

SONG DA 10 JOINT STOCK COMPANY
AUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024



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STATEMENT OF BOARD OF GENERAL DIRECTORS

The Board of General Directors of Song Da 10 Joint Stock Company (hereinafter referred to as the "Company") presents this report together with the audited consolidated financial statements for the fiscal year ended 31 December 2024.

BOARD OF MANAGEMENT AND BOARD OF GENERAL DIRECTORS

Members of Board of Management and Board of General Directors of the Company who held office for the year ended 31 December 2024 are as follows:

Board of Management

Mr. Tran Tuan Linh	Chairman
Mr. Nguyen Tuan Anh	Member
Mr. Do Duc Manh	Member
Mr. Pham Van Tang	Member
Mr. Pham Hoang Phuong	Member

Board of Supervisors

Mrs. Le Thi Mai Huong	Chief Supervisor
Mr. Nguyen Van Thanh	Member
Mrs. Vu Thi To Nga	Member

Board of General Directors and Chief Accountant

Mr. Nguyen Tuan Anh	General Director
Mr. Nguyen The Bao	Deputy General Director
Mr. Tran Dinh Tu	Deputy General Director
Mr. Pham Hoang Phuong	Deputy General Director

The Chief Accountant of the Company is Mr. Nguyen Trung Kien.

EVENTS AFTER THE END OF THE REPORTING DATE

The Board of General Directors confirms that there have been no significant events occurring after the balance sheet date which would require adjustments to or disclosures to be made in the Consolidated Financial Statements.

THE AUDITORS

The accompanying financial statements have been audited by UHY Auditing and Consulting Company Limited (UHY).

BOARD OF GENERAL DIRECTORS' RESPONSIBILITY

The Board of General Directors of the Company is responsible for preparing the consolidated financial statements ended at 31 December 2024 which give a true and fair view of the consolidated financial position of the Company and of its results of operations and cash flows for the year. In preparing these financial statements, the Board of General Directors is required to:

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

STATEMENT OF BOARD OF GENERAL DIRECTORS (CONT'D)

BOARD OF GENERAL DIRECTORS' STATEMENT OF RESPONSIBILITY

The Board of General Directors confirms that the Company has complied with the above requirements in preparing and presenting the consolidated financial statement.

The Board of General Directors is responsible for ensuring that accounting records are properly kept, which disclose, with reasonable accuracy at any time, the financial position of the Company and to ensure that the consolidated financial statements comply with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and other related legal regulations on preparation and presentation of the consolidated financial statements. It is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

OTHER COMMITMENTS

The Board of General Directors commits that the Company does not violate the obligation to disclose information as prescribed in Circular No. 96/2020/TT-BTC on 16 November 2020 of the Ministry of Finance on disclosing information in the Securities market, complying with the provisions of Decree No.155/2020/ND-CP on 31 December 2020 of the Government detailing the implementation of a number of articles of the securities law and Circular No. 116/2020/TT-BTC on 31 December 2020 of the Ministry of Finance guiding a number of articles on corporate governance applicable to public companies in Decree No. 155/2020/ND-CP.

For and on behalf of the Board of General Directors,



Nguyen Tuan Anh

General Director

Hanoi, 26 March 2025

No: 303 /2025/UHY-BCKT

INDEPENDENT AUDITORS' REPORT

*On the consolidated financial statements of Song Da 10 Joint Stock Company
For the year ended 31 December 2024*

To: The Shareholders
Board of Management and Board of General Directors
Song Da 10 Joint Stock Company

We have audited the accompanying consolidated financial statements of Song Da 10 Joint Stock Company (hereinafter referred to as the "Company") which were prepared on 26 March 2025 as set out on page 06 to 48, including the Consolidated Balance Sheet as at 31 December 2024, the Consolidated Income Statement and Consolidated Cash Flow Statement for the year then ended and the Notes thereto.

Responsibilities of the Board of General Directors

The Board of General Directors of the Company is responsible for preparing and presenting the consolidated financial statements in a true and fair view in conformity with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations related to the preparation and presentation of the consolidated financial statements and for such internal control as the Board of General Directors determines is necessary to enable the preparation and presentation of the consolidated financial statements that are free from material misstatements, whether due to fraud or error.

Responsibilities of the Auditors

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

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

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

Basis for qualified audit opinion

As of 31 December 2024, the overdue interest expenses payable related to the loan at Song Da 10.1 Company Limited (a subsidiary of Song Da 10 Joint Stock Company) have not been recognized with the amount of VND 44,691,358,453 (of which, the overdue interest expense as of 31 December 2023 is VND 41,466,841,999, the amount incurred in this period is VND 3,224,516,454). If the overdue interest expenses were recognized, the "Short-term accrued expenses" item in the Consolidated Statement of financial position would increase by VND 44,691,358,453, and the "Retained earnings" item would decrease by VND 44,691,358,453. Additionally, in the Consolidated Income Statement, the "Financial expenses" item would increase by VND 3,224,516,454, while the "Operating profit" and "Net profit after tax" items would decrease correspondingly by VND 3,224,516,454.

INDEPENDENT AUDITORS' REPORT (CONT'D)

Qualified audit opinion

In our opinion, except for the effects of the matters referred in the "Basis for Qualified Audit Opinion" paragraph, the accompanying consolidated financial statements give a true and fair view, in all material respect, the consolidated financial position of Song Da 10 Joint Stock Company as at 31 December 2024 as well as the consolidated results of its business operations and its cash flow for the year then ended, in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations related to preparation and presentation of the consolidated financial statements.

Emphasis of matter

We draw attention to Note 36.2 of the Notes to the Consolidated Financial Statements, concerning trade receivables and work-in-progress expenses related to the Xekaman 1 Hydropower Project amounting to VND 52,626,740,335 (as of 1 January 2024 is VND 89,217,872,367) and VND 78,355,938,094 (as of 1 January 2024 is VND 78,355,938,094), trade receivables and work-in-progress expenses related to the Xekaman 3 Hydropower Project amounting to VND 181,298,300,671 (as of 1 January 2024 is VND 170,655,338,671) and VND 12,207,337,000 (as of 1 January 2024 is VND 12,207,337,000). These are long-standing accounts receivable and unfinished construction items from previous years, which are still pending resolution in 2024.

Our qualified audit opinion is not related to this emphasized matter.



Nguyen Minh Long
Deputy General Director
Auditor's Practicing Certificate
0666-2023-112-1
For and on behalf of
UHY AUDITING AND CONSULTING COMPANY LIMITED
Hanoi, 26 March 2025

Nguyen Minh Thang
Auditor
Auditor's Practicing Certificate
4421-2023-112-1

CONSOLIDATED BALANCE SHEET

As at 31 December 2024

ASSETS	Code	Note	31/12/2024 VND	01/01/2024 VND
CURRENT ASSETS	100		1,530,174,872,307	1,642,260,055,152
Cash and cash equivalents	110	4	176,541,358,555	235,090,703,549
Cash	111		161,541,358,555	169,090,703,549
Cash equivalents	112		15,000,000,000	66,000,000,000
Short-term financial investments	120		-	5,677,143,755
Held-to-maturity investment	123		-	5,677,143,755
Short-term accounts receivable	130		924,332,884,086	956,555,113,907
Current accounts receivables	131	8	790,031,533,998	783,988,078,176
Short-term advances to suppliers	132	9	38,256,121,913	7,373,971,279
Short-term loan receivables	135		-	11,064,522,709
Other short-term receivables	136	10	133,018,712,751	154,747,579,617
Provision for doubtful short-term receivables	137	11	(46,803,119,813)	(10,448,673,111)
Shortage of asset waiting resolution	139	12	9,829,635,237	9,829,635,237
Inventories	140	13	363,972,987,514	380,985,906,506
Inventories	141		363,972,987,514	380,985,906,506
Other current assets	150		65,327,642,152	63,951,187,435
Short-term prepaid expenses	151	6	10,007,940,588	1,790,633,023
Deductible value-added tax	152		55,094,565,551	61,935,463,399
Taxes and other receivables from the State Budget	153	18	225,136,013	225,091,013
NON-CURRENT ASSETS	200		576,612,020,287	646,280,474,738
Long-term accounts receivable	210		4,650,631,946	78,000,000
Other long-term receivables	216	10	4,650,631,946	78,000,000
Fixed assets	220		511,032,483,582	544,442,483,109
Tangible fixed assets	221	14	504,132,367,388	544,442,483,109
- Cost	222		1,408,411,290,591	1,417,109,257,169
- Accumulated depreciation	223		(904,278,923,203)	(872,666,774,060)
Finance lease fixed assets	224	15	6,900,116,194	-
- Cost	225		7,214,482,285	-
- Accumulated depreciation	226		(314,366,091)	-
Long-term assets in progress	240	5	9,391,659,692	13,741,917,852
Construction in progress	242		9,391,659,692	13,741,917,852
Long-term financial investments	250	7	15,739,033,894	42,906,796,893
Investments in other entities	253		18,739,033,894	45,906,796,893
Provision for long-term financial investments	254		(3,000,000,000)	(3,000,000,000)
Other long-term assets	260		35,798,211,173	45,111,276,884
Long-term prepaid expenses	261	6	35,798,211,173	45,111,276,884
TOTAL ASSETS	270		2,106,786,892,594	2,288,540,529,890

CONSOLIDATED BALANCE SHEET
As at 31 December 2024

RESOURCES	Code	Note	31/12/2024 VND	01/01/2024 VND
LIABILITIES	300		1,308,091,141,591	1,485,618,537,858
Current liabilities	310		1,090,905,773,095	1,187,259,805,989
Short-term trade payables	311	16	228,847,894,140	245,629,138,736
Short-term advances from customers	312	17	248,624,163,457	283,757,959,884
Taxes and other payables to the State budget	313	18	7,436,353,658	19,297,861,743
Payable to employees	314		31,348,524,385	33,832,190,196
Short-term accrued expenses	315	20	127,234,824,151	116,985,453,630
Short-term unearned revenue	318		265,090,909	-
Other short-term payables	319	21	114,406,272,718	118,512,720,459
Short-term borrowings and finance lease liabilities	320	19	331,952,613,066	367,501,444,730
Bonus and welfare fund	322		790,036,611	1,743,036,611
Long-term liabilities	330		217,185,368,496	298,358,731,869
Other long-term payables	337	21	5,953,435,259	14,048,665,013
Long-term borrowings and finance lease liabilities	338	19	197,951,933,237	271,030,066,856
Deferred corporate income tax	341		13,280,000,000	13,280,000,000
OWNER'S EQUITY	400		798,695,751,003	802,921,992,032
Capital	410	22	798,695,751,003	802,921,992,032
Share capital	411		427,323,110,000	427,323,110,000
- Ordinary shares with voting rights	411a		427,323,110,000	427,323,110,000
Share premiums	412		50,066,521,921	50,066,521,921
Owner's other capital	414		3,901,000,000	3,901,000,000
Investment and development fund	418		396,319,577,252	396,319,577,252
Retained earnings	421		(63,879,025,301)	(63,714,288,944)
- Accumulated retained earnings brought forward	421a		(63,714,288,944)	(62,641,385,091)
- Retained profit after tax for the current year	421b		(164,736,357)	(1,072,903,853)
Interest of non-controlling shareholders	429		(15,035,432,869)	(10,973,928,197)
TOTAL RESOURCES	440		2,106,786,892,594	2,288,540,529,890

Preparer



Le Thi Thanh Nhung

Chief Accountant



Nguyen Trung Kien

General Director




Nguyen Tuan Anh

CONSOLIDATED INCOME STATEMENT
For the year ended 31 December 2024

Items	Code	Note	Year 2024 VND	Year 2023 VND
Gross sales of merchandise and services	01	23	1,022,914,332,736	705,299,312,356
Less deductions	02	24	769,164,396	2,645,242,353
Net sales of merchandise and services	10		1,022,145,168,340	702,654,070,003
Cost of goods sold and service rendered	11	25	886,217,261,758	582,339,762,308
Gross profit from sales of merchandise and services	20		135,927,906,582	120,314,307,695
Financial income	21	26	3,938,142,335	3,486,083,028
Financial expenses	22	27	50,606,007,426	71,653,046,756
<i>In which: Interest expense</i>	23		48,710,276,653	69,862,391,440
Profit or loss from joint ventures,	24		-	-
Selling expenses	25		-	-
General and administrative expenses	26	28	89,933,272,576	53,717,926,824
Operating profit	30		(673,231,085)	(1,570,582,857)
Other income	31	29	2,825,213,260	3,781,880,643
Other expenses	32	30	2,829,211,667	(1,000,091,262)
Profit from other activities	40		(3,998,407)	4,781,971,905
Net profit before tax	50		(677,229,492)	3,211,389,048
Current Corporate income tax expense	51	32	3,549,011,537	8,188,348,773
Deferred Corporate income tax expense	52		-	-
Net profit after tax	60		(4,226,241,029)	(4,976,959,725)
After-tax profit of the parent company	61		(164,736,357)	(1,072,903,853)
Non-controlling shareholders' after-tax profits	62		(4,061,504,672)	(3,904,055,872)
Basic earnings per share	70	33	(4)	(28)
Diluted earnings per share	71	34	(4)	(28)

Hanoi, 26 March 2025

Preparer

Chief Accountant

General Director

Le Thi Thanh Nhung

Nguyen Trung Kien

Nguyen Tuan Anh

CONSOLIDATED CASH FLOW STATEMENT
(Applying indirect method)
For the year ended 31 December 2024

ITEMS	Code	Note	Year 2024 VND	Year 2023 VND
Cash flows from operating activities				
Profit before tax	1		(677,229,492)	3,211,389,048
Adjustments for:				
Depreciation and amortisation	02		45,465,191,995	44,859,532,399
Provisions	03		36,354,446,702	218,346,101
(Gain) from investing activities	05		(3,622,813,485)	(6,166,669,937)
Interest expenses	06		48,710,276,653	69,862,391,440
Operating profit before movements in working capital	08		126,229,872,373	111,984,989,051
Increase, decrease in receivables	09		(15,032,861,589)	56,993,822,709
Increase, decrease in inventories	10		21,363,177,152	(21,860,960,849)
Increase, decrease in accounts payable (excluding interest payables, corporate income tax payable)	11		(70,000,039,926)	187,903,457,096
Increase, decrease in prepaid expenses	12		1,095,758,146	3,455,466,979
Interest paid	14		(36,345,707,964)	(55,635,712,105)
Corporate income tax paid	15		(7,417,974,284)	(9,252,080,483)
Other cash outflows from operating activities	17		(953,000,000)	(1,256,200,000)
Net cash flows from operating activities	20		18,939,223,908	272,332,782,398
Cash flows from investing activities				
Purchase and construction of fixed assets and other long-term assets	21		(12,055,192,468)	(1,776,636,364)
Proceeds from disposals of fixed assets and other long-term assets	22		2,649,806,175	3,598,315,723
Loans given and purchases of debt instruments of other entities	23		-	(5,677,143,755)
Recovery of loan given and disposal of debt instruments of other entities	24		16,741,666,464	18,000,000,000
Payments for investment in other entities	25		(1,360,537,000)	-
Withdrawals of investments in other entities	26		28,528,299,999	16,714,503,801
Interest income, dividend and profit distributed	27		3,077,350,211	2,568,354,214
Net cash flows from investing activities	30		37,581,393,381	33,427,393,619

CONSOLIDATED CASH FLOW STATEMENT
(Applying indirect method)
For the year ended 31 December 2024

ITEMS	Code	Note	Year 2024	Year 2023
			VND	VND
Cash flows from financing activities				
Proceeds from borrowings	33		237,928,694,815	261,860,494,058
Repayments of principal	34		(344,493,111,050)	(380,786,136,444)
Repayment of finance lease principal	35		(2,062,549,048)	-
Dividends paid, profits distributed to owners	36		(6,442,997,000)	-
Net cash flows from financing activities	40		(115,069,962,283)	(118,925,642,386)
Net decrease/(increase) in cash and cash equivalents	50		(58,549,344,994)	186,834,533,631
Cash and cash equivalents at the beginning of the year	60	4	235,090,703,549	48,256,169,918
Effect from changing foreign exchange rate	61		-	-
Cash and cash equivalents at the end of the year	70	4	176,541,358,555	235,090,703,549

Hanoi, 26 March 2025

Preparer

Chief Accountant

General Director






Le Thi Thanh Nhung

Nguyen Trung Kien

Nguyen Tuan Anh

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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

1. BUSINESS HIGHLIGHTS

1.1 STRUCTURE OF OWNERSHIP

The Song Da 10 Joint Stock Company was established based on the state enterprise privatization (formerly part of Sông Đà Corporation) according to Decision No. 2114/QĐ-BXD dated 14 November 2005, issued by the Minister of Construction. The company operates under Business Registration Certificate No. 0103010419 dated 26 December 2005, issued by the Hanoi Department of Planning and Investment. Throughout its operation, the company has undergone 11 changes in its business registration certificate. Currently, the company operates under Business Registration Certificate No. 5900189357 dated 11 November 2022.

The company's headquarters is located at Floors 10-11, Sông Đà Building, Phạm Hùng Street, Mỹ Đình 1 Ward, Nam Từ Liêm District, Hanoi City.

The charter capital of the company is 427,323,110,000 VND (Four hundred twenty-seven billion, three hundred twenty-three million, one hundred ten thousand dong).

1.2 BUSINESS LINES AND PRINCIPAL ACTIVITIES

During the period, the main business sectors of the company are:

- Construction of civil engineering works: This includes the execution of various civil engineering projects such as transportation, industrial, residential, electrical, hydraulic, and underground works.
- Construction of railway and road projects: This involves building highways, roads, streets, pedestrian pathways, as well as railway and underground constructions.
- Site preparation: This includes activities such as land clearing, earthmoving (excavation, filling, compaction), water drainage, rock excavation, and geological exploration.
- Construction of various types of buildings.
- Iron ore mining: This involves activities related to the extraction, enrichment, and collection of iron ore.
- Quarrying of stone, sand, gravel, and clay.
- Manufacturing of metal components: This includes producing metal frames or structures for construction purposes.
- Mechanical processing, metal treatment, and coating.
- Machinery and equipment repair.
- Electricity production, transmission, and distribution: This involves manufacturing and trading electrical products.
- Wholesale of automotive parts and accessories.
- Wholesale of other construction materials and equipment: This includes the wholesale trade of construction materials such as sand and gravel.
- Real estate business: This includes investment and development of urban areas, industrial parks, economic zones, as well as office leasing.
- Architectural and technical consulting services: This includes engineering design and consulting services for civil engineering, pipeline engineering, and transportation architecture projects.
- Rental of machinery, equipment, and tangible assets: This involves leasing construction and civil engineering machinery and equipment without operators.

1.3 NORMAL PRODUCTION AND BUSINESS CYCLE

The typical production and business cycle of the company is carried out within 12 months.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

1. BUSINESS HIGHLIGHTS (CONT'D)

1.4 BUSINESS STRUCTURE

The detailed information about the subsidiary included in the consolidated financial statements of the Company for the fiscal year ending on 31 December 2024 is as follows:

Subsidiaries	The main headquarters	Principal Business activities	Ownership interest	Voting rights
Song Da 10.1 Limited Liability Company	Sesan 3 Hydroelectric Project Site, Ia Mo Nong Commune, Chu Pah District, Gia Lai Province, Vietnam	Construction of hydroelectric, civil, industrial, and transportation works	100%	100%
Nam Hc Hydropower Joint Stock Company	Muong Tung Village, Muong Tung Commune, Muong Cha District, Dien Bien Province, Vietnam	Commercial and industrial electricity business	57.45%	57.45%

1.5 DECLARATION REGARDING THE ABILITY TO COMPARE INFORMATION IN THE CONSOLIDATED FINANCIAL STATEMENTS

The information, data, and corresponding figures presented in the Consolidated Financial Statements of the Company for the financial year ended 31 December 2023, are presented for comparative purposes.

1.6 EMPLOYEES

The number of employees of the Company as at 31 December 2024 was 601 (as at 31 December 2023: 666).

2. ACCOUNTING STANDARDS AND REGIMES

2.1 ACCOUNTING STANDARDS AND REGIMES

The Company applied to Vietnamese Accounting Standards, Vietnamese Corporate Accounting System promulgated under Circular 200/2014/TT-BTC dated 22 December 2014 issued by the Ministry of Finance guiding Corporate Accounting System and Circular No. 53/2016/TT-BTC dated 21 March 2016 amending and supplementing a number of articles of Circular 200/2014/TT-BTC; prepared and presented the consolidated financial statements according to Circular No. 202/2014/TT-BTC dated 22 December 2014 of the Ministry of Finance.

2.2 FISCAL YEAR

The fiscal year of the Company begins on 1 January and ends on 31 December of the calendar year.

2.3 STATEMENT OF COMPLIANCE WITH ACCOUNTING STANDARDS AND ACCOUNTING SYSTEM

The financial statements have been prepared and presented in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and other legal regulations related to preparation and presentation of the consolidated financial statements.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted by the Company in the preparation of these consolidated financial statements are as follows:

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.1 BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements include the financial statements of the parent company and the financial statements of the companies controlled by the parent company (subsidiaries). Control is achieved when the company has the ability to control the financial policies and operations of the investee companies in order to obtain benefits from their activities. When determining control, potential voting rights arising from options or convertible debt instruments into common shares at the end of the accounting period are taken into account.

The results of the operating activities of subsidiaries acquired or disposed of during the year are presented in the Consolidated Statement of Comprehensive Income from the date of acquisition or until the date of disposal of the investment in the subsidiary.

The financial statements of the parent company and its subsidiaries used for consolidation are prepared for the same accounting period and apply consistent accounting policies for similar transactions and events under similar circumstances. If necessary, the financial statements of subsidiaries are appropriately adjusted to ensure that the accounting policies applied by the parent company and its subsidiaries are consistent.

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

The balances of accounts on the Balance Sheet between the parent company and its subsidiaries, and between subsidiaries themselves, as well as any intercompany transactions and unrealized intercompany profits, are fully eliminated. Unrealized intercompany losses are also eliminated unless the costs giving rise to those losses cannot be recovered.

Non-controlling interest

The benefits of non-controlling shareholders in the net assets of the consolidated subsidiary are identified as a separate indicator distinct from the equity portion of the parent company's shareholders. These benefits include the value of non-controlling shareholders' interests at the initial consolidation date and the portion of non-controlling shareholders' interests in the fluctuations of total equity since the consolidation date. Any losses incurred by the subsidiary must be allocated proportionately to the non-controlling shareholders' ownership, even if the amount of loss exceeds the non-controlling shareholders' interest in the net assets of the subsidiary.

Business consolidation

The business combination is accounted for using the acquisition method, which is the date control is transferred to the Company. Control exists when the Company has the power to govern the financial policies and operations of the entity to obtain economic benefits from its activities. When assessing control, the Company must consider potential voting rights that can be exercised at the current time.

Under the acquisition method, the assets, liabilities, and contingent liabilities of the company acquired are recognized at their fair value on the acquisition date. Any excess between the purchase price and the total fair value of the assets acquired is recorded as goodwill. Any shortfall between the purchase price and the total fair value of the assets acquired is recognized in the income statement of the accounting period in which the business combination occurs.

The benefits of non-controlling shareholders at the initial consolidation date are determined based on the proportion of non-controlling shareholders in the total fair value of the assets, liabilities, and contingent liabilities recognized.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.1 BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

The Company invests to increase its ownership interest in the subsidiary, the difference between the consideration paid for additional investment and the carrying amount of net assets of the subsidiary acquired at the acquisition date is directly recognized in the "Retained earnings" line item on the consolidated balance sheet.

When the Company partially divests its investment in a subsidiary, if the Company still retains control:

- The result of the divestment is recognized in the "Retained earnings" line item on the consolidated balance sheet
- If, after divestment, the Company loses control and the subsidiary becomes an associate or joint venture, the remaining investment is presented under the "Investment in associates, joint ventures" line item in the consolidated financial statements using the equity method, and the results of the divestment are recognized in the consolidated statement of comprehensive income.

In the scenario where the subsidiary raises additional capital contributions from shareholders, if the proportion of additional capital contributions from the parties does not correspond to the existing proportions, then the difference between the amount of capital contributed by the Company and the increased ownership portion in the net assets of the subsidiary is recognized in the "Undistributed profit after tax" line item on the consolidated balance sheet.

3.2 ACCOUNTING ESTIMATES

The preparation of consolidated financial statements in compliance with Vietnamese Accounting Standards requires the General Director to make estimates and assumptions that affect the reporting of accounts receivable, assets, and the presentation of contingent liabilities and assets at the date of preparation of the consolidated financial statements, as well as the reporting of revenue and expenses throughout the fiscal year. The actual results of business operations may differ from the estimates and assumptions made.

3.3 FOREIGN CURRENCY

Transactions arising in foreign currencies are converted at the exchange rates prevailing at the dates of transactions. Monetary assets and liabilities denominated in foreign currencies at the end of the financial year are translated using the exchange rates at the reporting date.

Exchange differences arising during the year from foreign currency transactions are recorded in financial income or financial expenses. Net exchange differences resulting from the revaluation of monetary items denominated in foreign currencies at the end of the financial year, after offsetting gains and losses, are also recognized in financial income or financial expenses.

Exchange rates used for converting foreign currency transactions are the actual exchange rates at the transaction dates. Actual exchange rates for foreign currency transactions are determined as follows:

- Actual exchange rate for foreign currency trading transactions (spot contracts, forward contracts, futures contracts, option contracts, swap contracts): the exchange rate specified in the foreign currency trading contracts entered into between the Company and the bank.
- If the contract does not specify an exchange rate for settlement:
 - For contributed capital or received capital contributions: the buying exchange rate of the bank where the Company maintains its account for receiving investors' capital on the date of capital contribution.
 - For receivables: the buying exchange rate quoted by the commercial bank designated by the Company for customer payments at the transaction date.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.3 FOREIGN CURRENCY (CONT'D)

- For payables: the selling exchange rate quoted by the commercial bank where the Company anticipates conducting transactions at the transaction date.
- For asset acquisition transactions or expenses settled immediately in foreign currency (not through payables accounts): the buying exchange rate quoted by the commercial bank through which the Company makes payments.

Exchange rates used to revalue monetary items denominated in foreign currencies at the financial year-end are determined according to the following principles:

- For foreign currency deposits at banks: the buying exchange rate quoted by the bank where the Company maintains its foreign currency accounts.
- For monetary items denominated in foreign currencies classified as other assets: the buying exchange rate quoted by the bank with which the Company frequently transacts.
- For monetary items denominated in foreign currencies classified as liabilities: the selling exchange rate quoted by the bank with which the Company frequently transacts

3.4 CASH AND CASH EQUIVALENTS

Cash comprises cash on hand, demand deposits, and term deposits at banks. Cash equivalents are short-term investments with a recovery or maturity period of no more than three months from the purchase date, readily convertible into known amounts of cash, and subject to an insignificant risk of changes in value upon conversion.

3.5 FINANCIAL INVESTMENTS

Loans and advances

The loans are recognized at their principal amounts, less any allowances for doubtful debts.

The allowances for doubtful debts on loans are established based on the expected level of potential losses.

Investments in the equity of other entities

Investments in the capital instruments of other entities include investments in capital instruments where the Company does not have control, joint control, or significant influence over the investee.

These investments in the capital instruments of other entities are initially recognized at cost, including purchase price or capital contribution plus directly attributable expenses related to the investment activities. Dividends and profits from prior periods before the investment was acquired reduce the value of the investment. Dividends and profits from periods after the investment was acquired are recognized as revenue. Dividends received in the form of shares are only tracked for the additional number of shares received, without recognizing the value of the shares received at face value (except for state-owned enterprises following prevailing legal regulations).

Provisions for losses on investments in the capital instruments of other entities are set aside at the time of preparing the consolidated financial statements when the investments decrease in value compared to the original cost as follows:

- For investments where a reasonable value cannot be determined at the reporting date, provisions are established at an amount equal to the difference between the actual contributions of the parties to the other entity and the actual shareholders' equity, multiplied by the Company's proportion of contribution to the total actual contributions of the parties to the other entity.
- Increases or decreases in the provision for losses on investments in the equity of other entities need to be set aside at the closing date for financial reporting and recognized as financial expenses.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.5 FINANCIAL INVESTMENTS (CONT'D)

Increase or decrease in the provision for investment losses in other entities' equity instruments that must be set up at the closing date of financial statements is recorded in financial expenses.

3.6 ACCOUNT RECEIVABLES

Accounts receivable are stated at carrying amount less provisions for bad debts.

The classification of receivables is made according to the following principles:

- Receivables from customers reflect trade receivables arising from purchase-sale transactions between the Company and the customers who is an independent entity from the Company, including proceeds from export sales entrusted to other units.
- Other receivables reflect non-commercial receivables unrelated to purchase and sale transactions.

Allowance for bad debts is made by the Company for overdue receivable debts stated in economic contracts, contractual commitments, or debt commitments, which the Company has claimed many times but has not yet paid. The determination of the overdue period of those debts are based on the principal repayment period according to the original purchase and sale contract, regardless of the debt extension between the parties; or for receivables that are not yet due for payment but the debtor has fallen into bankruptcy or is undergoing procedures for dissolution, is missing, absconded and is reverted when the debt is recovered.

The increase or decrease in allowance for doubtful debts at reporting date is recorded in the administrative expenses of the Company.

3.7 INVENTORIES

Inventories are measured at the lower of cost and net realizable value.

The cost of inventory includes the costs of bringing the inventory to its present location and condition, including: purchase price, non-refundable taxes, transportation, handling, and maintenance costs, inventory management, inventory loss, and other costs directly attributable to the purchase of the inventory.

Net realizable value is the estimated selling price of inventories in the ordinary course of business, less the selling costs (completion and disposal).

The Company applies the Perpetual Inventory to accounting for inventories. The cost of inventories is calculated using the weighted average method.

Method of making provision for devaluation of inventories: Provision for devaluation of inventories is made for each item with diminution in value (the original cost is greater than the net realizable value). Increase or decrease in the balance of provision for devaluation of inventories at reporting date is recorded in the cost of goods sold during the year.

3.8 TANGIBLE FIXED ASSET

Tangible fixed assets are stated at cost less accumulated depreciation. The historical cost of tangible fixed assets includes all costs that the Company has to spend to acquire the fixed asset up to the time the asset is put into a ready-to-use state. Costs incurred after initial recognition are only recorded as an increase in the historical cost of a fixed asset if these costs definitely increase future economic benefits due to the use of that asset. Incurred costs that do not satisfy the above conditions are recorded as production and business costs in the period.

When tangible fixed assets are sold or liquidated, their original cost and accumulated depreciation are written off and profits and losses arising from disposal are recognized in income or expenses during the year.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.5 TANGIBLE FIXED ASSET (CONT'D)

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives. Depreciation years for tangible fixed assets are as follows:

<i>Types of assets</i>	<i>Useful life (year)</i>
- Buildings and structures	10 - 50
- Machineries and equipments	03 - 20
- Vehicles and transmission equipments	06 - 10
- Management equipments	03 - 10

3.9 FINANCE LEASE FIXED ASSETS

A lease is classified as a finance lease if it transfers substantially all risks and rewards incidental to ownership of an asset to the lessee. Fixed assets held under finance leases are recorded at cost less accumulated depreciation. The cost of a fixed asset held under a finance lease is the lower of the fair value of the leased asset at the inception date of the lease and the present value of the minimum lease payments. The discount rate used in calculating the present value of minimum lease payments is the implicit interest rate in the lease contract or the interest rate specified in the contract. If the implicit interest rate is not determinable, the borrowing rate at the lease inception date is used.

Fixed assets held under finance leases are depreciated using the straight-line method over their estimated useful lives. If there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the leased assets are depreciated over the shorter of the lease term and their estimated useful lives. The depreciation periods for fixed assets held under finance leases are as follows:

<i>Types of assets</i>	<i>Useful life (year)</i>
- Machineries and equipments	03 - 20
- Vehicles and transmission equipments	06 - 10

3.10 CONSTRUCTION IN PROGRESS

The construction in progress of the Company refers to the costs incurred for major repairs of fixed assets, including assets such as equipment undergoing the procurement and installation process but not yet put into use, as well as fundamental construction projects still in progress and awaiting acceptance for use at the closing date for financial reporting. These assets are recorded at cost. The cost includes: the cost of goods, services payable to contractors and suppliers, interest expenses related to the investment period, and other reasonable costs directly related to the formation of future assets. These costs will be transferred to the original cost of fixed assets at a provisional price (if settlement has not been approved) when the assets are handed over for use.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.11 PREPAID EXPENSES

Prepaid expenses" include actual expenses that have been incurred but are related to the results of the production and business activities over multiple accounting periods. Prepaid expenses include tools, equipment already in use awaiting allocation, prepaid rent for the Sóng Đà building, land lease payments, repair costs, and other prepaid expenses.

Tools and equipment: Tools and equipment that have been put into use are allocated to expenses using the straight-line method over a period not exceeding 36 months.

Rent for the Song Da building: Prepaid rent for 1,620 m² in the Sóng Đà building is allocated to expenses using the straight-line method over a period of 48 years.

Land lease payments: Prepaid land lease payments for the Mechanical Processing Workshop are allocated to expenses using the straight-line method over a period of 43 years.

3.12 PAYABLES AND ACCRUED EXPENSE

Payables and accrued expenses are recognized for amounts payable in the future relating to goods and services already received. Accrued expenses are recorded based on reasonable estimates of amounts payable.

The classification of payables into trade payables, accrued expenses, inter-company payables, and other payables is carried out according to the following principles:

- Trade payables represent commercial obligations arising from purchases of goods, services, and assets from independent suppliers, including amounts payable related to imports through entrusted parties.
- Accrued expenses represent obligations for goods and services already received from suppliers or provided to customers but not yet paid due to the absence of invoices or incomplete accounting documentation, and amounts payable to employees for accrued leave entitlements, as well as production and business expenses accrued.
- Inter-company payables represent obligations between the parent company and its subordinate units, which do not have separate legal status and conduct dependent accounting.
- Other payables represent non-commercial obligations not related to the purchase, sale, or provision of goods and services.

3.13 BORROWING AND FINANCE LEASE LIABILITIES

Borrowing and finance lease liabilities are recognized on the basis of receipts, bank documents, contracts and loan contracts, finance lease liabilities.

Loans and finance lease liabilities are tracked by object, term.

3.14 BORROWING COSTS

Borrowing costs include interest expenses on borrowed funds and other directly attributable costs related to borrowing.

Borrowing costs are recognized in production and business expenses in the year when they are incurred, unless they are capitalized in accordance with the provisions of Accounting Standard "Borrowing costs". Accordingly, borrowing costs that are directly attributable to the acquisition, construction or production of assets that take a relatively long time to complete are added to the cost of the assets until the asset is put into use or business. Gains arising from the temporary investment of loans are written off at the cost of the related assets. For separate loans for the construction of fixed assets, real estate investment, interest is capitalized even if the construction period is less than 12 months.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.14 BORROWING COSTS (CONT'D)

For common borrowing used for the purpose of investing in construction or production of incomplete assets, the capitalization of borrowing costs is determined based on the capitalization rate applied to the weighted average accumulated expenditures for the construction or production of those assets. The capitalization rate is calculated based on the weighted average borrowing interest rate of outstanding loans during the year, excluding separate borrowings specifically utilized to form a particular asset.

3.15 OWNER'S EQUITY

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

Share premium

Share premium is recognized according to the difference between the issue price and par value of shares upon initial issue, additional issue, the difference between the re-issuance price and the book value of treasury shares and capital component of the convertible bond at maturity. Direct expenses related to the additional issuance of shares and the re-issuance of treasury shares are recorded as a decrease in share premium.

Other capital of the owner

Other capital of the owner is formed by addition from business results, revaluation of assets and the carrying amount from the fair value of donated, donated or sponsored assets after deduction taxes payable (if any) related to these assets.

3.16 PROFIT DISTRIBUTION

Profit after corporate income tax is the results of business (profit or loss) after the current corporation income tax and retrospective adjustments due to changes in accounting policies and material misstatement of prior years.

Profit after tax is distributed to shareholders, after appropriating funds in accordance with the Company's Charter and Vietnamese regulatory requirements, and approved by the Board of Management.

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

Dividends are recognized as a liability when approved by the Board of Management.

3.17 REVENUE RECOGNITION

The Company's revenue includes sales of products, goods (details of the group of goods and products actually sold by the Company), construction, installation, provision of consulting and design services....

Revenue from selling products and goods

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

The Company has transferred substantially all the risks and rewards of ownership of the products or goods to the buyer;

- The company no longer holds the right of control the goods or the ownership of the goods;

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.17 REVENUE RECOGNITION (CONT'D)

- The revenue can be measured reliably. When the contract stipulates that the buyer is entitled to return the purchased product under specific conditions, revenue is recognized only when those specific conditions no longer exist and the buyer is not entitled to return products and goods (except where the customer has the right to return the goods in exchange for other goods or services);
- The Company has obtained or will receive economic benefits from the sale transaction; and
- Identify costs related to sales transactions.

Revenue from construction contracts:

When the results of a contract are reliably estimable:

- For construction contracts where the contractor is paid based on a scheduled progress, revenue and related costs are recognized corresponding to the completed portion of the work determined by the company as at the financial reporting date.
- For construction contracts where the contractor is paid based on the value of work performed, revenue and related costs are recognized corresponding to the completed portion of the work confirmed by the customer and reflected on the invoice issued.

Increases or decreases in construction volume, compensation received, and other income are recognized as revenue only after agreement with the customer.

When the results of a construction contract cannot be reliably estimated:

- Revenue is recognized only to the extent of costs incurred for the contract, for which reimbursement is reasonably assured.
- Costs of the contract are recognized as expenses when incurred.

The difference between the cumulative total revenue recognized for the construction contract and the cumulative amount invoiced based on the scheduled progress of the contract is recognized as an amount receivable or payable according to the scheduled progress of the construction contracts.

Financial income

Earnings from long-term investments are estimated and recorded when the right to receive profits from investee companies is established.

Interest on bank deposits is recognized based on the bank's periodic announcement, loan interest is recognized on the basis of time and actual interest rate each period.

Dividend and distributed profits

Dividends and distributed profits are recognized when the Company is entitled to dividends or profits from capital contribution. Dividends received in the form of shares are only tracked according to the additional number of shares, not the value of shares received.

3.18 FINANCIAL EXPENSES

Financial expenses recognized in the income statement are the total financial expenses incurred in the period, not offset against financial income, including interest expenses and other financial expenses.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.19 TAXES AND OTHER PAYABLES TO THE STATE BUDGET

Value Added Tax (VAT)

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

Current corporate income tax

Current corporate income tax (if any) represents the total value of the current tax payable and deferred tax.

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

Corporate income tax is calculated at the tax rate at the reporting date of 20% of taxable income.

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

Other taxes

Various types of taxes and fees are declared and paid by the company to the local tax authorities according to the prevailing tax laws in Vietnam.

3.20 RELATED PARTIES

An entity is considered to be a related party if it has the ability to control or exercise significant influence over the reporting entity in making financial and operating decisions, including:

- Enterprises that control, or are controlled, directly or indirectly through one or more intermediaries, or are under common control with the reporting entity, include the Parent Company, its subsidiaries, the joint ventures, jointly controlled businesses, associates.
- Individuals with direct or indirect voting rights in the reporting entity results in significant influence over this entity, key management personnel having rights and responsibilities for planning and management. and control the activities of this entity including close family members of these individuals.
- Individuals who hold, directly or indirectly, voting rights in the enterprises mentioned above can have significant influence over the enterprises.

When considering each relationship among related parties, the substance of the relationship is emphasized rather than just the legal form of those relationships.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

4. CASH AND CASH EQUIVALENTS

	31/12/2024	01/01/2024
	VND	VND
- Cash on hand	553,011,885	128,437,377
- Cash at bank	160,988,346,670	168,962,266,172
- Cash equivalents (*)	15,000,000,000	66,000,000,000
Total	176,541,358,555	235,090,703,549

(*) Deposits with a term of less than 3 months at Joint Stock Commercial Bank for Investment and Development of Vietnam - Ha Dong Branch and Sai Gon - Hanoi Joint Stock Commercial Bank - Van Phuc Branch.

5. LONG-TERM ASSETS IN PROGRESS

	31/12/2024	01/01/2024
	VND	VND
Long-term construction in progress	9,391,659,692	13,741,917,852
- Basic construction costs	-	190,230,000
- Major repair costs	9,391,659,692	13,551,687,852
- Acquisition of fixed assets	-	-
Total	9,391,659,692	13,741,917,852

6. PREPAID EXPENSES

	31/12/2024	01/01/2024
	VND	VND
a) Short-term	10,007,940,588	1,790,633,023
- Tools and supplies	44,800,268	568,547,749
- Other expenses	9,963,140,320	1,222,085,274
b) Long-term	35,798,211,173	45,111,276,884
- Tools and supplies	1,093,803,114	1,726,748,512
- Rent (for 48 years) of 1,620 m2 at the Song Da building	28,820,642,117	29,643,923,782
- Land rental fee (for a period of 43 years) for 12,000 m ² at the Expanded Hoa Khanh Industrial Zone, Lien Chieu District, Da Nang City	4,005,265,942	4,143,378,561
- Property repair costs and other costs	1,878,500,000	9,597,226,029
Total	45,806,151,761	46,901,909,907

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

7. FINANCIAL INVESTMENTS

	31/12/2024		01/01/2024	
	History cost VND	Provision VND	Fair value VND	History cost VND
				Provision VND
				Fair value VND
Investment in other entities				
+ Song Da 10.9., JSC (1)	4,560,000,000	-	(*)	4,560,000,000
+ Cam Lo - Tuy Loan BT Co., LTD (2)	10,227,683,894	-	(*)	37,393,446,893
+ Ho Bon Hydro Electricity., JSC	951,350,000	-	(*)	951,350,000
+ Phu Rieng - Kratie Rubber., JSC (3)	3,000,000,000	(3,000,000,000)	(*)	3,000,000,000
Total	18,739,033,894	(3,000,000,000)	(*)	45,906,796,893
				(3,000,000,000)
				(*)

(1) The investment with the proportion of benefits and voting rights of 14.55%, corresponding to 541,200 shares.

(2) The investment with the capital ratio of 0.92%

(3) Phu Rieng-Kratie Rubber Joint Stock Company has discontinued operations since 2018 due to making loss (on 31 December 2018, accumulated loss of VND 673.3 billion; equity negative VND 267.4 billion). On 14 April 2020, this company filed a bankruptcy petition to the People's Court of Binh Phuoc province. As at the date of these financial report, the procedures related to the resolution of the company's bankruptcy have not been completed.

Note: As at 31 December 2024, the Company has not determined the fair value of these equity investment to disclose in the financial statements because Vietnamese Accounting Standards, Cooperate Accounting System have no guidelines on how to calculate fair value using valuation techniques. The fair value of these investments may differ from their carrying amount.

SONG DA 10 JOINT STOCK COMPANY

10-11 floor, Song Da Building, Pham Hung street,
My Dinh 1 ward, Nam Tu Liem district, Hanoi

FORM B09-DN/HN

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

8. CURRENT TRADE RECEIVABLES

	31/12/2024		01/01/2024	
	Amount	Provision	Amount	Provision
	VND	VND	VND	VND
Short-term				
<i>Receivables from related parties</i>				
- Song Da Corporation - JSC	790,031,533,998	(2,427,347,899)	783,988,078,176	(10,448,673,111)
- Executive Board of Hua Na Project	460,704,467,985	(1,859,345,516)	538,918,273,469	(1,859,345,516)
- Executive Board of Lai Chau Hydropower Project	4,286,029,260	-	22,631,635,067	-
- Executive Board of Son La Hydropower Project	967,298,037	-	967,298,037	-
- Executive Board of Huoi Quang Hydropower Project	9,025,964,610	-	9,025,964,610	-
- Executive Board of package No. 4 of Da Nang - Quang Ngai project	6,416,791,316	-	24,916,791,316	-
- Executive Board of Ban Ve Construction Project	10,808,603,457	-	10,808,603,457	-
- Executive Board of Xekaman 3 Hydropower Project	12,949,301,230	-	11,756,015,722	-
- Executive Board of Xekaman 1 Hydropower Project	8,538,160,682	-	8,538,160,682	-
- Song Da 2 JSC	181,298,300,671	-	170,655,338,671	-
- Song Da 4 JSC	52,626,740,335	-	89,217,872,367	-
- Song Da 5 JSC	3,059,567,011	(1,859,345,516)	3,059,567,011	(1,859,345,516)
- Song Da Mechanical Installation JSC	683,043,475	-	683,043,475	-
- Song Da 6 JSC	83,496,533,254	-	96,868,214,541	-
- Song Da 9 JSC	21,867,375,822	-	21,867,375,822	-
- Xekaman 3 Electricity Limited Company	627,362,303	-	627,362,303	-
- Ialy Hydropower Plant Expansion Project Management Board	597,988,387	-	597,988,387	-
<i>Receivables from other customers</i>				
- Lao Cai Province Traffic Construction Investment Project Management Board	30,279,741,197	-	23,800,648,655	-
- Deo Ca Investment JSC	33,175,666,938	-	42,896,393,346	-
- Dakdrinh Hydropower JSC	329,327,066,013	(568,002,383)	245,069,804,707	(8,589,327,595)
- Other customers	17,584,599,000	-	12,600,356,255	-
Total	790,031,533,998	(2,427,347,899)	783,988,078,176	(10,448,673,111)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

9. ADVANCES TO SUPPLIERS

	31/12/2024		01/01/2024	
	Amount	Provision	Amount	Provision
	VND	VND	VND	VND
Short-term	38,256,121,913	-	7,373,971,279	-
Advance payments to other sellers	38,256,121,913	-	7,373,971,279	-
- An Phat Company Limited	-	-	800,000,000	-
- Quang Nam Infrastructure Investment and Construction JSC	800,000,000	-	800,000,000	-
- Thuan Phat Heavy Equipment Limited Company	-	-	1,134,405,000	-
- Caspi Group LLC	30,751,338,502	-	-	-
- Other suppliers	6,704,783,411	-	4,639,566,279	-
Total	38,256,121,913	-	7,373,971,279	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

10. OTHER RECEIVABLES

	31/12/2024		01/01/2024	
	Amount	Provision	Amount	Provision
	VND	VND	VND	VND
a) Short-term	133,018,712,751	(35,000,000,000)	154,747,579,617	-
<i>Receivables from related parties</i>	41,218,815,529	-	43,218,815,529	-
- Song Da 6 JSC	4,000,000,000	-	4,000,000,000	-
- Viet-Lao Electricity JSC (Interest for loans)	37,218,815,529	-	39,218,815,529	-
<i>Other receivables</i>	91,799,897,222	(35,000,000,000)	111,528,764,088	-
- Receivables from employees	910,870,583	-	958,079,584	-
- Accrued interest on term deposits	9,205,479	-	113,548,380	-
- Receivables for Co Ma Construction project	26,240,232,000	-	26,240,232,000	-
- Advances	11,477,048,100	-	11,865,061,727	-
- Deposits for purchasing shares (*)	35,000,000,000	(35,000,000,000)	35,000,000,000	-
- Short-term deposits	1,665,173,000	-	2,366,776,219	-
- Other receivables	16,497,368,060	-	34,985,066,178	-
b) Long-term	4,650,631,946	-	78,000,000	-
- Long-term deposits	4,650,631,946	-	78,000,000	-
Total	137,669,344,697	(35,000,000,000)	154,825,579,617	-

(*) The option contract to buy shares of Deo Ca Investment Joint Stock Company was signed on 16 September 2013 between Song Da 10 Joint Stock Company and Hai Thach B.O.T. Investment Joint Stock Company, the number of shares under the option contract is 5,446,000 shares of Deo Ca Investment Joint Stock Company. Song Da 10 Joint Stock Company has made the 1st deposit with the amount of VND 35,000,000,000. On 17 April 2015, Song Da 10 Joint Stock Company and Hai Thach B.O.T Investment Joint Stock Company agreed to liquidate the stock purchase option contract after it was approved by the General Meeting of Shareholders of both parties. Up to the time of releasing this financial report, the two parties have not yet liquidated the stock purchase option contract and Hai Thach B.O.T Investment Joint Stock Company has not returned the deposit of 35,000,000,000 VND to Song Da 10 Joint Stock Company. The Company assess the loss and made a loss provision for this amount.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

11. PROVISION FOR DOUBTFUL SHORT-TERM RECEIVABLES

	31/12/2024				01/01/2024	
	Historical cost	Recoverable value	Provision	Historical cost	Recoverable value	Provision
	VND	VND	VND	VND	VND	VND
Overdue receivables						
- Northern Power Investment and Development I Joint Stock Company	1,626,412,249	-	(1,626,412,249)	1,626,412,249	-	(1,626,412,249)
- Song Da 2 Joint Stock Company	1,859,345,516	-	(1,859,345,516)	1,859,345,516	-	(1,859,345,516)
- Executive Board of Vung Ang 1 Thermal Power Plant Project - Song Hong Corporation	1,155,973,854	-	(1,155,973,854)	1,155,973,854	-	(1,155,973,854)
- Cavico Joint Stock Company Builds hydroelectric plants	1,060,782,000	-	(1,060,782,000)	1,060,782,000	-	(1,060,782,000)
- Central Petroleum Construction Joint Stock Company	907,925,298	-	(907,925,298)	907,925,298	-	(907,925,298)
- B.O.T Hai Thach Investment Joint Stock Company	35,000,000,000	-	(35,000,000,000)	-	-	-
- Other entities	5,192,680,896	-	(5,192,680,896)	3,838,234,194	-	(3,838,234,194)
Total	46,803,119,813	-	(46,803,119,813)	10,448,673,111	-	(10,448,673,111)

12. SHORTAGE OF ASSET WAITING RESOLUTION

	31/12/2024		01/01/2024	
	Quantity	Amount	Quantity	Amount
		VND		VND
- The price difference of Nam He Hydropower Project after completion of the final settlement	-	9,829,635,237	-	9,829,635,237
Total	-	9,829,635,237	-	9,829,635,237

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

13. INVENTORIES

	31/12/2024		01/01/2024	
	Historical cost	Provision	Historical cost	Provision
	VND	VND	VND	VND
Raw materials	47,590,108,663	-	50,599,629,661	-
Tools and supplies	422,216,673	-	374,317,033	-
Unfinished production and business costs (*)	315,960,662,178	-	330,011,959,812	-
Total	363,972,987,514	-	380,985,906,506	-

(*) In which, the cost of work in progress that has not been accepted for payment or is waiting for compensation from the investor of Xekaman 1 Hydropower Plant is VND 78,355,938,094 and of Xekaman 3 Hydropower Project is VND 12,207,337,000.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)*These notes are an integral part of and should be read in conjunction with the accompanying consolidated financial statements***15. FINANCIAL LEASE FIXED ASSETS**

	Machinery and equipment VND	Means of transportation VND	Total VND
HISTORICAL COST			
01/01/2024	-	-	-
- Finance lease for the year	3,812,962,963	3,401,519,322	7,214,482,285
31/12/2024	<u>3,812,962,963</u>	<u>3,401,519,322</u>	<u>7,214,482,285</u>
ACCUMULATED DEPRECIATION			
01/01/2024	-	-	-
- Depreciation for the year	(144,290,121)	(170,075,970)	(314,366,091)
31/12/2024	<u>(144,290,121)</u>	<u>(170,075,970)</u>	<u>(314,366,091)</u>
NET CARRYING AMOUNT			
01/01/2024	-	-	-
31/12/2024	<u>3,668,672,842</u>	<u>3,231,443,352</u>	<u>6,900,116,194</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

16. TRADE ACCOUNTS PAYABLE

	31/12/2024		01/01/2024	
	Balance	Amount that can be settled	Balance	Amount that can be settled
	VND	VND	VND	VND
Short-term				
<i>Trade accounts payable for related parties</i>				
- Song Da Corporation - JSC	228,847,894,140	228,847,894,140	245,629,138,736	245,629,138,736
- Song Da Mechanical Installation JSC	21,473,947,174	21,473,947,174	30,947,231,583	30,947,231,583
- Song Da 5 JSC	724,846,381	724,846,381	1,860,500,365	1,860,500,365
- Song Da 6 JSC	3,155,427,824	3,155,427,824	3,155,427,824	3,155,427,824
- Song Da Consulting JSC	8,727,728,350	8,727,728,350	12,289,431,589	12,289,431,589
- Xekaman 3 Electricity Limited Liability Company	1,280,838,395	1,280,838,395	1,280,838,395	1,280,838,395
- Song Da 3 JSC	5,087,924,062	5,087,924,062	5,021,592,524	5,021,592,524
- Song Da 2 JSC (Branch 2.06)	2,300,494,936	2,300,494,936	2,300,494,936	2,300,494,936
- Song Da 2 JSC (Branch 2.08)	59,052,860	59,052,860	4,901,311,584	4,901,311,584
<i>Trade accounts payable for others suppliers</i>				
- Quan Trung Trading and Manufacturing Limited Company	14,147,118	14,147,118	14,147,118	14,147,118
- Song Da 10.9 JSC	123,487,248	123,487,248	123,487,248	123,487,248
- Thuy Duong Petroleum JSC	207,373,946,966	207,373,946,966	214,681,907,153	214,681,907,153
- Other suppliers	21,595,689,050	21,595,689,050	21,595,689,050	21,595,689,050
Total	11,488,531,336	11,488,531,336	12,014,478,993	12,014,478,993
	9,277,003,321	9,277,003,321	7,753,096,074	7,753,096,074
	165,012,723,259	165,012,723,259	173,318,643,036	173,318,643,036
	228,847,894,140	228,847,894,140	245,629,138,736	245,629,138,736

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

17. ADVANCES FROM CUSTOMERS

	31/12/2024		01/01/2024	
	Balance	Amount that can be settled	Balance	Amount that can be settled
	VND	VND	VND	VND
Short-term	248,624,163,457	248,624,163,457	283,757,959,884	283,757,959,884
<i>Advance payments to related parties</i>	12,093,359,174	12,093,359,174	21,760,763,899	21,760,763,899
- Xekaman 3 Electricity Limited Liability Company	11,508,012,224	11,508,012,224	11,508,012,224	11,508,012,224
- Song Đà 5 JSC	585,346,950	585,346,950	10,252,751,675	10,252,751,675
<i>Advance payments to other entities:</i>	236,530,804,283	236,530,804,283	261,997,195,985	261,997,195,985
- Bach Dang Construction Corporation	15,954,268,945	15,954,268,945	43,194,799,671	43,194,799,671
- Tram Tau Hydropower JSC	5,500,000,000	5,500,000,000	5,500,000,000	5,500,000,000
- Project 85 Management Board	13,579,144,400	13,579,144,400	133,633,868,400	133,633,868,400
- Executive Board of Project 6 (Khanh Hoa - Buon Ma Thuot)	139,242,785,383	139,242,785,383	79,467,000,000	79,467,000,000
- Hoa Binh transport infrastructure construction investment project management unit	59,869,824,600	59,869,824,600	-	-
- Other customers	2,384,780,955	2,384,780,955	201,527,914	201,527,914
Total	248,624,163,457	248,624,163,457	283,757,959,884	283,757,959,884

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

18. TAX AND TAXPAYABLE TO THE STATE BUDGET

	01/01/2024		Incurred during the year		Payment/deduction during the year		31/12/2024	
	VND		VND		VND		VND	
Taxes and other payable amounts								
- Value Added Tax payable	6,707,091,106		4,098,674,301		10,118,477,012		687,288,395	
- Corporate Income Tax	8,596,536,393		3,549,011,537		7,417,974,284		4,727,573,646	
- Personal Income Tax	3,628,635,638		2,231,053,618		4,266,597,181		1,593,092,075	
- Natural Resource Tax	140,668,554		3,714,867,551		3,703,951,609		151,584,496	
- Land and Property Tax, Land Rental	-		530,116,466		530,116,466		-	
- Other taxes	-		19,000,000		19,000,000		-	
- Fees, charges, and other payable amounts	224,930,052		2,670,527,272		2,618,642,278		276,815,046	
	19,297,861,743		16,813,250,745		28,674,758,830		7,436,353,658	
Taxes and other receivable amounts								
- Corporate Income Tax	225,091,013		-		45,000		225,136,013	
	225,091,013		-		45,000		225,136,013	

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

19. BORROWING AND FINANCIAL LEASE

Description	31/12/2024		During the year		01/01/2024	
	Amount	Ability-to-pay	Increase	Decrease	Amount	Ability-to-pay
	VND	VND	VND	VND	VND	VND
Short-term borrowings and finance lease liabilities	331,952,613,066	331,952,613,066	308,944,279,386	344,493,111,050	367,501,444,730	367,501,444,730
<i>Short-term borrowings</i>	210,422,546,210	210,422,546,210	230,714,212,530	302,467,379,050	282,175,712,730	282,175,712,730
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Do Thanh Branch (1)	1,178,500,000	1,178,500,000	6,921,075,189	34,460,890,746	28,718,315,557	28,718,315,557
- Bank for Investment and Development of Vietnam - Ha Dong Branch (2)						
- Bank for Investment and Development of Vietnam - Gia Lai Branch (3)	143,922,285,312	143,922,285,312	223,793,137,341	217,489,897,203	137,619,045,174	137,619,045,174
<i>Current portion of long-term borrowings</i>	65,321,760,898	65,321,760,898	-	50,516,591,101	115,838,351,999	115,838,351,999
- Prosperity and Growth Commercial Joint Stock Bank - Dong Do Branch (4)	121,530,066,856	121,530,066,856	78,230,066,856	42,025,732,000	85,325,732,000	85,325,732,000
- Bank for Investment and Development of Vietnam - Dien Bien Branch (5)	101,530,066,856	101,530,066,856	66,530,066,856	27,325,732,000	62,325,732,000	62,325,732,000
	20,000,000,000	20,000,000,000	11,700,000,000	14,700,000,000	23,000,000,000	23,000,000,000

SONG DA 10 JOINT STOCK COMPANY

10-11 floor, Song Da Building, Pham Hung street,
My Dinh 1 ward, Nam Tu Liem district, Hanoi

FORM B09-DN/HN

Issued under Circular No.202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

19. BORROWING AND FINANCIAL LEASE (CONT'D)

Description	31/12/2024		During the year		01/01/2024	
	Amount VND	Ability-to-pay VND	Increase VND	Decrease VND	Amount VND	Ability-to-pay VND
Long-term borrowings and financial leases	197,951,933,237	197,951,933,237	7,214,482,285	80,292,615,904	271,030,066,856	271,030,066,856
<i>Long-term borrowings</i>	192,800,000,000	192,800,000,000	-	78,230,066,856	271,030,066,856	271,030,066,856
- Prosperity and Growth Commercial Joint Stock Bank - Dong Do Branch	-	-	-	66,530,066,856	66,530,066,856	66,530,066,856
- Bank for Investment and Development of Vietnam - Dien Bien Branch (S)	192,800,000,000	192,800,000,000	-	11,700,000,000	204,500,000,000	204,500,000,000
<i>Long-term financial leases</i>	5,151,933,237	5,151,933,237	7,214,482,285	2,062,549,048	-	-
- Saigon Thuong Tin Commercial Bank Leasing Company Limited - Hanoi	5,151,933,237	5,151,933,237	7,214,482,285	2,062,549,048	-	-
Total	529,904,546,303	529,904,546,303	316,158,761,671	424,785,726,954	638,531,511,586	638,531,511,586

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

19. BORROWING AND FINANCIAL LEASE (CONT'D)

(1) The loan from the Vietnam Joint Stock Commercial Bank for Industry and Trade - Do Thanh Branch, according to the Credit Agreement No. 01/2024-HĐCVHM/NHCT322-SĐ10 dated 30 September 2024, has the following terms:

- Line of credit: VND 100,000,000,000;
- Term of the credit limit: From the signing date of this Agreement until 30 September 2025, with interest payable on the 25th day of each month;
- Purpose of the loan: To supplement working capital needs and issue guarantees for production and business activities;
- Loan term: Up to 8 months for each disbursement;
- Interest rate: Floating interest rate;
- Collateral: Secured by real estate and assets listed in the Mortgage Agreement with the Vietnam Joint Stock Commercial Bank for Industry and Trade - Do Thanh Branch, as specified in this Agreement.

(2) The loan from the Vietnam Joint Stock Commercial Bank for Investment and Development Ha Dong Branch, according to the following Credit Agreements:

- The Credit Agreement No. 01/2023/177784/HĐTD dated 29 December 2023 has the following terms
 - Line of credit: VND 490,000,000,000;
 - Term of the credit limit: From the signing date of this Agreement until 30 June 2025 according to the supplementary and amended document of the Credit Limit Contract No. 01/2023/177784/HĐTD dated 2 January 2025, the loan interest is based on each specific contract;
 - Purpose of the loan: To supplement working capital, issue guarantees, and open L/Cs;
 - Loan term and interest rate: Determined according to each Credit Agreement, guarantee agreement, and specific L/C issued;
 - Collateral: Secured by pledge agreements, mortgages signed with the Vietnam Joint Stock Commercial Bank for Investment and Development - Ha Dong Branch, as specified in this Agreement.
- The Credit Agreement No. 01/2024/177784/HĐTCSĐBS dated 25 January 2024 has the following terms
 - Line of credit: VND 372,000,000,000;
 - Term of the credit limit: From the date of signing this Contract until the completion of the construction of the project "Package XL02: Construction of section Km43+000 - Km54 + 500 (including survey, design of construction drawings) - Component project 2 of the Khanh Hoa - Buon Ma Thuot Expressway Construction Investment Project Phase 1";
 - Purpose of the loan: Lending, granting guarantees, issuing L/C for "Package XL02: Construction of section Km43+000 - Km54 + 500 (including survey, design of construction drawings) - Component project 2 of the Khanh Hoa - Buon Ma Thuot Expressway Construction Investment Project Phase 1" under construction contract No. XL02/2023/HĐXD-TP2.KH-BMT dated 15 July 2023;
 - Loan term and interest rate: Determined according to each Credit Agreement, guarantee agreement, and specific L/C issued;
 - Collateral: Secured by pledge agreements, mortgages signed with the Vietnam Joint Stock Commercial Bank for Investment and Development - Ha Dong Branch, as specified in this Agreement

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

19. BORROWING AND FINANCIAL LEASE (CONT'D)

(3) The loan under the credit limit agreement No. 01/2018/369568/11DTHM has the following specific terms:

- Purpose: To supplement working capital, issue guarantees, and open L/Cs;
- Line of credit: VND 200,000,000,000;
- Collateral: The collateral measures are governed by agreements on collateral/mortgage/guarantee/deposit signed before, on the same day, and after the date of this Credit Agreement, and the scope of collateral under these agreements includes this Agreement and unsecured credit policies for organizational clients of BIDV.

(4) The loan from the Petrolimex Petroleum Joint Stock Commercial Bank - Hanoi Branch, according to Credit Agreement No. 106.0316/2020/HDTD-PN/PGBHN dated 16 April 2020, has the following terms:

- Line of credit: VND 75,000,000,000;
- Purpose of the loan: Investment in equipment to increase construction capacity;
- Loan term: 60 months;
- Interest rate: Floating interest rate;
- Collateral: Secured by ownership and insurance benefits of 07 machinery and equipment to be formed in the future/formed from the loan capital under Contract No. 09/SD10-PRIME and Contract No. 03/SD10-VCAPITAL-136VN.

(5) Long-term loan from Bank for Investment and Development of Vietnam - Dien Bien Branch under loan contract No. 01/2009/HDTD dated 2 May 2009, and Supplementary Document No. 01/2014/1829032/HDTD. The loan term is 17 years. Method of lending is for each investment projects. The purpose of using the loan is to serve production and business activities. Floating lending interest rate determined for 3 months/term is equal to the 12-month term residential savings deposit interest rate (interest paid in arrears) announced by Bank for Investment and Development of Vietnam - Dien Bien Branch from time to time.

(6) Financial leasing debt of Saigon Thuong Tin Bank Financial Leasing Company Limited - Hanoi Branch according to Financial leasing contract No. SBL020202405008 dated 14 May 2024, Financial leasing contract No. SBL020202405011 dated 20 May 2024, Financial leasing contract No. SBL020202405017 dated 29 May 2024 with the following terms.

- Property for rent
 - + ZOOMLIONS brand electric concrete pump, model HBT, manufactured in 2024, made in China. Asset value (including VAT) is: VND 1,850,000,000; of which, committed debt balance is VND 1,572,500,000 and deposit is VND 277,500,000.
 - + Automatic concrete mixing station with capacity of 60 m³/h, brand/manufacturing company CIE1/ CIE1.JSG/CIE1 CONSTRUCTION AND INDUSTRIAL EQUIPMENT JOINT STOCK COMPANY, 100% new, manufactured in 2024, made in Vietnam. Asset value (including VAT) is: VND 2,268,000,000; of which, committed debt is VND 1,814,400,000 and deposit is VND 453,600,000.
 - + 3 CNHTC (HOWO/SINOTRUK) brand concrete mixer trucks, model ZOOMLION 10JBH, 100% new, manufactured in 2022, made in China. Asset value (including VAT) is: VND 3,540,000,000; of which, the committed debt balance is VND 3,009,000,000 and the deposit is VND 531,000,000
- Loan term: 48 months;
- Interest rate for rent, include
 - a) Fixed interest rate: 7.5%/year until 31 October 2024;

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

19. BORROWING AND FINANCIAL LEASE (CONT'D)

b) Floating interest rate: From 1 November 2024, adjusted according to the VND base interest rate (medium and long term) announced by Sacombank + Fixed rate is 2.6%/year. Interest rate is adjusted periodically on 1 February, 1 May, 1 August and 1 November every year

- Repayment period: Principal + Interest is paid on the 28th of each month, from the time of handover and acceptance of assets

20. ACCRUED EXPENSES

(*) The interest expense recognized by the company in 2024 for the loan from Bank for Investment and Development of Vietnam - Gia Lai Branch is VND 7,391,843,883. According to announcement No. 32/BIDV.GL-KHDN3 dated 8 January 2024, the overdue interest as at 31 December 2024, amounts to VND 44,691,358,453, which has not been recorded in the company's books. Based on the meeting minutes regarding the company's debt resolution plan with Bank for Investment and Development of Vietnam - Gia Lai Branch on 15 December 2023, the Company is negotiating and working with the bank to reduce or waive the overdue interest. The Company believes that this overdue interest will be waived or reduced by the bank as per the Company's request. Therefore, the Company does not recognize this overdue interest expense in the consolidated financial statements for the year 2024.

21. OTHER PAYABLES

	31/12/2024	01/01/2024
	VND	VND
a) Short-term	114,406,272,718	118,512,720,459
<i>Other payables to related parties</i>	794,935,920	385,034,626
- Song Da Corporation - JSC	180,000,000	385,034,626
- Xekaman 3 Electricity Company Limited	614,935,920	-
<i>Other payables</i>	113,611,336,798	118,127,685,833
- Trade union fee	8,200,403,072	8,699,898,362
- Social insurance, Health insurance, Unemployment insurance	4,099,616,108	3,511,451,959
- Dividend payables	136,532,235	6,579,529,235
- Interest expenses to be paid	83,585,040,670	77,544,217,337
- Other payables	17,589,744,713	21,792,588,940
	5,953,435,259	14,048,665,013
b) Long-term		
- Long-term deposits	680,400,000	680,400,000
- Other payables (*)	5,273,035,259	13,368,265,013
Total	120,359,707,977	132,561,385,472

(*) This is a retainer amount of 10.7% of the contract performance value of subcontractors to ensure the construction of the Cam Lo - Tuy Loan BT project.

SONG DA 10 JOINT STOCK COMPANY
10-11 floor, Song Da Building, Pham Hung street,
My Dinh 1 ward, Nam Tu Liem district, Hanoi

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

22. OWNER'S EQUITY

22.1 CHANGES IN OWNER'S EQUITY

Items	Share capital	Share premium	Other equity of the owner	Business promotion fund	Retained earnings	Non-controlling shareholder interests	Total
	VND	VND	VND	VND	VND	VND	VND
01/01/2023	427,323,110,000	50,066,521,921	3,901,000,000	396,319,577,252	(62,500,985,091)	(7,069,872,325)	808,039,351,757
- Loss in the previous year	-	-	-	-	(1,072,903,853)	(3,904,055,872)	(4,976,959,725)
- Other reductions	-	-	-	-	(140,400,000)	-	(140,400,000)
+ Remuneration of The Board of Management and Supervisory	-	-	-	-	(140,400,000)	-	(140,400,000)
31/12/2023	427,323,110,000	50,066,521,921	3,901,000,000	396,319,577,252	(63,714,288,944)	(10,973,928,197)	802,921,992,032
01/01/2024	427,323,110,000	50,066,521,921	3,901,000,000	396,319,577,252	(63,714,288,944)	(10,973,928,197)	802,921,992,032
- Loss in the current year	-	-	-	-	(164,736,357)	(4,061,504,672)	(4,226,241,029)
31/12/2024	427,323,110,000	50,066,521,921	3,901,000,000	396,319,577,252	(63,879,025,301)	(15,035,432,869)	798,695,751,003

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

22. OWNER'S EQUITY (CONT'D)

22.2 DETAILS OF THE OWNER'S EQUITY

	31/12/2024	01/01/2024
	VND	VND
- Song Da Corporation - JSC	266,074,070,000	266,074,070,000
- Other shareholders	161,249,040,000	161,249,040,000
Total	427,323,110,000	427,323,110,000

22.3 CAPITAL TRANSACTIONS WITH OWNERS AND DISTRIBUTION OF DIVIDENDS

	Year 2024	Year 2023
	VND	VND
Owners' equity		
+ Equity at the beginning of the year	427,323,110,000	427,323,110,000
+ Equity increase in the year	-	-
+ Equity decrease in the year	-	-
+ Equity at the end of the year	427,323,110,000	427,323,110,000
- Dividends paid	-	-

22.4 SHARES

	31/12/2024	01/01/2024
	Shares	Shares
Number of shares registered to be issued	42,732,311	42,732,311
Number of shares offered to the public	42,732,311	42,732,311
+ Ordinary shares	42,732,311	42,732,311
Number of shares in circulation	42,732,311	42,732,311
+ Ordinary shares	42,732,311	42,732,311
Par value of shares (VND/share)	10,000	10,000

23. REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	Year 2024	Year 2023
	VND	VND
a) Revenue	1,022,914,332,736	705,299,312,356
- Construction contract revenue	965,234,122,183	648,888,162,248
- Revenue from trading electricity	44,274,213,110	46,088,973,161
- Other revenue	13,405,997,443	10,322,176,947
Total	1,022,914,332,736	705,299,312,356

b) Revenue with related parties: Detail are presented in Note 36.1

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

24. REVENUE DEDUCTIONS

	Year 2024 VND	Year 2023 VND
Sale discounts	769,164,396	2,645,242,353
Total	769,164,396	2,645,242,353

25. COST OF GOODS SOLD AND SERVICE RENDERED

	Year 2024 VND	Year 2023 VND
- Cost of construction services	841,478,386,840	543,888,824,441
- Cost of trading electricity	32,649,309,833	29,574,523,190
- Other cost of good sold	12,089,565,085	8,876,414,677
Total	886,217,261,758	582,339,762,308

26. FINANCIAL INCOME

	Year 2024 VND	Year 2023 VND
- Bank deposit and lending interest	973,007,310	2,568,354,214
- Foreign exchange differences gain in the year	2,965,135,025	917,728,814
Total	3,938,142,335	3,486,083,028

27. FINANCIAL EXPENSES

	Year 2024 VND	Year 2023 VND
- Interest expenses	48,710,276,653	69,862,391,440
- Other financial expenses	1,895,730,773	1,790,655,316
Total	50,606,007,426	71,653,046,756

28. GENERAL AND ADMINISTRATIVE EXPENSES

	Year 2024 VND	Year 2023 VND
- Administrative staff cost	40,332,178,756	40,760,069,418
- Cost of management materials	625,180,207	958,397,146
- Cost of office supplies	1,080,393,019	842,927,336
- Fixed Asset Depreciation	623,920,977	686,839,943
- Cost of provision for doubtful debts	36,354,446,702	184,533,201
- Other monetary costs	10,917,152,915	10,285,159,780
Total	89,933,272,576	53,717,926,824

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

29. OTHER INCOME

	Year 2024 VND	Year 2023 VND
- Disposals	2,649,806,175	3,555,015,723
- Others	175,407,085	226,864,920
Total	2,825,213,260	3,781,880,643

30. OTHER EXPENSE

	Year 2024 VND	Year 2023 VND
- Penalties for late payment of taxes and insurance	1,577,102,204	2,456,095,719
- CIT paid in Laos for Nam Emoun Project	-	(3,478,842,836)
- CIT paid in Laos for Namtheun 1 & Nam Phak Project	1,039,518,353	-
- Others	212,591,110	22,655,855
Total	2,829,211,667	(1,000,091,262)

31. OPERATING COST BY NATURE

	Year 2024 VND	Year 2023 VND
- Raw materials cost	449,388,982,335	247,956,998,340
- Labor cost	139,488,414,253	123,766,062,501
- Fixed assets depreciation	45,465,191,995	44,859,532,399
- Outsource services cost	233,196,370,966	165,956,323,526
- Others	85,681,291,338	62,647,926,458
Total	953,220,250,887	645,186,843,224

32. CURRENT CORPORATE INCOME TAX EXPENSE

	Year 2024 VND	Year 2023 VND
Song Da 10 Joint Stock Company	3,443,996,729	7,901,895,452
Song Da 10.1 Onc Member Limited Company	105,014,808	-
Nam He Hydropower Joint Stock Company	-	286,453,321
Total current corporate income tax expenses	3,549,011,537	8,188,348,773

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

33. BASIC EARNING PER SHARE

	Year 2024	Year 2023
Profit or loss allocated to common shareholders (VND)	(164,736,357)	(1,072,903,853)
Remuneration of The Board of Management and Supervisory Board	-	(140,400,000)
Weighted average number of shares outstanding during the period (shares)	42,732,311	42,732,311
Earnings per share (VND/share)	(4)	(28)

34. DILUTED EARNINGS PER SHARE

The Company's Board of General Directors assesses that in the near future, there will be no impact of instruments that can be converted into shares to dilute the value of shares, so diluted earnings per share are equal to basic earnings per share.

35. SEGMENT REPORTING

A reported segment is a distinguishable component of an enterprise that is engaged in providing an individual product or service or a group of related products or services (business segment) or is engaged in providing products or services within a particular economic environment (Geographic Segment) that is subject to risks and economic benefits being different from those of other segments. The Company selects business segments as primary reporting segments, geographical segments as secondary reporting segments.

The department by business sector is a distinguishable unit of an enterprise involved in the production or provision of individual products, services, a group of related products, or services with risks and economic benefits different from other business departments. Accordingly, the business activities of the Company include:

- Industrial production sector: Electricity production.
- Construction sector: Construction of works.
- Other sectors: Office leasing and other services.

The department by geographical area is a distinguishable unit of an enterprise involved in the production or provision of products, services within a specific economic environment, with risks and economic benefits different from business departments in other economic environments. All of the Company's business activities are generated in Vietnam. Therefore, the Company identifies no geographical differences for its entire operations. Information regarding the consolidated financial statements by business sector of the Company as of 31 December 2024, is as follows:

SONG DA 10 JOINT STOCK COMPANY

10-11 floor , Song Da Building, Pham Hung street,
My Dinh 1 ward, Nam Tu Liem district, Hanoi

FORM B09-DN/HN

Issued under Circular No.202/2014/TT-BTC
dated 22 December 2014 of the Ministry of Finance

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

35. SEGMENT REPORTING (CONT'D)

Unit: VND

Year 2024	Construction VND	Office Leasing VND	Other sections VND	Total VND
Net revenue from selling goods and providing services to external	43,505,048,714	965,234,122,183	13,405,997,443	1,022,145,168,340
Net revenue from sales and provision of services between divisions				
Total net revenue from sales and service provision	43,505,048,714	965,234,122,183	13,405,997,443	1,022,145,168,340
Business results by segment	10,855,738,881	123,755,735,343	1,316,432,358	135,927,906,582
Costs are not allocated by segment				(89,933,272,576)
Profits from business activities				45,994,634,006
Financial income				3,938,142,335
Financial expenses				(50,606,007,426)
Profit or loss in associates or joint ventures				-
Other income				2,825,213,260
Other expenses				(2,829,211,667)
Current corporate income tax expenses				(3,549,011,537)
Deferred corporate income tax expenses				-
Profit after tax Corporate income				(4,226,241,029)
Unallocated assets				2,106,786,892,594
Unallocated liabilities				1,308,091,141,591

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

35. SEGMENT REPORTING (CONT'D)

Unit: VND

	Construction VND	Office Leasing VND	Other sections VND	Total VND
Year 2023				
Net revenue from selling goods and providing services to external parties	46,088,973,161	646,242,919,895	10,322,176,947	702,654,070,003
Net revenue from sales and provision of services between divisions				-
Total net revenue from sales and service provision	46,088,973,161	646,242,919,895	10,322,176,947	702,654,070,003
Business results by segment	16,514,449,971	102,354,095,454	1,445,762,270	120,314,307,695
Costs are not allocated by segment				(53,717,926,824)
Profits from business activities				66,596,380,871
Financial income				3,486,083,028
Financial expenses				(71,653,046,756)
Profit or loss in associates or joint ventures				-
Other income				3,781,880,643
Other expenses				1,000,091,262
Current corporate income tax expenses				(8,188,348,773)
Deferred corporate income tax expenses				-
Profit after tax Corporate income				(4,976,959,725)
Unallocated assets				2,288,540,529,890
Unallocated liabilities				1,485,618,537,858

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

35. SEGMENT REPORTING (CONT'D)

Due to the nature of business activities, the Board of General Directors cannot separate assets and liabilities for construction business activities, industrial business activities, and other activities. Therefore, the Board of General Directors has assessed and believed that not separating and presenting assets and liabilities for these activities is in accordance with Vietnamese Accounting Standard No. 28 "Segment Reporting" and is suitable for the current business situation of the Company.

36. OTHER INFORMATION

36.1 INFORMATION ABOUT RELATED PARTIES

In the fiscal year ended 31 December 2024, the Company had transactions with related parties including:

- Song Da Corporation - JSC (Parent Company) and its related entities;
- Subsidiary companies (excluding Song Da 10 Joint Stock Company), affiliated companies of Song Da Corporation - JSC.

	Year 2024	Year 2023
	VND	VND
Revenue from sale goods and service provision	219,420,811,141	417,302,080,276
- Executive Board of Ialy hydroelectric plant expansion project	17,231,226,982	103,304,780,558
- Xekaman 3 Electric Company Limited	6,042,690,526	26,724,479,935
- Song Da 5 JSC	196,146,893,633	287,272,819,783
Purchase of goods, services	111,325,307,728	113,647,190,129
- Song Da Corporation - JSC	1,725,601,062	6,393,071,885
- Song Da Consulting JSC	3,596,469,693	-
- Song Da 5 JSC	106,003,236,973	107,254,118,244
Interest on loans, dividends	396,355,438	2,177,827,037
- Vietnam-Laos Electricity JSC	396,355,438	2,177,827,037

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

36. OTHER INFORMATION (CONT'D)

36.1 INFORMATION ABOUT RELATED PARTIES (CONT'D)

The income of Board of Management and Board of General Directors, and Supervisory Board members.

Income of key management members	Position	Year 2024	Year 2023
		VND	VND
Income of Board of Management		878,400,000	732,000,000
- Mr. Tran Tuan Linh	Chairman	648,000,000	540,000,000
- Mr. Nguyen Tuan Anh	Member	57,600,000	48,000,000
- Mr. Do Duc Manh	Member	57,600,000	48,000,000
- Mr. Pham Hoang Phuong	Member	57,600,000	48,000,000
- Mr. Pham Van Tang	Member	57,600,000	48,000,000
Income of the Board of General Directors		1,944,000,000	1,620,000,000
- Mr. Nguyen Tuan Anh	General	561,600,000	468,000,000
- Mr. Nguyen The Bao	Deputy	460,800,000	384,000,000
- Mr. Tran Dinh Tu	Deputy	460,800,000	384,000,000
- Mr. Pham Hoang Phuong	Deputy	460,800,000	384,000,000
Income of the Board of Supervisors		100,800,000	84,000,000
- Mrs. Le Thi Mai Huong	Head of	43,200,000	36,000,000
- Mr. Nguyen Van Thanh	Member	28,800,000	24,000,000
- Mrs. Vu Thi To Nga	Member	28,800,000	24,000,000
		2,923,200,000	2,436,000,000

36.2 OTHER INFORMATION

Debts and work in progress from previous years, as at 31 December 2024, have not yet been resolved.

As at 31 December 2024, the financial statements are reflecting the receivables from customers of The Executive Board of Xekaman 1 Hydropower Project and The Executive Board of Xekaman 3 Hydropower Project (the executive boards under Song Da Corporation - JSC) is VND 52,626,740,335 and VND 181,298,300,671 respectively (as at 1 January 2024, it was VND 89,217,872,367 and VND 170,655,338,671 respectively) according to the Contract signed with Song Da Corporation - JSC on the construction of work items at Xekaman 1 Hydropower Project, Xekaman 3 Hydropower Project and its Annexes to the Revised Contract. According to the payment terms in the contract, Song Da Corporation - JSC will pay the Company immediately upon payment by the Investor (Xekaman 1 Electric Co.,Ltd, Xekaman 3 Electric Co.,Ltd).

Payment method and ratio are as prescribed in the Contract signed between the Corporation and the Investor and other relevant regulations of Song Da Corporation - JSC.

And according to the payment terms between Song Da Corporation - JSC and the Investor, the Investor will pay Song Da Corporation - JSC 97% of the value according to the completed and accepted volume upon receipt of the payment documents, retain 3% of the project warranty. The 3% portion of the project warranty will be paid after the contractor receives the Final Acceptance Certificate and the confirmation record issued by the investor that the warranty obligation has been fulfilled).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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

36 OTHER INFORMATION (CONT'D)

36.2 OTHER INFORMATION (CONT'D)

As at 31 December 2024, these consolidated financial statements are reflecting the work in progress of Xekaman 1 Hydropower Project as VND 78,355,938,094, Xekaman 3 Hydropower Project as VND 12,207,337,000 (as at 1 January 2024, it is VND 78,355,938,094 and VND 12,207,337,000). This is the unfinished production cost of some items that have not been accepted or are waiting for price compensation from the Board of Management and the Investor. Xekaman 3 Hydropower Project was completed and started generating electricity in 2013.

Up to now, the Investor has not paid the debts to Song Da Corporation - JSC in full and on time and accordingly the Corporation has not paid back the Company. Additionally, the completed items have not been accepted and paid for, and are awaiting price adjustments from the investor. Accordingly, this customer receivable debt and work in progress will only be recovered and settled when the Investor makes payment to Song Da Corporation - JSC.

36.3 INFORMATION ABOUT CONTINUOUS OPERATION

The company has not experienced any events that raise doubts about its ability to continue operating as a going concern. Additionally, the company has no intention or obligation to cease operations or significantly reduce its scale of activities.

36.4 COMPARATIVE FIGURES

The comparative data refers to the figures in the audited consolidated financial statements for the fiscal year ended 31 December 2023 of Song Da 10 Joint Stock Company.

Hanoi, 26 March 2025

Preparer

Le Thi Thanh Nhung

Chief accountant

Nguyen Trung Kien

General Director



Nguyen Tuan Anh