercial Bank Limited - OceanBank) includes the Corporation's interest expense and interest expense that the Corporation will collect from companies that the Corporation has paid or lent under capital support contracts (detailed in Note 8) to pay OceanBank. According to Resolution No. 7548/NQ-DKVN dated 29 October, 2014 of the Board of Members of Vietnam Oil and Gas Group and Official Letter No. 7697/2014/CV-OceanBank dated 9 December 2014 of OceanBank, the payment deadline for these amounts was extended to 31 December 2017 and the loan interest rate was reduced to 1% per annum from 01 January 2015 as presented in Note 21. From 01 January 2018, the loan was subject to an overdue interest rate equal to 150% of the current interest rate. As at the date of these Separate Financial Statements, the Corporation is seeking solutions to settle the overdue loan interest payable.

(iii) Including VND 42.22 billion payable to Vietnam Oil and Gas Group, which is the amount that Vietnam Oil and Gas Group supported the Corporation to pay contractors of the Soai Rap - Tien Giang Petroleum Service Industrial Park Project.

21 BORROWINGS

	01/01/2024		During the year		31/12/2024	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding balance	Amount can be paid
	VND	VND	VND	VND	VND	VND
a) Short-term borrowings						
Short-term debts (i)	67,265,907,564	67,265,907,564	56,675,477,205	114,604,984,769	9,336,400,000	9,336,400,000
Current portion of long-term debts	575,670,157,122	575,670,157,122	-	-	575,670,157,122	575,670,157,122
	642,936,064,686	642,936,064,686	56,675,477,205	114,604,984,769	585,006,557,122	585,006,557,122
b) Long-term borrowings						
Long-term debts (ii)	575,670,157,122	575,670,157,122	-	-	575,670,157,122	575,670,157,122
	575,670,157,122	575,670,157,122	-	-	575,670,157,122	575,670,157,122
Amount due for settlement within 12 months	(575,670,157,122)	(575,670,157,122)			(575,670,157,122)	(575,670,157,122)
Amount due for settlement after 12 months	-	-			-	-

(i) Detailed information on Short-term borrowings:

	Curr ency	Interest Rate	Duration	Loan purpose	Guarantee	31/12/2024	01/01/2024
	VND	Floating	11 months	Supplement working capital, guarantee to open LC	Secured (*)	VND	VND
Joint Stock Commercial Bank for Investment and Development of Vietnam (Ha Dong Branch)						9,336,400,000	67,265,907,564
						9,336,400,000	67,265,907,564

(*) Pledged by term deposits (Note 04).

(ii) Detailed information on Long-term borrowings:

	Currency	Interest rate	Year of maturity	Loan purpose	Guarantee	31/12/2024	01/01/2024
Long-term borrowings							
Modern Bank of Vietnam Limited						VND	VND
- Contract No. 603/2011/HDTD-Oceanbank-PVC dated 20 October 2010	VND	4.90%	31/12/2017	Invest capital in Lam Kinh Hotel JSC	Unsecured	575,670,157,122 200,000,000,000	575,670,157,122 200,000,000,000
- Contract No. 602/2011/HDTD-Oceanbank-PVC dated 30/06/2011	VND	4.90%	31/12/2017	Investment loan in Thai Binh Petroleum Investment and Trading JSC	Unsecured	65,000,000,000	65,000,000,000
- Contract No. 10/2010/HDTD-Oceanbank-PVC dated June 30, 2011	VND	5.50%	31/12/2017	Making payments and offsetting investment payments received from PVFC under the Purchase and Sale Contract/Transfer Contract	Unsecured	310,670,157,122	310,670,157,122

Amount due for settlement within 12 months

Amount due for settlement within 12 months

575,670,157,122	575,670,157,122
(575,670,157,122)	(575,670,157,122)
-	-

According to Resolution No. 7548/NQ-DKVN dated 29 October 2014 issued by PVN's Board of Members and Official Letter No. 7697/2014/CV-OceanBank dated 09 December 2014 issued by OceanBank (now Modern Bank of Vietnam – MBV), the payment terms of these credit contracts were extended to 31 December 2017 and the applicable interest rates were 2.4% per year from the date the Corporation failed to pay interest until 31 December 2014 and 1% per year from 01 January 2015. From 01 January 2018, the loan has been subject to a penalty interest rate equal to 150% of the regular interest rate. At the date of these Separate financial statements, the loans have become overdue, the Corporation is seeking solutions to repay the principal.

c) Unpaid overdue loan amount

	31/12/2024	01/01/2024
	Value	Value
	VND	VND
Interest	Interest	Interest
	VND	VND
575,670,157,122	172,784,334,551	575,670,157,122
575,670,157,122	172,784,334,551	575,670,157,122
		162,596,140,733
		162,596,140,733

Modern Bank of Vietnam Limited

22 OWNER'S EQUITY

a) Changes in owner's equity

	Contributed capital	Treasury shares	Investment development	Other reserves	Retained earnings	Total
	VND	VND	VND	VND	VND	VND
Beginning balance of previous year	4,000,000,000,000	(29,710,000)	76,986,992,734	500,000,000	(3,607,400,160,442)	470,057,122,292
Loss for the previous year	-	-	-	-	(162,652,761,738)	(162,652,761,738)
Ending balance of previous year	<u>4,000,000,000,000</u>	<u>(29,710,000)</u>	<u>76,986,992,734</u>	<u>500,000,000</u>	<u>(3,770,052,922,180)</u>	<u>307,404,360,554</u>
Beginning balance of this year	4,000,000,000,000	(29,710,000)	76,986,992,734	500,000,000	(3,770,052,922,180)	307,404,360,554
Profit for this year	-	-	-	-	4,120,891,160	4,120,891,160
Ending balance of this year	<u>4,000,000,000,000</u>	<u>(29,710,000)</u>	<u>76,986,992,734</u>	<u>500,000,000</u>	<u>(3,765,932,031,020)</u>	<u>311,525,251,714</u>

b) Details of Contributed capital

	31/12/2024	Rate	01/01/2024	Rate
	VND		VND	
Vietnam Oil and Gas Group	2,178,733,330,000	54.47%	2,178,733,330,000	54.47%
Others	1,821,266,670,000	45.53%	1,821,266,670,000	45.53%
	<u>4,000,000,000,000</u>	<u>100%</u>	<u>4,000,000,000,000</u>	<u>100%</u>

c) Capital transactions with owners and distribution of dividends and profits

	Year 2024 VND	Year 2023 VND
Owner's contributed capital		
- At the beginning of the year	4,000,000,000,000	4,000,000,000,000
- At the end of the year	4,000,000,000,000	4,000,000,000,000

d) Share

	31/12/2024	01/01/2024
Quantity of Authorized issuing shares	400,000,000	400,000,000
Quantity of issued shares	400,000,000	400,000,000
- <i>Common shares</i>	400,000,000	400,000,000
Quantity of shares repurchased	2,971	2,971
- <i>Common stocks</i>	2,971	2,971
Quantity of outstanding shares in circulation	399,997,029	399,997,029
- <i>Common stocks</i>	399,997,029	399,997,029
Par value per share: 10,000 VND		

e) Company's reserves

	31/12/2024 VND	01/01/2024 VND
Development and investment funds	76,986,992,734	76,986,992,734
Other reserves	500,000,000	500,000,000
	<u>77,486,992,734</u>	<u>77,486,992,734</u>

23 OFF STATEMENT OF FINANCIAL POSITION ITEMS AND OPERATING LEASE COMMITMENT

a) Foreign currencies

	31/12/2024	01/01/2024
USD	7,364,593.80	8,459,296.60

b) Doubtful debts written-off

	31/12/2024 VND	01/01/2024 VND
Doubtful debts written-off	9,716,217,233	9,716,217,233

24 TOTAL REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	Year 2024 VND	Year 2023 VND
Revenue from construction contracts	519,557,804,974	707,462,488,841
Revenue from real estate business	8,232,929,488	21,578,119,707
Revenue from rendering of services	2,568,303,537	2,929,565,291
	<u>530,359,037,999</u>	<u>731,970,173,839</u>

25 COST OF GOODS SOLD

	Year 2024	Year 2023
	VND	VND
Cost of construction contracts	523,564,760,540	673,229,330,607
Cost of goods sold	18,514,579,798	30,821,750,597
Cost of services rendered	3,566,307,420	3,621,648,914
Reversal of provisions for inventory devaluation	(3,785,791,915)	(6,707,810,605)
	<u>541,859,855,843</u>	<u>700,964,919,513</u>

26 FINANCIAL INCOME

	Year 2024	Year 2023
	VND	VND
Interest income	7,347,104,836	14,095,379,516
Gain on exchange difference in the year	25,951,349,511	13,908,905,395
Gain on exchange difference at the year - end	4,275,931,351	989,954,564
Sales interest on deferred payments, payment discounts	396,759,060	2,983,017,832
	<u>37,971,144,758</u>	<u>31,977,257,307</u>

27 FINANCIAL EXPENSES

	Year 2024	Year 2023
	VND	VND
Interest expenses	8,446,758,758	12,021,998,667
Loss on exchange difference in the year	30,847,078,497	22,312,487,565
Loss on exchange difference at the year - end	-	249,505,899
Provision for diminution in value of trading securities and impairment loss from investment	12,763,588,422	131,845,831,243
Others	5,121,536,246	6,397,109,011
	<u>57,178,961,923</u>	<u>172,826,932,385</u>

28 GENERAL AND ADMINISTRATIVE EXPENSE

	Year 2024	Year 2023
	VND	VND
Labour expenses	35,656,493,265	36,922,840,500
Tools, supplies office expenses	305,823,373	344,723,781
Depreciation expenses	468,304,960	769,344,600
Tax, Charge, Fee	839,429,797	1,129,076,878
Reversal of provision expenses	(47,644,885,775)	(1,169,001,189)
Expenses of outsourcing services	9,967,002,762	5,911,416,657
Other expenses in cash	5,467,687,610	6,610,022,538
	<u>5,153,920,247</u>	<u>50,518,423,765</u>

29 OTHER INCOME

	Year 2024 VND	Year 2023 VND
Gain from liquidation, disposal of fixed assets	1,886,469,830	64,545,449
Collected fines	446,109,187	1,720,549,012
Liabilities written off by agreement	38,380,782,970	-
Others	714,921	4,091,636
	40,714,076,908	1,789,186,097

30 OTHER EXPENSES

	Year 2024 VND	Year 2023 VND
Late payment penalties on tax and insurance	256,001,943	174,859,081
Others	474,628,549	3,904,244,237
	730,630,492	4,079,103,318

31 CURRENT CORPORATE INCOME TAX EXPENSES

	Year 2024 VND	Year 2023 VND
Total profit before tax	4,120,891,160	(162,652,761,738)
Increase	501,735,485	2,994,999,415
- <i>Ineligible expenses</i>	501,735,485	2,994,999,415
Taxable income	4,622,626,645	(159,657,762,323)
Carry forward losses from previous years	(4,622,626,645)	-
Current corporate income tax expense (20%)	-	-
Tax payable at the beginning of the year	(21,256,556,285)	(21,256,556,285)
Corporate income tax payable at the end of the year	(21,256,556,285)	(21,256,556,285)

32 BUSINESS AND PRODUCTIONS COST BY ITEMS

	Year 2024 VND	Year 2023 VND
Raw materials	6,180,455,070	26,609,770,586
Labour expenses	48,945,852,069	58,553,986,333
Tools, supplies office expenses	305,823,373	2,534,943,359
Depreciation expenses	1,093,546,962	1,476,915,596
Tax, fee and charge	1,771,138,090	1,410,022,564
Provisions	(47,644,885,775)	(1,169,001,189)
Expenses of outsourcing services	475,358,837,334	833,596,119,472
Other expenses in cash	6,593,764,161	8,338,198,006
	492,604,531,284	931,350,954,727

33 CONTINGENCIES

a) Guarantee for borrowings

As at 31/12/2024, the Corporation has overdue guarantees for other companies' borrowings at credit institutions, specifically as follows:

Guaranteed unit	Organization received guarantees	Guarantee period	Guarantee balance at the end of the year	Overdue loan balance at the end of the year	Provision for end-of-term liabilities
			VND	VND	VND
Hanoi Petroleum Construction JSC	Vietnam International Bank - Headquarters	From 31/12/2011 to 30/04/2012	73,668,464,073	73,668,464,073	73,668,464,073
Petroleum Mechanical Executing and Assembly JSC	Lien Viet Post Joint Stock Commercial Bank - Dong Do Branch	From 01/01/2012 to 30/06/2012	49,961,348,093	49,961,348,093	49,961,348,093
Petroleum Mechanical Executing and Assembly JSC	Vietnam Public Joint Stock Commercial Bank - Headquarters	From 26/07/2011 to 26/07/2012	14,312,967,325	14,312,967,325	14,312,967,325
Saigon Petroleum Construction and Investment JSC (*)	Modern Bank of Vietnam Limited - Sai Gon Branch	From 31/12/2011 to 30/08/2012	17,103,570,845	17,103,570,845	-
			155,046,350,336	155,046,350,336	137,942,779,491

The Corporation, as a guarantor, has committed to pay credit institutions the amounts equal to the value of the relevant letters of guarantee plus any accrued interest, penalties and other financial obligations (if any), immediately upon receipt of the first written request demand accompanied by supporting documentation proving that the guaranteed entities have failed to fulfil or have inadequately fulfil their repayment obligations (if any). As of 31 December 2024:

- Credit institutions have debited approximately VND 91 billion from the Corporation's deposit accounts to fulfil its guarantee obligations;
- Guaranteed entities have repaid the Corporation approximately VND 49 billion out of the amount debited.

Thus, the outstanding balance of receivables relating to guarantee obligations as at 31 December 2024 is approximately VND 42.8 billion (see Note 08)

Following the recommendations of the State Audit Office stated in the Audit Report for the year 2014 dated 10 March 2016, the Corporation made provision for all payable liabilities in respect of these guarantees in the Separate Financial Statements for the year ended 31 December 2014. At the reporting date of these Separate Financial Statements, the guaranteed entities were still working with credit institutions regarding the extension of the repayment terms. The Corporation is also working with these entities and credit institutions to release its guarantee obligations in order to enhance its liquidity.

(*) In 2016, the Corporation reviewed all of its letters of guarantee and assessed that its obligation under the guarantee provided for Saigon Petroleum Construction and Investment Joint Stock Company (PVC-SG) in relation to a loan from Ocean Commercial Joint Stock Bank (OceanBank) - Saigon Branch (now Modern Bank of Vietnam - MBV - Saigon Branch). Following the assessment, the Provision Appraisal Council of the Corporation determined that its obligation under this guarantee had changed and decided to reverse the provision previously made for the Corporation's liabilities under the letter of guarantee for PVC-SG's loan from OceanBank - Sai Gon Branch with the amount of approximately VND 99.9 billion. This provision reversal reduced the Corporation's financial expenses for 2016.

On 18 August 2016, PVC-SG sent Official Letter No. 58/XLDKSG to the Corporation, reporting details regarding the collateral for the entrusted loan and its ongoing discussions with Oceanbank. According to the letter, on 10 August 2016, Oceanbank - Saigon Branch issued Official Letter No. 784/2016/CV-CNSG, responding to PVC-SG's proposed debt settlement plan. In this Official Letter, Oceanbank - Saigon Branch approved PVC-SG's investment and business plan for the Urban Development Project of Areas 2 and 3, Ward 5, Vi Thanh City, Hau Giang Province (Vi Thanh Project) as well as the partial release of collateral to enable PVC-SG to sell goods/assets and generate funds for debt repayment. Under this plan, PVC-SG committed to repaying the full outstanding principal amount of approximately VND 148 billion to Ocean Bank.

As at 31 December 2024, PVC-SG has repaid VND 131 billion out of VND 148 billion of the principal. Additionally, PVC-SG has effectively implemented the debt repayment plan proposed by Oceanbank - Saigon Branch. Based on this progress, the Board of Management assesses that the the Parent Company - the Corporation will not incur any liability under the guarantee, as PVC SG is financially capable of fulfilling its repayment obligations to Oceanbank (now Modern Bank of Vietnam – MBV).

b) Payment guarantee

On 29 December 2010, the Corporation signed Guarantee Agreement No. 0112/2010/HDBL.TT-PVCTB with Thai Binh Petroleum Tourism Company Limited (currently known as Thai Binh Petroleum Trading and Investment Joint Stock Company (PVC Thai Binh) - a subsidiary of the Corporation) and issued a guarantee payment letter for PVC Thai Binh, with a guaranteed amount of approximately VND 111.8 billion. Under this guarantee, the Corporation undertakes and assures PetroVietnam Exploration Production Corporation (PVEP) that PVC Thai Binh would fully and timely fulfil its payment obligations to PVEP in accordance with the Agreement on the transfer of Thai Binh Petroleum Hotel Construction project, signed on 28 December 2010 between PVEP and PVC Thai Binh. The letter of guarantee takes effect from the signing date until PVC Thai Binh has fully discharged its obligations to PVEP in accordance with the terms of the transfer agreement.

In 2016, the Corporation received a request from PVEP to fulfil its guarantee obligation. However, the Board of Management of the Corporation has assessed that no liabilities will arise for the Parent Company under this guarantee, as PVC Thai Binh is able to fulfil its payment obligation to PVEP.

c) Conclusion of the Government Inspectorate

The Corporation was the contractor for the Northern Ethanol Biofuel Plant construction project and the Dinh Vu Polyester Manufacturing Plant construction project.

On 24 November 2016, the Governance Inspectorate issued Announcement No. 3129/TB-TTCP, concluding its inspection of biofuel projects that were partially funded by Vietnam Oil and Gas Group and its subsidiaries. Based on the inspection findings, the Government Inspectorate proposed that the Corporation should be responsible for economic loss incurred by the project owner due to breach of the EPC Contract for the construction of the Northern Ethanol Biofuel Plant.

On the same day, 24 November 2016, the Government Inspectorate also issued Announcement No. 3130/TB-TTCP, summarizing the findings of its inspection regarding the construction of the Dinh Vu Polyester Manufacturing Plant. According to the Government Inspectorate, the following corrective measures were recommended:

- A reduction of approximately VND 46.8 billion in the accepted and paid value of the work performed by the Corporation due to violations of the Foreign Exchange Ordinance in contract execution,
- A reduction of approximately VND 8.1 billion and USD 23,000 in the EPC contract's accepted and paid value due to duplicate acceptance of work volumes and unauthorized acceptance of additional work volumes beyond the regulatory framework.

The Corporation's Board of Management has assessed that the conclusions in the above Government Inspectorate reports were directed at the project owners, with whom the Corporation had contractual relationships as a related party. As at the reporting date, the Corporation was still working with the project owners and the Government Inspectorate to clarify and address matters concerning the Corporation's involvement as stated in the inspection reports.

In 2022, the Corporation received the Government Inspector Conclusion No. 2090/KL-TTTP dated 23 November 2022 regarding its compliance with policies and laws in production and business activities during the period 2008-2013. The Corporation has been actively coordinating with relevant parties to implement the recommendations of the Government Inspector in accordance with this conclusion.

d) Contingent liabilities

As of the reporting date of these Separate Financial Statements, the Corporation and its subsidiaries were involved in several ongoing litigation cases related to receivables, payables and contingent liabilities relating to valued added tax obligations and penalties for late payment of tax on recognized revenue that has not yet been invoiced. The outcomes of these litigation cases and other contingent liabilities remain uncertain at this stage.

34 OTHER INFORMATION

a) Unexpected costs at the Corporation's construction projects

Due to economic fluctuations, the Corporation's business operations are exposed to risks associated with changes in market value of construction materials. Significant price fluctuations in these materials could have a major impact on the Corporation's financial obligations and economic benefits. However, the Board of Management acknowledges that market trends and government macroeconomic policies are highly unpredictable. Therefore, it is impossible to quantify the exact impact of these factors on the Corporation's ongoing construction projects. The final result will only be determined upon completion and handover of the projects to the investors.

Thai Binh 2 Thermal Power Plant Project

The Corporation signed an EPC contract to construct Thai Binh 2 Thermal Power Plant with the Thai Binh 2 Petroleum Power Project Management Board (under the Vietnam Oil and Gas Group) with approximately of USD 918 million and VND 5,874 billion. At the date of these Separate Financial Statements, the total provisional contract value signed by the Corporation with subcontractors for the project has exceeded the EPC contract value agreed with the Thai Binh Petroleum Power Project Management Board. According to Official Letter No. 737/TTg-KTN dated 23 May 2014 of the Prime Minister, the Thai Binh 2 Thermal Power Plant has been classified as a priority power project for the period 2013-2020.

The project is subject to special mechanisms and policies outlined in Decision No.2414/QĐ-TTg dated 11 December 2013 of the Prime Minister.

According to a resolution by the Board of Directors of the Corporation, which temporarily approved the EPC contract implementation plan, the expected revenue for the project is USD 926.6 million and VND 11,076.2 billion; while the estimated cost is USD 921.2 million and VND 11,402.1 billion; resulting in a projected gross loss margin of 0.67%. As of the reporting date, the Corporation and the Thai Binh 2 Petroleum Power Project Management Board are negotiating and finalizing appendices to adjust the EPC contract value. Simultaneously, the Corporation is also working with subcontractors to re-sign appendices adjusting their contract values. The Board of Management considers this to be the best estimate available at the time of preparing these Separate Financial Statements and the estimate is continuously reviewed and updated to accurately reflect the actual financial performance of the Project. Accordingly, the Corporation has recognized revenue and expenses of this project based on the projected gross loss ratio.

Vung Ang 1 Thermal Power Plant

On 28 September 2009, the Corporation signed a construction contract for the Vung Ang 1 Thermal Power Plant with Vietnam Machinery Installation Corporation (LILAMA) under Contract No. 280909/LILAMA-PVC with a total value of approximately VND 1,322 billion. According to Resolution No. 686/NQ-DKVN dated 27 January 2014, the Vietnam Oil and Gas Group (PVN) has approved the unforeseeable costs of the entire Vung Ang 1 Thermal Power Plant project, including internal roads and construction, amounting to approximately VND 1,090 billion. After verification and appraisal, the estimated value of construction work performed by the Corporation increased by approximately VND 290 billion (excluding deductible value-added tax) compared to the initial lump-sum contract value signed by the Corporation. The Corporation has formally requested PVN to consider adjusting the additional unexpected costs of this project. At the date of these Separate

Financial Statements, PVN and relevant state authorities have not yet issued a final decision regarding this matter. However, the Board of Management believes that the additional contract value will be approved and officially signed.

b) Information on the Corporation's restructuring

According to Resolution No. 332/NQ-XLDK-DHDCD dated 11 October 2022 of the General Meeting of Shareholders of PetroVietnam Construction Joint Stock Corporation approving the Corporation's restructuring plan for the 2021-2025 period:

- The Corporation will continue to hold at least 51% of its charter capital in the period 2021-2025 in two subsidiaries: Petroleum Pipeline and Tank Construction Joint Stock Company (PVC-PT) and Petroleum Equipment Assembly & Metal Structure JSC (PVC-MS).
- The Corporation will fully divest its investment in all other subsidiaries during the 2021-2025 period.
- The following companies: Hanoi Petroleum Construction JSC (PVC-HN), Petroleum Mechanical Executing and Assembly Joint Stock Company (PVC-MEA), Mien trung Petroleum Construction JSC (PVC-MT) and PetroVietnam Urban Development JSC (PVC-Mekong) will be dissolved or declared bankrupt in case the Corporation fails to divest its capital.
- The Corporation will divest all other long-term financial investments and trading securities during the 2021-2025 period.

35 SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD

There have been no significant events occurring after the reporting period, which would require adjustments or disclosures to be made in the Separate financial statements.

36 REMUNERATION, SALARIES AND OTHER INCOME OF MANAGERS OF THE CORPORATION

Remuneration, salaries and other income of members of the Board of Management, Board of General Director, Board of Supervision and other managers are as follows:


	Position	Year 2024 VND	Year 2023 VND
Board of Directors		2,207,775,913	2,258,749,896
Mr Nghiem Quang Huy	Chairman	545,647,303	543,276,735
Mr Pham Van Khanh	Independent member	244,285,000	249,555,000
Mr Tran Hai Bang	Member	479,906,106	504,420,370
Mr Nguyen Hoai Nam	Member	466,008,070	495,761,660
Mr Chu Thanh Hai	Member	471,929,434	465,736,130
Board of Management		2,014,722,793	2,155,452,151
Mr Tran Quoc Hoan	General Director (Appointed on 01/01/2024)	449,814,957	-
Mr Phan Tu Giang	General Director (Resigned on 01/01/2024)	109,537,217	580,148,335
Mr Nguyen Van Dong	Deputy General Director	507,748,575	497,083,200
Mr Nguyen Trung Tri	Deputy General Director (Resigned on 01/07/2023)	-	328,577,304
Mr Vu Manh Quang	Deputy General Director (Resigned on 30/05/2024)	-	85,347,000
Mr Pham Trung Kien	Deputy General Director (Appointed on 01/10/2023)	464,890,490	76,673,500
Mr Hoang Quyet Thang	Deputy General Director (Resigned on 01/11/2023)	-	102,897,000
Mr Bui Son Truong	Deputy General Director	482,731,554	484,725,812
Board of Supervision		506,218,999	502,385,625
Mr Hua Xuan Nam	Head of the Board	441,418,999	432,185,625
Mr Phung Van Sy	Member	32,400,000	35,100,000
Mr Nguyen Ngoc Cuong	Member	32,400,000	35,100,000

37 COMPARATIVE FIGURES

The comparative figures are figures in the Separate Financial Statements for the fiscal year ended as at 31 December 2023, which was audited by AASC Auditing Firm Company Limited.


Vu Thi Cham
Preparer


Vu Minh Cong
Chief Accountant


Tran Quoc Hoan
General Director
Hanoi, 31 March 2025

