

NAGAKAWA GROUP JOINT STOCK COMPANY
INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three-month period ended 31 March 2025

I. INTERIM CONSOLIDATED BALANCE SHEET

ASSETS	Ending balance	Beginning balance
A - SHORT-TERM ASSETS	1,866,331,977,327	1,632,242,146,601
I. Cash and cash equivalents	101,293,614,194	71,646,409,892
II. Short-term investment	330,013,638,674	326,625,754,419
III. Short-term receivables	575,127,685,074	486,437,626,352
IV. Inventories	845,793,952,401	739,136,355,910
V. Other short-term assets	14,103,086,984	8,396,000,028
B - LONG-TERM ASSETS	170,392,394,882	172,841,345,781
I. Long-term receivables	2,167,151,526	2,167,151,526
II. Fixed assets	91,668,323,467	94,436,662,507
1. Tangible fixed assets	85,321,399,105	87,940,523,560
2. Financial lease fixed assets	-	-
3. Intangible fixed assets	6,346,924,362	6,496,138,947
III. Investment properties	-	-
IV. Long-term assets in progress	473,780,000	193,780,000
V. Long-term investment	48,783,788,923	48,134,609,114
VI. Other long-term assets	27,299,350,966	27,909,142,634
VII. Goodwill	19,087,958,149	19,906,013,498
TOTAL ASSETS	2,036,724,372,209	1,805,083,492,382
RESOURCES	Số cuối năm	Số đầu năm
C - LIABILITIES	1,578,235,252,421	1,376,101,070,986
I. Short-term liabilities	1,576,743,795,169	1,374,609,613,734
II. Long-term liabilities	1,491,457,252	1,491,457,252
D - OWNER'S EQUITY	458,489,119,788	428,982,421,396
I. Capital	458,489,119,788	428,982,421,396
1. Issued share capital	357,600,690,000	341,777,690,000
2. Share premium	5,348,010,000	5,348,010,000
3. Conversion options on convertible bonds	-	-
4. Other owner's capital	-	-
5. Treasury shares	(20,000)	(20,000)
6. Foreign exchange differences reserve	-	-
7. Exchange rate differences	-	-
8. Development and investment funds	9,827,781,376	9,827,781,376
9. Enterprise reorganization assistance fund	-	-
10. Other equity funds	-	-
11. Undistributed profit after tax	69,097,894,441	52,265,629,264
12. Capital expenditure funds	-	-
13. Non-controlling interest	16,614,763,971	19,763,330,756
II. Other funding sources and funds	-	-
1. Funding sources	-	-
2. Funds for forming fixed assets	-	-
TOTAL SOURCES	2,036,724,372,209	1,805,083,492,382

II. INTERIM CONSOLIDATED INCOME STATEMENT

Items	For the three-month period ended 31 March 2025	Accumulated from the beginning of the year
1. Revenues from sales and services rendered	966,456,120,753	966,456,120,753
2. Revenue deductions	3,496,855,943	3,496,855,943
3. Net revenues from sales and services rendered	962,959,264,810	962,959,264,810
4. Costs of goods sold	879,407,819,433	879,407,819,433
5. Gross revenues from sales and services rendered	83,551,445,377	83,551,445,377
6. Financial income	1,398,056,612	1,398,056,612
7. Financial expenses	18,464,709,979	18,464,709,979
- In which: Interest expenses	13,492,987,194	13,492,987,194
8. Share of profit/(loss) of associates, joint ventures	649,179,809	649,179,809
9. Selling expenses	36,554,546,396	36,554,546,396
10. General administration expenses	10,356,576,725	10,356,576,725
11. Operating profit	20,222,848,698	20,222,848,698
12. Other income	63,203,285	63,203,285
13. Other expenses	561,421,763	561,421,763
14. Other profit/(loss)	(498,218,478)	(498,218,478)
15. Accounting profit before tax	19,724,630,220	19,724,630,220
16. Current corporate income tax expenses	7,822,013,562	7,822,013,562
17. Deferred tax income	(1,781,081,734)	(1,781,081,734)
18. Net profit after tax	13,683,698,392	13,683,698,392
18.1. Net profit after tax attributable to shareholders of the parent	16,832,265,177	16,832,265,177
18.2. Net profit after tax attributable to non-controlling interests	(3,148,566,785)	(3,148,566,785)
19. Basic earnings per share (*)	378	378
20. Diluted earnings per share	-	-

28 April 2025

Chief Accountant



Trinh Thi Phuong

General Director



Nguyen Thi Huyen Thuong

NAGAKAWA GROUP JOINT STOCK COMPANY

Address: Xuan Thuong 1 Residential Area, Phuc Thang Ward, Phuc Yen City, Vinh Phuc Province, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the first 3 month of fiscal year ending December 31, 2025

BALANCE SHEET

As of March 31, 2025

Unit: VND

TÀI SẢN	Code	Explanation	Year-end Balance	Beginning Balance
A - SHORT-TERM ASSETS	100		1.866.331.977.327	1.632.242.146.601
I. Cash and cash equivalents	110	V.1	101.293.614.194	71.646.409.892
1. Cash	111		51.293.614.194	21.646.409.892
2. Cash equivalents	112		50.000.000.000	50.000.000.000
II. Short-term financial investment	120		330.013.638.674	326.625.754.419
1. Trading securities	121		-	-
2. Provision for impairment of trading securities	122		-	-
3. Held to maturity investment	123	V.2 a	330.013.638.674	326.625.754.419
III. Short-term receivables	130		575.127.685.074	486.437.626.352
1. Short-term trade receivables	131	V.3	523.024.292.001	410.181.287.521
2. Short-term vendor advance	132	V.4	8.548.258.541	32.794.597.855
3. Short-term internal receivables	133		-	-
4. Receivable according to construction contract progr	134		-	-
5. Short-term loan receivable	135	V.5	35.913.960.000	35.096.000.000
6. Other short-term receivables	136	V.6	12.335.163.697	13.059.730.141
7. Provision for doubtful short-term receivables	137		(4.693.989.165)	(4.693.989.165)
8. Assets missing pending resolution	139		-	-
IV. Inventory	140	V.7	845.793.952.401	739.136.355.910
1. Inventory	141		850.006.743.338	743.349.146.847
2. Provision for inventory write-down	149		(4.212.790.937)	(4.212.790.937)
V. Other short-term assets	150		14.103.086.984	8.396.000.028
1. Short-term prepaid expenses	151	V.8 a	5.159.981.751	3.108.368.785
2. Deductible value added tax	152		8.903.096.832	5.245.907.999
3. Taxes and other amounts receivable from the State	153		40.008.401	41.723.244
4. Government bond repurchase transaction	154		-	-
5. Other short-term assets	155		-	-

NAGAKAWA GROUP JOINT STOCK COMPANY

Address: Xuan Thuong 1 Residential Area, Phuc Thang Ward, Phuc Yen City, Vinh Phuc Province, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the first 3 month of fiscal year ending December 31, 2025

Balance Sheet (continued)

ASSET	Code	Explanation	Year-end Balance	Beginning Balance
B - LONG-TERM ASSETS	200		170.392.394.882	172.841.345.781
I. Long-term receivables	210		2.167.151.526	2.167.151.526
1. Long-term receivables from customers	211		-	-
2. Long-term prepayment to seller	212		-	-
3. Working capital in affiliated units	213		-	-
4. Long-term internal receivables	214		-	-
5. Long-term loan receivable	215		-	-
6. Other long-term receivables	216		2.167.151.526	2.167.151.526
7. Provision for doubtful long-term receivables	219		-	-
II. Fixed assets	220		91.668.323.467	94.436.662.507
1. Tangible fixed assets	221	V.9	85.321.399.105	87.940.523.560
<i>Original price</i>	222		179.208.096.076	179.098.245.872
<i>Accumulated depreciation</i>	223		(93.886.696.971)	(91.157.722.312)
2. Financial lease fixed assets	224		-	-
<i>Original price</i>	225		-	-
<i>Accumulated depreciation</i>	226		-	-
3. Intangible fixed assets	227	V.10	6.346.924.362	6.496.138.947
<i>Original price</i>	228		8.687.008.519	8.687.008.519
<i>Accumulated depreciation</i>	229		(2.340.084.157)	(2.190.869.572)
III. Investment real estate	230		-	-
<i>Original price</i>	231		-	-
<i>Accumulated depreciation</i>	232		-	-
IV. Long-term unfinished assets	240		473.780.000	193.780.000
1. Long-term unfinished production and business cost	241		-	-
2. Cost of unfinished basic construction	242	V.11	473.780.000	193.780.000
V. Long-term financial investment	250	V.2 b	48.783.788.923	48.134.609.114
1. Investment in subsidiaries	251		-	-
2. Investment in joint ventures and associates	252		28.783.788.923	28.134.609.114
3. Investing in other entities	253		-	-
4. Long-term financial investment reserve	254		-	-
5. Held to maturity investment	255		20.000.000.000	20.000.000.000
VI. Other long-term assets	260		27.299.350.966	27.909.142.634
1. Long-term prepaid expenses	261	V.8 b	2.818.655.129	4.391.473.182
2. Deferred income tax assets	262		5.392.737.688	3.611.655.954
3. Long-term replacement equipment, supplies and sp	263		-	-
4. Other long-term assets	268		-	-
5. Lợi thế thương mại	269	V.12	19.087.958.149	19.906.013.498
TOTAL ASSETS	270		2.036.724.372.209	1.805.083.492.382

NAGAKAWA GROUP JOINT STOCK COMPANY

Address: Xuan Thuong 1 Residential Area, Phuc Thang Ward, Phuc Yen City, Vinh Phuc Province, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the first 3 month of fical year ending December 31, 2025

Balance Sheet (continued)

CAPITAL SOURCE	Code	Explanat ion	Year-end Balance	Beginning Balance
C - LIABILITIES PAYABLE	300		1.578.235.252.421	1.376.101.070.986
I. Short-term debt	310		1.576.743.795.169	1.374.609.613.734
1. Short-term trade payables	311	V.13	383.481.117.663	182.004.186.374
2. Short-term advance payment buyer	312	V.14	14.206.756.841	14.778.405.623
3. Taxes and other payments to the State	313	V.15	18.064.479.941	22.949.340.668
4. Payable to workers	314		3.571.574.325	4.284.315.817
5. Short-term payable expenses	315	V.16	7.170.212.293	5.188.714.834
6. Short-term internal payables	316		-	-
7. Payable according to construction contract progress	317		-	-
8. Short-term unearned revenue	318	V.19	55.909.092	-
9. Other short-term payables	319	V.17	74.382.833.969	2.902.233.669
10. Short-term loans and finance leases	320	V.18	1.071.283.460.229	1.137.306.992.519
11. Provision for short-term payables	321	V.19	3.223.608.195	3.891.581.609
12. Bonus and welfare fund	322	V.20	1.303.842.621	1.303.842.621
13. Price stabilization fund	323		-	-
14. Government bond repurchase transaction	324		-	-
II. Long-term debt	330		1.491.457.252	1.491.457.252
1. Long-term trade payables	331		-	-
2. Long term prepayment buyer	332		-	-
3. Long-term payable expenses	333		-	-
4. Internal payable on working capital	334		-	-
5. Long-term internal payables	335		-	-
6. Long-term unrealized revenue	336		-	-
7. Other long-term payables	337		-	-
8. Long-term loans and financial leases	338		-	-
9. Convertible bonds	339		-	-
10. Preferred stock	340		-	-
11. Deferred income tax payable	341		1.491.457.252	1.491.457.252
12. Long-term payables provision	342		-	-
13. Science and Technology Development Fund	343		-	-

NAGAKAWA GROUP JOINT STOCK COMPANY

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CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ending March 31, 2025

Balance Sheet (continued)

NGUỒN VỐN	Code	Explanation	Year-end Balance	Beginning Balance
D - OWNER'S EQUITY	400		458.489.119.788	428.982.421.396
I. Equity	410	V.21	458.489.119.788	428.982.421.396
1. Owner's equity	411		357.600.690.000	341.777.690.000
- Common shares with voting rights	411a		357.600.690.000	341.777.690.000
- Preferred stock	411b		-	-
2. Capital surplus	412		5.348.010.000	5.348.010.000
3. Bond conversion option	413		-	-
4. Other owners' equity	414		-	-
5. Treasury stock	415		(20.000)	(20.000)
6. Asset revaluation difference	416		-	-
7. Exchange rate difference	417		-	-
8. Development investment fund	418		9.827.781.376	9.827.781.376
9. Enterprise Reorganization Support Fund	419		-	-
10. Other equity funds	420		-	-
11. Undistributed profit after tax	421		69.097.894.441	52.265.629.264
- Undistributed profit after tax accumulated to the end of the period	421a		52.252.683.001	25.293.009.474
- Undistributed profit this period	421b		16.845.211.440	26.972.619.790
12. Source of capital for basic construction investment	422		-	-
13. Lợi ích cổ đông không kiểm soát	429		16.614.763.971	19.763.330.756
II. Other funding sources and funds	430		-	-
1. Funding sources	431		-	-
2. Funds for forming fixed assets	432		-	-
TOTAL CAPITAL	440		2.036.724.372.209	1.805.083.492.382

Prepared by



Trung Binh Duong

Chief Accountant



Trinh Thi Phuong

Prepared on 28 April, 2025

Manager



Nguyễn Thị Huyền Thương

NAGAKAWA GROUP JOINT STOCK COMPANY

Address: Xuan Thuong 1 Residential Area, Phuc Thang Ward, Phuc Yen City, Vinh Phuc Province, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the first 3 month of fiscal year ending December 31, 2025

BUSINESS PERFORMANCE REPORT

As of March 31, 2025

INDICATORS	Cod e	Explan ation	This quarter		Accumulated from beginning to period end	
			This year	Last year	This year	Last year
1. Sales and service revenue	Sal	1	966.456.120.753	677.316.365.546	966.456.120.753	677.316.365.546
2. Revenue deductions	Re	2	3.496.855.943	956.330.200	3.496.855.943	956.330.200
3. Net revenue from sales and services	Ne	10 VI.1	962.959.264.810	676.360.035.346	962.959.264.810	676.360.035.346
4. Cost of goods sold	Co	11 VI.2	879.407.819.433	608.917.674.361	879.407.819.433	608.917.674.361
5. Gross profit from sales and service provision	Gr	20	83.551.445.377	67.442.360.985	83.551.445.377	67.442.360.985
6. Financial revenue	Fir	21 VI.3	1.398.056.612	3.687.315.910	1.398.056.612	3.687.315.910
7. Financial costs	Fir	22 VI.4	18.464.709.979	22.001.255.840	18.464.709.979	22.001.255.840
Including: interest expense	Inc	23	13.492.987.194	17.805.080.426	13.492.987.194	17.805.080.426
8. Phần lãi hoặc lỗ trong công ty liên doanh, liên kế Ph		24	649.179.809	1.861.995.074	649.179.809	1.861.995.074
9. Cost of sales	Co	25 VI.5	36.554.546.396	26.577.212.032	36.554.546.396	26.577.212.032
10. Business management costs	Bu	26 VI.6	10.356.576.725	8.724.698.315	10.356.576.725	8.724.698.315
11. Net operating profit	Ne	30	20.222.848.698	15.688.505.782	20.222.848.698	15.688.505.782
12. Other income	Otl	31 VI.7	63.203.285	185.553.985	63.203.285	185.553.985
13. Other costs	Otl	32 VI.8	561.421.763	258.223.710	561.421.763	258.223.710
14. Other profits	Otl	40	(498.218.478)	(72.669.725)	(498.218.478)	(72.669.725)
15. Total accounting profit before tax	To	50	19.724.630.220	15.615.836.057	19.724.630.220	15.615.836.057
16. Current corporate income tax expense	Cu	51 VI.9	7.822.013.562	3.354.656.764	7.822.013.562	3.354.656.764
17. Deferred corporate income tax expense	De	52	(1.781.081.734)	(602.328.804)	(1.781.081.734)	(602.328.804)
18. Profit after corporate income tax	Pr	60	<u>13.683.698.392</u>	<u>12.863.508.097</u>	<u>13.683.698.392</u>	<u>12.863.508.097</u>
19. Profit after tax for parent company		61	<u>16.832.265.177</u>	<u>13.165.987.362</u>	<u>16.832.265.177</u>	<u>13.165.987.362</u>
20. Profit after tax for non controlling interest		62	<u>(3.148.566.785)</u>	<u>(302.479.265)</u>	<u>(3.148.566.785)</u>	<u>(302.479.265)</u>
21. Profit per share		70 VI.10	<u>378</u>	<u>353</u>	<u>378</u>	<u>353</u>

Prepared by



Trương Bình Dương

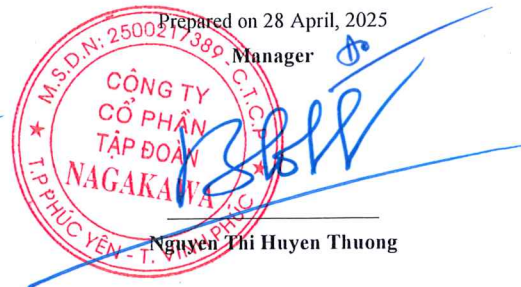
Chief Accountant



Trịnh Thị Phương

Prepared on 28 April, 2025

Manager



Nguyễn Thị Huyền Thương

NAGAKAWA GROUP JOINT STOCK COMPANY

Address: Xuan Thuong 1 Residential Area, Phuc Thang Ward, Phuc Yen City, Vinh Phuc Province, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the first 3 month of fiscal year ending December 31, 2025

CASH FLOW STATEMENT

(By direct method)

1st quarter 2025

Unit: VND

INDICATORS	Code	Explanation	This quarter		Accumulated from beginning to period end	
			This year	Last year	This year	Last year
I. Cash flow from operating activities						
1. Cash received from sales of units	01		1.063.948.461.860	497.836.758.507	1.063.948.461.860	497.836.758.507
2. Cash payment to vendors	02		(817.071.094.564)	(469.139.757.654)	(817.071.094.564)	(469.139.757.654)
3. Cash payment to employees	03		(12.846.547.017)	(10.142.317.198)	(12.846.547.017)	(10.142.317.198)
4. Cash payment to loan interest expenses	04		(15.905.579.236)	(17.805.080.426)	(15.905.579.236)	(17.805.080.426)
5. Corporate income tax paid	05		(109.741.755)	(919.875.588)	(109.741.755)	(919.875.588)
6. Cash received from other activities	06		1.601.484.627	1.235.516.731	1.601.484.627	1.235.516.731
7. Cash payment to other activities	07		(137.871.945.952)	(74.017.198.158)	(137.871.945.952)	(74.017.198.158)
Cash flow from operating activities	20		81.745.037.963	(72.951.953.786)	81.745.037.963	(72.951.953.786)
II. Cash flow from investing activities						
1. Cash payment for fixed assets and others long term assets	21		(389.850.204)	(229.000.000)	(389.850.204)	(229.000.000)
2. Cash received from fixed assets and other assets liquidations	22		-	-	-	-
3. Cash payment for loan, purchase of other loan instruments of the subsidiaries	23		(66.310.000.000)	(80.212.115.745)	(66.310.000.000)	(80.212.115.745)
4. Cash received from lending, sales of other lending instruments of the subsidiaries	24		62.092.040.000	17.482.065.482	62.092.040.000	17.482.065.482
5. Cash payment for Investment, Capital	25		-	-	-	-
6. Cash received for Investment, Capital	26		-	-	-	-
7. Cash received from interest income, etc	27		2.710.508.833	1.194.361.750	2.710.508.833	1.194.361.750
Net cash flow from investing activities	30		(1.897.301.371)	(61.764.688.513)	(1.897.301.371)	(61.764.688.513)

NAGAKAWA GROUP JOINT STOCK COMPANY

Address: Xuan Thuong 1 Residential Area, Phuc Thang Ward, Phuc Yen City, Vinh Phuc Province, Vietnam

CONSOLIDATED FINANCIAL STATEMENTS

For the first 3 month of fiscal year ending December 31, 2025

Cash flow statement

				This quarter		Accumulated from beginning to period end	
İ Tİ	INDICATOR	Cod e	Explan ation				
				This year	Last year	This year	Last year
III. Cash flow from financing activities							
1.	Proceeds from issuing shares, receiving capital contributions owner	31		15.823.000.000	900.000.000	15.823.000.000	900.000.000
2.	Money returned to owners, buyback issued company shares	32		-	-	-	-
3.	Proceeds from borrowing	33		690.115.608.694	616.755.162.417	690.115.608.694	616.755.162.417
4.	Loan principal repayment	34		(756.139.140.984)	(464.617.209.661)	(756.139.140.984)	(464.617.209.661)
5.	Lease principal repayment	35		-	-	-	-
6.	Dividends, profits paid to owners	36		-	-	-	-
	Cash flow from financing activities	40		(50.200.532.290)	153.037.952.756	(50.200.532.290)	153.037.952.756
	Net cash flow during the year	50		29.647.204.302	18.321.310.457	29.647.204.302	18.321.310.457
	Cash and cash equivalents at the b	60	V.1	71.646.409.892	46.548.089.328	71.646.409.892	46.548.089.328
	Impact of Foreign Exchange Rate Flu	61		-	-	-	-
	Cash and cash equivalents at the ei	70	V.1	101.293.614.194	64.869.399.785	101.293.614.194	64.869.399.785

Prepared by



Trương Bình Dương

Chief Accountant



Trình Thị Phương

Prepared on 28 April, 2025

General Director



Nguyễn Thị Huyền Thương

NAGAKAWA GROUP JOINT STOCK COMPANY

Address: Xuan Thuong 1 Residential Area, Phuc Thang Ward, Phuc Yen City, Vinh Phuc Province, Vietnam

NOTE TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

as at 31 March 2025 and for the three-month period then ended

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS as at 31 March 2025 and for the three-month period then ended

I. OPERATION FEATURES

1. **Ownership form:** Nagakawa Group Joint Stock Company (hereinafter referred to as "the Company") is a joint-stock company.

2. **Business Sector:** Manufacturing, trading.

3. **Business activities:**

The business activities of the Company is:

- Manufacturing of consumer electronics products;
- Manufacturing of consumer electrical appliances. Details: Manufacturing of consumer electrical appliances, air conditioners;;
- Trading real estate properties, land use rights owned by the owner, user or lessee;
- Consultation, brokerage, real estate auction, land use rights auction;
- Construction of all types of houses;
- Construction of railways and roads;
- Construction of public works;
- Construction of other civil engineering works;
- Demolition and site preparation;
- Wholesale of computers, peripherals and software;
- Wholesale of electronic and telecommunications equipment and components;
- Wholesale of agricultural machinery, equipment and spare parts;
- Wholesale of other machinery, equipment and spare parts. Details: Purchase and sale of medical machinery and equipment; Purchase and sale of medical instruments; Wholesale of other machinery, equipment and spare parts;
- Wholesale of other construction materials and installation equipment;
- Installation of industrial machinery and equipment;
- Forging, stamping, pressing and rolling of metals; metal powder refining;
- Mechanical processing, treatment and coating of metals;
- Production of metal components;
- Production of iron, steel, cast iron;
- Installation of electrical systems;
- Installation of water supply, drainage, heating and air conditioning systems;
- Installation of other construction systems. Details: Design of ventilation, heating and air conditioning systems for construction works; installation of other construction systems;
- Production of medical, dental, orthopedic and rehabilitation equipment and instruments. Details: Production of medical and dental equipment and instruments (except dentures and prescription glasses);
- Production of other electrical equipment. Details: Production and trading of electrical machinery, equipment and electrical materials;
- Mining of iron ore (Enterprises only operate when they meet the conditions and are licensed by competent State agencies according to regulations);
- Mining and trading of stone, sand, gravel and clay;
- Warehousing and storage of goods. Details: Warehouse leasing; warehouse and storage of goods;

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- Mining of other non-ferrous metal ores (Enterprises only operate when they meet the conditions and are licensed by competent State agencies according to regulations);
- Transporting goods by road. Details: transporting goods by specialized vehicles;
- Buying and selling construction materials; Producing and buying and selling all kinds of refrigeration supplies; Buying and selling metals and metal ores; Producing garments; Producing knitted and crocheted clothing; Buying and selling fabrics, ready-made garments, footwear; Buying and selling garments, footwear, leather and imitation leather goods in specialized stores; Producing knitted fabrics, crocheted fabrics and other non-woven fabrics; Buying and selling scrap, metal and non-metal waste; Importing and exporting the Company's business items according to current regulations of the State./.

4. **Normal course of business cycle:** within 12 months.

5. **Characteristics of the business's operations during the three-month period that affect the interim consolidated financial statements:**

No.

6. **Structure of the Company:**

Subsidiaries:

<i>Company name</i>	<i>Head office address</i>	<i>Principal activities</i>	<i>Actual capital contribution ratio</i>	<i>Capital contribution rate according to Business Registration Certificate</i>
Nagakawa Investment and Development Technology Joint Stock Company	Xuan Thuong 1 Residential Group, Phuc Thang Ward, Phuc Yen City, Vinh Phuc Province	Retail, wholesale of electronic equipment and components, installation of air conditioning systems for construction projects	80%	80%
Nagakawa Da Nang Joint Stock Company	94 Nam Tran, Thanh Khe Tay Ward, Thanh Khe District, Da Nang City, Vietnam	Retail, wholesale of electronic equipment, components, household appliances	52%	52%
Nagakawa Ho Chi Minh City Joint Stock Company	25 Doan Thi Diem, Ward 01, Phu Nhuan District, Ho Chi Minh City, Vietnam	Retail, wholesale of electronic equipment, components, household appliances	51%	51%
Nagakawa Electronic Joint Stock Company	3rd Floor, Gold Tower Building, 275 Nguyen Trai, Thanh Xuan Trung Ward, Thanh Xuan District, Hanoi City, Vietnam	Retail, wholesale of electronic equipment, components, household appliances	51%	51 %
Viet Phuc Hung Yen Joint Stock Company	Vinh Bao Village, Vinh Khuc Commune, Van Giang District, Hung Yen Province, Vietnam	Started operating and continued investment in construction	97%	97%
Nagakawa High Technology Joint Stock Company	No. 56, Alley 92, Cau Buu Street, Residential Group 15, Kien Hung Ward, Ha Dong District, Hanoi	Information technology services and other services related to computers	55%	55%

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Joint ventures and associates:

<i>Company name</i>	<i>Head office address</i>	<i>Principal activities</i>	<i>Actual capital contribution ratio</i>	<i>Capital contribution rate according to Business Registration Certificate</i>
KLW Vietnam Garment Joint Stock Company	Xuan Thuong 1 Residential Group, Phuc Thang Ward, Phuc Yen City, Vinh Phuc Province, Vietnam	Garment processing	48%	48%

Dependent branch:

Branch name	Address	Principle activities
Nagakawa Group Joint Stock Company – Hanoi branch	3rd Floor, Gold Tower Building, 275 Nguyen Trai, Thanh Xuan Trung Ward, Thanh Xuan District, Hanoi.	Retail, wholesale of electronic equipment, components, household appliances

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7. **Statement on comparability of the interim consolidated financial statements:** The interim consolidated financial statements as at 31 March 2025 and for the three-month period then ended are completely consistent and ensure comparability with the interim consolidated financial statements for the three-month period ending at 31 March 2024 and the consolidated financial statements for the fiscal year ending 31 December 2024.

II. FISCAL YEAR AND ACCOUNTING CURRENCY

1. Fiscal year

The Company's fiscal year starts on 1 January and ends on 31 December.

2. Accounting currency

The currency used in accounting is Vietnamese Dong (VND) because revenue and expenditure are mainly in VND.

III. ACCOUNTING STANDARD AND SYSTEM

1. Accounting system

The Company applies the Vietnamese Enterprise Accounting System issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance and circulars guiding the implementation of accounting standards and system of the Ministry of Finance.

2. Statement of Compliance with Accounting Standards and Accounting System

The Management ensures that the requirements of the Vietnamese Accounting Standards and the Vietnamese Enterprise Accounting System issued under Circular No. 200/2014/TT-BTC dated 22 December 2014 issued by the Ministry of Finance, as well as the circulars guiding the implementation of accounting standards and systems by the Ministry of Finance, have been fully complied with in the preparation of the Financial Statements.

3. Applied accounting documentation system

The Company's applied accounting documentation system is the General Journal system.

IV. ACCOUNTING POLICIES

1. Basis of preparing consolidated financial statements

The financial statements are prepared on an accrual basis (except for information related to cash flows).

The consolidated financial statements include the financial statements of Nagakawa Group Joint Stock Company (the parent company) and its subsidiaries. Subsidiaries are entities controlled by the parent company. Control exists when the parent company has the right to directly or indirectly influence the financial and operational policies of the subsidiaries to obtain economic benefits from its activities. In assessing control, the potential voting rights that are currently exercisable or convertible will be considered.

The results of operations of subsidiaries acquired or disposed of during the period are presented in the Consolidated Statement of Profit or Loss from the date of acquisition or up to the date of disposal of the investment in the subsidiary.

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In the event that the accounting policies of subsidiaries is different from the accounting policies consistently applied in the Group, the financial statements of the subsidiaries will be appropriately adjusted before being used for the preparation of the consolidated financial statements.

The balances of accounts on the balance sheets between companies within the Group, internal transactions, and unrealized internal profits arising from these transactions are eliminated in the preparation of the consolidated financial statements. Unrealized losses arising from internal transactions are also eliminated unless the costs that resulted in the loss are not recoverable.

The interests of non-controlling shareholders represent the portion of the profit and net assets of the subsidiaries not held by the parent company's shareholders and are presented separately in the Consolidated Statement of Profit or Loss and the Consolidated Balance Sheet. The interests of minority shareholders include the value of the minority shareholders' interests at the date of the initial business combination and their share of the changes in equity since the date of the business combination. Losses corresponding to the minority shareholders' portion of equity exceeding their share of the subsidiary's equity are charged against the Group's interest, unless the minority shareholders have a binding obligation and the ability to absorb those losses.

2. Cash and cash equivalents

Cash includes cash on hand, demand deposits in banks, monetary gold used for the purpose of storing value excluding gold classified as inventory used as raw materials for product manufacturing or goods for sale.

Cash equivalents are short-term investments with a maturity or due date of not more than 3 months from the date of purchase, easily convertible into a known amount of cash, and subject to insignificant risk of changes in cash.

3. Exchange rates applied in accounting and principles for recording exchange rate differences

The company has transactions in foreign currencies: USD.

Exchange rate differences arising during the period and those from the revaluation of foreign currency-denominated monetary items at the end of the period are recognized as income or expenses in the period. The revaluation of foreign currency-denominated balances at the end of the period is carried out in accordance with Circular 200/2014/TT-BTC dated 22 December 2014, issued by the Ministry of Finance.

Transactions in foreign currencies are converted at the exchange rate on the transaction date. The balances of foreign currency-denominated monetary items at the end of the period are revalued at the exchange rate on the financial period-end date.

Exchange rate differences arising during the period from foreign currency transactions of monetary items and those from the revaluation of foreign currency-denominated monetary items at the end of the period, after offsetting gains and losses, are recognized in financial income or financial expenses.

Particularly in the construction investment period to form fixed assets before the Company enters into production and business activities (pre-operation period), the exchange rate difference arising when paying for foreign currency items to carry out construction investment and the exchange rate difference arising when re-evaluating foreign currency items at the end of the accounting period are reflected cumulatively on the Balance Sheet (index Exchange rate difference). This exchange rate difference is gradually allocated to financial revenue or financial expenses within a period of no more than 5 years from the date the project is put into operation.

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The exchange rate used to convert foreign currency transactions is the actual exchange rate at the transaction date applied by the commercial bank where the Company conducts transactions. The exchange rate used to revalue the balances of foreign currency-denominated monetary items at the end of the period is the buying rate of the commercial bank or the average buying rate of commercial banks where the Company opens accounts at the end of the accounting period.

4. Accounting principles for investments

Held-to-maturity investments

Investments are classified as held-to-maturity investments when the Company has both the intention and the ability to hold it until maturity. Held-to-maturity investments include term deposits (including treasury bills and promissory notes), bonds, preferred shares that the issuer is obligated to repurchase at a specific future date, and loans held to maturity for the purpose of earning periodic interest, as well as other held-to-maturity investments.

Held-to-maturity investments are initially recognized at cost, including the purchase price and any related transaction costs. After initial recognition, these investments are recorded at their recoverable value. Interest income from held-to-maturity investments after the purchase date is recognized in the Income Statement on an accrual basis. Interest earned before the Company acquires the investment is deducted from the initial cost at the time of purchase.

When there is conclusive evidence that a portion or the entire investment may not be recoverable, and the loss can be reliably measured, the loss is recognized as a financial expense for the period and directly deducted from the investment's value.

Investments in subsidiaries, joint ventures, and associates

Subsidiaries

Subsidiaries are companies controlled by the Company. Control is achieved when the Company has the ability to govern the financial and operating policies of the investee to derive economic benefits from its activities.

Joint ventures

Joint ventures are companies established based on a contractual agreement in which the Company and other participating parties undertake economic activities under joint control. Joint control means that strategic decisions related to the joint venture's financial and operating policies require unanimous consent from all participating parties.

Associates

Associates are companies in which the Company has significant influence but does not have control over its financial and operating policies. Significant influence is the power to participate in decision-making regarding the financial and operating policies of the investee but does not include control over those policies.

Investments in subsidiaries, joint ventures, and associates are initially recognized at cost, including the purchase price or contributed capital, along with any directly attributable investment costs. If the investment is made using non-monetary assets, the investment cost is recorded at the fair value of the non-monetary assets at the transaction date.

Dividends and profits from periods before the investment acquisition are deducted from the investment's value. Dividends and profits from periods after the investment acquisition are recognized as revenue. Dividends received in the form of shares are only recorded as an increase in the number of shares held, without recognizing their value / are recorded at their par value.

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A provision for impairment of investments in subsidiaries, joint ventures, and associates is recognized when these entities incur losses. The provision amount is determined as the difference between the actual contributed capital of all parties in the subsidiary, joint venture, or associate and the entity's actual equity, multiplied by the Company's ownership percentage relative to the total actual contributed capital. If the subsidiary, joint venture, or associate is required to prepare consolidated financial statements, the basis for determining the impairment provision is the consolidated financial statements.

Increases or decreases in the provision for impairment of investments in subsidiaries, joint ventures, and associates that need to be recognized at the financial period-end are recorded as financial expenses.

5. Trade receivables and other receivables

Trade receivables and other receivables are recognized based on actual amounts incurred. Receivables are presented at their carrying amount, net of any allowance for doubtful debts.

The classification of receivables as trade receivables, internal receivables and other receivables is carried out according to the following principles:

- Trade receivables reflect trade-related receivables arising from purchase-sale transactions between the company and buyers who are independent parties from the Company, including receivables from entrusted export sales to other parties.
- Internal receivables represent amounts receivable from dependent units that do not have legal entity status and operate under the Company's accounting system.
- Other receivables reflect non-trade receivables that are not related to purchase-sale transactions.

A provision for doubtful debts is established for each doubtful receivable based on the overdue age of the debts or the estimated potential loss, as specified below:

- For overdue receivables:
 - 30% of the value for receivables overdue from 6 months to less than 1 year.
 - 50% of the value for receivables overdue from 1 year to less than 2 years.
 - 70% of the value for receivables overdue from 2 years to less than 3 years.
 - 100% of the value for receivables overdue for 3 years or more.

For receivables that are not yet overdue but are unlikely to be recovered: the provision is established based on the estimated potential loss.

6. Inventories

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

The cost of inventories is determined as follows:

- Raw materials, goods: include purchase costs and other directly attributable costs incurred to bring the inventory to its current location and condition.
- Finished goods include the cost of raw materials, direct labor, and related manufacturing overhead allocated based on normal operating capacity.
- Work-in-progress costs include only the costs of main raw materials, labor costs, depreciation of assets used in production activities, and other manufacturing overheads related to production operations.

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Net realizable value is the estimated selling price of inventories in the normal course of production and business operations, minus the estimated costs of completion and the estimated costs necessary to sell them.

The value of inventory is determined using the weighted average method and is accounted for using the perpetual inventory system.

A provision for inventory devaluation is established for each inventory item whose cost exceeds its net realizable value. For unfinished services, the provision is determined based on each type of service with a separate pricing structure. Increases or decreases in the provision for inventory devaluation that need to be recognized at the financial year-end are recorded in cost of goods sold.

7. Tangible fixed assets

a) Principles of recording and depreciating tangible fixed assets

Tangible fixed assets are presented at cost less accumulated depreciation. The cost of tangible fixed assets includes all expenses incurred by the company to acquire the asset and bring it into a condition ready for use. Costs incurred after initial recognition are only added to the cost of tangible fixed assets if these costs are expected to result in future economic benefits from the use of the asset. Costs that do not meet this condition are immediately recognized as expenses.

When tangible fixed assets are sold or disposed of, the cost and accumulated depreciation are removed, and any resulting gain or loss from the disposal is recognized as income or expense in the period.

Tangible fixed assets are depreciated using the straight-line method based on the estimated useful life. The depreciation periods for various types of tangible fixed assets are as follows:

<u>Type of fixed assets</u>	<u>Number of years</u>
Buildings and structures	10 - 25
Machineries and equipment	06 - 10
Means of transportation	06 - 08
Office equipment	03-05
Others	05

8. Intangible Assets

Intangible assets are presented at their cost less accumulated amortization.

The cost of an intangible asset includes all expenses incurred by the Company to acquire the asset until it is ready for use. Expenses related to intangible assets incurred after initial recognition are recognized as production or business expenses for the period, unless these costs are directly associated with a specific intangible asset and enhance its economic benefits.

When an intangible asset is sold or disposed of, its cost and accumulated amortization are removed from the books, and any resulting gain or loss from the disposal is recognized as income or expense in the year.

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The Company's intangible assets include:

Land use rights

Land use rights refer to all actual costs incurred by the Company directly related to the use of land, including: expenses for acquiring land use rights, compensation costs, site clearance costs, land leveling costs, and registration fees,....

The land use rights of the Company are depreciated as follows:

- Legal transfer acquisition: Depreciated using the straight-line method based on the land lease term. Land use rights with no specified time limit are not subject to depreciation.

Computer software

Costs related to computer software programs that are not integral to the associated hardware should not be capitalized. The cost of computer software is the total amount the Company has spent up until the software is ready for use. The computer software is amortized using the straight-line method over a period of 5 years.

9. Prepaid expenses

Prepaid expenses are recognized as costs that have been incurred but relate to the operating results of multiple accounting years, with these costs being allocated to the operating expenses of future accounting years.

Tools and equipment

Tools and equipment that are put into use are amortized over a straight-line basis with an allocation period not exceeding 3 years.

Major repairs

Major repairs of factories are allocated to expenses using the straight-line method over a period not exceeding 03 years.

Goodwill

Goodwill arising in business combinations resulting in a parent-subsidiary relationship is amortized to expense on a straight-line basis over 10 years.

10. Principles of accounting for payables

Payables are recorded in detail by payment term, partner, original currency and other factors according to the management needs of the enterprise.

Payables that satisfy the definition of foreign currency items are revalued at the end of the period when preparing the Financial Statements.

11. Borrowings and financial leases

The company must closely monitor the repayment terms of borrowings and financial leases. Payable amounts with a repayment period of more than 12 months from the reporting date are classified as long-term borrowings and financial leases. Amounts due for repayment within the next 12 months from the reporting date are classified as short-term borrowings and financial leases to facilitate payment planning.

For financial leases, the total lease liabilities reflected on the credit side of account 341 is the total amount payable, calculated as the present value of the minimum lease payments or the fair value of the leased asset.

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Borrowings and financial leases in foreign currencies must be converted into the accounting currency at the actual exchange rate at the transaction date;

- When repaying foreign currency borrowings and financial leases, the debit side of account 341 is converted according to the actual exchange rate recorded in the accounting books for each specific item;

- When preparing the financial statements, the balances of foreign currency borrowings and financial leases must be revalued according to the actual exchange rate at the reporting date.

- The exchange rate differences arising from the settlement and revaluation at the end of the period of foreign currency borrowings and financial leases are recognized in the financial income or financial expenses.

12. Construction in progress

Construction in progress reflects costs directly related (including interest expenses in accordance with the Company's accounting policy) to assets under construction, machinery and equipment being installed for production, leasing, and management purposes, as well as costs related to the repair of fixed assets under renovation. These assets are recorded at cost and are not subject to depreciation.

13. Payables and accrued

Payables and accrued expenses are recognized for amounts owed in the future related to goods and services that have been received. Accrued expenses are recognized based on reasonable estimates of the amounts payable.

The classification of payables as trade payables, accrued expenses, and other payables is carried out according to the following principles:

- Accounts payable to suppliers reflect trade payables arising from transactions involving the purchase of goods, services, and assets, where the supplier is an independent entity from the Company. This includes payables arising from imports through a consignee.
- Accrued expenses reflect amounts owed for goods or services received from the supplier or provided to the buyer but not yet paid due to the absence of invoices or incomplete accounting documentation. It also includes payables to employees for wages, vacation pay, and other production or business expenses that need to be accrued.
- Internal payables reflect amounts owed between the parent company and its dependent branches that do not have legal status and are dependent on the parent company's accounting system.

Other payables reflect amounts owed that are non-commercial in nature and not related to the purchase, sale, or provision of goods and services.

14. Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) arising from a past event, and the settlement of this obligation is expected to result in an outflow of economic benefits, with the value of the obligation being reliably estimated.

If the time value is material, the provision will be determined by discounting the future amount required to settle the obligation using a pre-tax discount rate, reflecting current market assessments of the time value of money and the specific risks of the obligation. The increase in the provision due to the passage of time is recognized as a financial expense.

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The Company's provisions payable include:

Provision for product warranties

Provision for product warranties is made for each type of product or goods with warranty commitments.

The provision for product warranties is set at 0.5% - 1% of the revenue from the products and goods. This ratio is estimated based on historical warranty cost data from previous years and the weighted probability of all possible outcomes with their corresponding probabilities. Increases or decreases in the warranty provision that need to be recognized at the financial year-end are recorded as selling expenses.

Provision for construction warranties

Provision for construction warranties are made for each construction project with warranty commitments.

The provision for construction warranties is set at 5% of the revenue from construction projects that require warranty. This ratio is estimated based on historical warranty cost data from previous years and the weighted probability of all possible outcomes with their corresponding probabilities. When the warranty period expires, any unused or partially used construction warranty provision is recognized as other income.

15. Owners' Equity

Issued share capital

Issued share capital is recognized based on the actual amount contributed by shareholders.

Share premium

Share premium is recognized as the difference between the issue price and the par value of the shares when they are initially issued, when additional shares are issued, the difference between the reissue price and the book value of treasury shares, and the equity component of convertible bonds upon maturity. Direct costs related to the issuance of additional shares and the reissue of treasury shares are deducted from the share premium.

Other owners' capital

Other owners' capital is formed from additions from business operations, asset revaluation, and the remaining value between the fair value of donated, gifted, or funded assets after deducting any related taxes payable (if applicable).

Treasury shares

When the company repurchases its own shares, the amount paid, including related transaction costs, is recognized as treasury shares and reflected as a deduction in shareholders' equity. Upon reissue, the difference between the reissue price and the book value of the treasury shares is recorded under the "Share Premium".

Undistributed profits

It reflects business results (profit, loss) after corporate income tax and the situation of profit distribution or loss of the enterprise.

Other funds

Other funds are set aside and used according to the Company Charter and the Resolution of the annual General Meeting of Shareholders.

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16. Profit distribution

The net profit after corporate income tax is distributed to shareholders after setting aside funds in accordance with the resolutions of the company's general meeting of shareholders and the regulations of the law.

The distribution of profits to shareholders takes into account non-cash items within the undistributed after-tax profit that may affect cash flow and the ability to pay dividends, such as gains from revaluation of assets contributed as capital, gains from revaluation of monetary items, financial instruments, and other non-cash items.

Dividends are recognized as a liability when approved by the General Meeting of Shareholders.

17. Recognition of revenue and income

Revenue from the sale of goods

Revenue from the sale of goods are recognized when the following conditions are simultaneously met:

- The enterprise has transferred most of the risks and rewards associated with the ownership of the goods to the buyer.
- The enterprise no longer retains control over the goods as the owner or has control over the goods.
- The revenue is determined to be reasonably certain. When the contract stipulates that the buyer has the right to return the purchased products or goods under specific conditions, revenue is only recognized when those specific conditions no longer exist, and the buyer no longer has the right to return the goods (except in cases where the customer has the right to return goods in exchange for other goods or services).
- The enterprise has received or will receive economic benefits from the sales transaction.
- The costs related to the sales transaction can be reliably estimated.

Revenue from service provision

The revenue from service provision are recognized when the outcome of the transaction can be reliably determined. In cases where the service is performed over multiple periods, the revenue is recognized in the period based on the extent of work completed as of the end of the accounting period. The outcome of the service provision transaction is determined when all of the following conditions are met:

- The revenue is determined to be reasonably certain. When the contract specifies that the buyer has the right to return the purchased service under certain conditions, revenue is only recognized when those specific conditions no longer exist, and the buyer no longer has the right to return the provided service.
- There is a possibility of obtaining economic benefits from the service provision transaction.
- The portion of work completed as of the end of the financial year can be determined.
- The costs incurred for the transaction and the costs to complete the service provision transaction can be determined.

Interest income

Interest income is recognized on an accrual basis and is determined based on the balance of deposit accounts and the actual interest rate for each period.

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18. Accounting principles for revenue deductions

Revenue deductions include: Trade discounts, sales discounts, and sales returns.

Trade discounts, sales discounts, and sales returns that occur in the same period as the sale of products, goods, or services are adjusted to reduce the revenue of the period in which they arise;

In cases where products, goods, or services have been sold in previous periods, and trade discounts, sales discounts, or sales returns occur in a later period, the company is allowed to reduce revenue based on the principle of adjusting the revenue in the period in which the discount, allowance, or return is recognized:

+ If products, goods, or services that were consumed in previous periods require a price reduction, a trade discount, or are returned, but the events occur before the financial report is issued, accounting must treat this as an event requiring adjustment after the balance sheet date and reduce revenue in the financial statements of the reporting period (the previous period).

+ In the case where products, goods, or services are subject to price reductions, trade discounts, or returns after the financial report has been issued, the company must reduce the revenue of the period in which the event occurs (the subsequent period).

19. Cost of Goods Sold

The cost of goods sold for the year is recognized in accordance with the revenue generated during the period and ensures compliance with the prudence principle.

For direct material costs that exceed normal consumption, labor costs, and fixed production overheads that are not allocated to the value of goods in inventory, accounting must immediately include them in the cost of goods sold (after deducting any compensation, if applicable), even when the products or goods have not been recognized as sold.

The provision for inventory write-down is included in the cost of goods sold based on the quantity of inventory and the difference between the net realizable value and the original cost of the inventory. When determining the volume of inventory to be written down, accounting must exclude inventory that has been contracted for sale (with a net realizable value not lower than its carrying value) but has not yet been transferred to the customer, if there is reliable evidence that the customer will not withdraw from fulfilling the contract.

20. Financial expenses

It reflects financial operating costs, including expenses or losses related to financial investment activities, loan and borrowing costs, joint venture and affiliate capital contribution costs, short-term securities disposal losses, securities transaction costs; provision for impairment of trading securities, provision for investment losses in other entities, losses arising from the sale of foreign currencies, and foreign exchange rate losses....

21. Selling expenses and administrative expenses

Selling expenses reflect the actual costs incurred during the process of selling products, goods, or providing services, including costs for offering, product promotion, advertising, sales commissions, product warranty costs (excluding construction activities), storage, packaging, and transportation costs...

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Administrative expenses reflect the general management costs of the company, including expenses for the salaries of company management staff (wages, salaries, allowances, etc.); social insurance, health insurance, trade union funds, and unemployment insurance for the company's management staff; office materials, labor tools, and depreciation of fixed assets used for company management; land rent, business license tax; provisions for doubtful accounts receivable; outsourced services (electricity, water, telephone, fax, property insurance, fire insurance, etc.); and other cash expenses (entertainment, client meetings, etc...).

22. Corporate income tax

Current income tax

Current income tax is the tax calculated based on taxable income. The taxable income differs from accounting profit due to adjustments for temporary differences between tax and accounting, non-deductible expenses, as well as adjustments for income that is exempt from tax and carried-forward losses.

The current statutory corporate income tax rate applicable to the Company is 20%.

Deferred income tax

Deferred income tax is the income tax that will be paid or refunded due to temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the tax base. Deferred income tax liabilities are recognized for all taxable temporary differences. Deferred income tax assets are recognized only when it is probable that there will be sufficient taxable profits in the future to utilize the temporary differences that can be deducted.

The carrying amount of deferred income tax assets is reviewed at the end of each fiscal year and is reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow the benefit of some or all of the deferred tax asset to be utilized. Deferred income tax assets that have not been previously recognized are reviewed at the end of each fiscal year and are recognized when it becomes probable that sufficient taxable profits will be available to utilize the unrecognized deferred tax assets.

Deferred income tax assets and deferred income tax liabilities are determined based on the tax rates expected to apply in the years when the asset is realized or the liability is settled, using the tax rates enacted at the end of the fiscal year. Deferred income tax is recognized in the statement of profit or loss and is only directly recognized in equity when the tax is related to items recognized directly in equity.

Deferred income tax assets and deferred income tax liabilities are offset when:

- The company has the legal right to offset the current income tax assets with the current income tax liabilities payable.
- The deferred income tax assets and deferred income tax liabilities are related to corporate income tax managed by the same tax authority.

The company intends to settle the current income tax liabilities and current income tax assets on a net basis or recover the assets simultaneously with the settlement of liabilities in each future period when the significant amounts of deferred income tax liabilities or deferred income tax assets are settled or recovered.

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23. Financial instruments

i. Financial assets

Classification of Financial Assets

The company classifies financial assets into the following categories: financial assets measured at fair value through profit or loss, held-to-maturity investments, loans and receivables, and available-for-sale financial assets. The classification of these financial assets depends on the nature and purpose of the financial asset and is determined at the time of initial recognition.

Financial assets are recognized at fair value through the income statement

Financial assets are classified as measured at fair value through profit or loss if they are held for trading or are designated as fair value through profit or loss at initial recognition.

Financial assets are classified as held-for-trading securities if:

- Purchased or created primarily for the purpose of selling in the short term;
- The company intends to hold them for the purpose of short-term profit;
- Derivative financial instruments (except for derivative financial instruments designated as a financial guarantee contract or an effective hedging instrument).

Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and a fixed maturity date that the company intends and has the ability to hold until maturity.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not listed on the market.

Ready-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are designated as available for sale or are not classified as financial assets measured at fair value through profit or loss, held-to-maturity investments, or loans and receivables.

The initial carrying amount of a financial asset

Financial assets are recognized on the purchase date and derecognized on the sale date. At the initial recognition, the financial asset is determined at the purchase price/issuance cost plus any other costs directly attributable to the acquisition or issuance of the financial asset.

ii. Financial liabilities

The company classifies financial liabilities into the following categories: financial liabilities measured at fair value through profit or loss, and financial liabilities measured at amortized cost. The classification of financial liabilities depends on the nature and purpose of the liability and is determined at the time of initial recognition.

Financial liabilities measured at fair value through profit or loss

Financial liabilities are classified as measured at fair value through profit or loss if they are held for trading or are designated as fair value through profit or loss at initial recognition.

Financial liabilities are classified as held-for-trading securities if:

- Issued or created primarily for the purpose of repurchasing in the short term;
- The company intends to hold them for the purpose of short-term profit;
- Derivative financial instruments (except for derivative financial instruments designated as a financial guarantee contract or an effective hedging instrument).

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Financial liabilities measured at amortized cost

Financial liabilities measured at amortized cost are determined by the initial carrying amount of the financial liability, less any principal repayments, plus or minus the cumulative amortization of the difference between the initial carrying amount and the maturity value, calculated using the effective interest method, less any impairments (either directly or through the use of a provision account) due to a decrease in value or non-recovery.

The effective interest method is the method used to calculate the amortized cost of a financial liability or group of financial liabilities and allocate interest income or expense over the relevant period. The effective interest rate is the rate that discounts the estimated future cash flows that will be paid or received throughout the expected life of the financial instrument, or shorter if necessary, to the net present value of the financial liability.

The initial carrying amount of a financial liability

At initial recognition, financial liabilities are determined at the issue price plus any directly attributable costs incurred in issuing the financial liability.

iii. Equity instruments

Equity instruments are contracts that represent a residual interest in the assets of the company after deducting all liabilities.

24. Segment report

A business segment is a distinguishable part that engages in the production or provision of goods or services and has risks and economic benefits that are different from those of other business segments.

A geographical segment is a distinguishable part that engages in the production or provision of goods or services within a specific economic environment and has risks and economic benefits that are different from those of business segments in other economic environments.

25. Related parties

Parties are considered related if one party has the ability to control or exert significant influence over the other party in making financial and operating policy decisions. Parties are also considered related if they share joint control or significant common influence.

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

Transactions with related parties during the year are presented in note VIII.1

V. SUPPLEMENTARY INFORMATION FOR ITEMS PRESENTED IN THE INTERIM CONSOLIDATED BALANCE SHEET

1. Cash and cash equivalents

	Ending balance	Beginning balance
Cash on hand	34,414,800,107	8,303,763,064
Cash at banks	16,878,814,087	13,342,646,828
Cash equivalents	50,000,000,000	50,000,000,000
Total	101,293,614,194	71,646,409,892

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2. Investments**a) Short-term investments**

	Ending balance		Beginning balance	
	Cost	Carring value	Cost	Carring value
Term deposits (*)	330,013,638,674	330,013,638,674	326,625,754,419	326,625,754,419
Total	330,013,638,674	330,013,638,674	326,625,754,419	326,625,754,419

(*) Deposits at banks with term from 3 months to less than 1 year:

+ Vietnam Joint Stock Commercial Bank for Investment and Development - Hanoi Branch: VND 40,735,000,000.

+ Vietnam Joint Stock Commercial Bank for Industry and Trade – Thanh An Branch: VND 91,820,546,000.

+ Military Commercial Joint Stock Bank – Thang Long Branch - Le Trong Tan Transaction Office: VND 37,800,000,000.

+ Vietnam International Commercial Joint Stock Bank – Dong Da Branch: VND 33,500,000,000.

+ Joint Stock Commercial Bank for Foreign Trade of Vietnam – Hoang Mai Branch: VND 6,158,092,674.

+ Kasikorn Bank Public Company Limited – Ho Chi Minh Branch: VND 70,000,000,000.

+ Vietnam Export Import Commercial Joint - Stock Bank: VND 50,000,000,000.

These deposits are being used to secure loans with the above-mentioned banks. (Note V.18)

b) Long-term investments

	Ending balance		Beginning balance	
	Ownership percentage according to the Business Registration Certificate	Value	Ownership percentage according to the Business Registration Certificate	Value
Investment in joint ventures and associates		28,783,788,923		28,134,609,114
KLW Vietnam Garment Joint Stock Company (*)	48 %	28,783,788,923	48 %	28,134,609,114
Held-to-maturity investments		20,000,000,000		20,000,000,000
Bonds of Vietnam Joint Stock Commercial Bank for Industry and Trade - Thanh An Branch (**)		20,000,000,000		20,000,000,000
Total		48,783,788,923		48,134,609,114

(*) This is a capital contribution to KLW Vietnam Garment Joint Stock Company with an ownership ratio according to the Business Registration Certificate of 48% equivalent to 12,000,000 shares, worth VND 12,000,000,000. As at 31 March 2023, the Company has fully contributed VND 12,000,000,000. According to the Board of Directors' Resolution No. 08/HDQT/NQ-NAG dated 2 August 2024, the Company has contributed an additional VND 12,000,000,000, increasing the total charter capital owned by the Company at KLW Vietnam Garment Joint Stock Company to VND 24,000,000,000, accounting for 48% of the charter capital. This investment is adjusted to be recorded under the equity method as follows:

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	<u>Ending balance</u>	<u>Beginning balance</u>
The cost of the investment	24,000,000,000	24,000,000,000
Ownership percentage	48%	48%
Increase/decrease in the investment value due to consolidation using the equity method	4,783,788,923	4,134,609,114
The investment value at the end of the period	<u>28,783,788,923</u>	<u>28,134,609,114</u>

(**) It is the purchase of bonds from Vietnam Joint Stock Commercial Bank for Industry and Trade – Thanh An Branch, according to bond ownership certificate number CTG2232T2/01-1269, issued on 20 July 2023, with a maturity date of 20 July 2033. The quantity of bonds is 200,000, bonds with a value of VND 20,000,000,000. These bonds are currently pledged as collateral for a loan at Vietnam Joint Stock Commercial Bank for Industry and Trade – Thanh An Branch.

3. Short-term trade receivables

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Receivables from other parties</i>	<u>523,024,292,001</u>	<u>410,181,287,521</u>
Anh Vu International Economic Development Co., Ltd	157,536,100,167	130,040,453,329
Investment Project Management Board for Civil and Industrial Construction of Hanoi	3,113,328,000	3,113,328,000
MK Vietnam Investment Joint Stock Company	11,820,787,843	10,471,661,043
An Thinh Phat Trading and Development Import Export Company Limited	193,869,500	193,869,500
Investment Project Management Board for Construction of cultural and Social works of Hanoi city	871,902,000	871,902,000
Bay Loi Development Trading Joint Stock Company	1,852,321,197	12,087,636,197
Others customers	347,635,983,294	253,402,437,452
Total	<u>523,024,292,001</u>	<u>410,181,287,521</u>

(*) In which, the receivables from customers are provisioned as shown in Appendix No. 01.

4. Short-term advances to suppliers

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Advances to other suppliers</i>	<u>8,548,258,541</u>	<u>32,794,597,855</u>
NINGBO AUX ELECTRIC CO., LTD (Naga - USD)	445,180,359	-
PENSEUR INDUSTRIES SDN BHD (587108-T)	-	6,404,962,305
Other suppliers	8,103,078,182	19,984,673,245
Total	<u>8,548,258,541</u>	<u>32,794,597,855</u>

(**) In which, the advance balance are provisioned as shown in Appendix No. 01.

5. Short-term loan receivables

	<u>Ending balance</u>	<u>Beginning balance</u>
Mr. Bui Van Tu	5,000,000,000	5,000,000,000
KLW Vietnam Garment Joint Stock Company (related party)	23,813,960,000	22,996,000,000
Ms. Ngo Thi My Nhat	2,500,000,000	2,500,000,000
Other loan receivables	4,600,000,000	4,600,000,000
Total	<u>35,913,960,000</u>	<u>35,096,000,000</u>

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6. Other short-term receivables

	<u>Ending balance</u>	<u>Beginning balance</u>
Advance payments	300,625,117	117,147,504
Deposits	365,271,335	828,271,335
Interest receivables from term deposits and loans	5,999,685,174	7,439,247,913
Other short-term receivables	5,669,582,071	4,675,063,389
Total	12,335,163,697	13,059,730,141

7. Inventories

	<u>Ending balance</u>		<u>Beginning balance</u>	
	<u>Cost</u>	<u>Provision</u>	<u>Cost</u>	<u>Provision</u>
Goods in transit	-	-	34,132,326,855	-
Raw materials	225,864,993,077	-	205,258,368,930	-
Tools and supplies	568,722,516	-	533,938,080	-
Work in progress	1,105,714,338	-	2,327,596,059	-
Finished goods	3,197,141,782	-	3,197,141,782	-
Merchandise	600,294,590,559	(4,212,790,937)	478,924,194,075	(4,212,790,937)
Goods on consignment	18,975,581,066	-	18,975,581,066	-
Total	850,006,743,338	(4,212,790,937)	743,349,146,847	(4,212,790,937)

8. Prepaid expenses**a) Short-term prepaid expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
Tools and equipment	63,016,369	37,961,009
Product conformity certification	60,970,358	36,728,494
Property insurance	109,687,770	66,075,823
Advertising signs, shelves and product display walls	3,750,990,043	2,259,593,333
Software maintenance fee	253,214,867	152,536,429
Electrical and electronic testing	537,899,104	324,029,980
Others	384,203,239	231,443,717
Total	5,159,981,751	3,108,368,785

b) Long-term prepaid expenses

	<u>Ending balance</u>	<u>Beginning balance</u>
Tools and equipment	339,349,775	528,707,972
Prepaid land rentals	457,679,335	713,065,783
Advertising signs	1,872,812,745	2,917,847,898
Repair and renovation	12,333,096	19,215,000
Computer software costs	42,290,450	65,888,649
Other long-term prepaid expenses	94,189,728	146,747,880
Total	2,818,655,129	4,391,473,182

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9. Tangible fixed assets

	Buildings and structures	Machineries and equipment	Means of transportation	Office equipment	Others	Total
Cost						
Beginning balance	108,766,281,270	36,692,632,797	23,739,063,117	9,027,813,725	872,454,963	179,098,245,872
Newly purchase	109,850,204	-	-	-	-	109,850,204
Ending balance	108,876,131,474	36,692,632,797	23,739,063,117	9,027,813,725	872,454,963	179,208,096,076
<i>In which:</i>						
Fully depreciated but still in use	8,382,256,282	28,752,666,444	7,813,457,290	456,123,780	803,353,985	46,207,857,781
Accumulated depreciation						
Beginning balance	40,721,201,775	30,098,970,746	17,557,571,282	1,945,824,796	834,153,713	91,157,722,312
Depreciation for the period	1,650,078,747	227,489,501	622,199,990	224,610,271	4,596,150	2,728,974,659
Ending balance	42,371,280,522	30,326,460,247	18,179,771,272	2,170,435,067	838,749,863	93,886,696,971
Net carrying amount						
Beginning balance	68,045,079,495	6,593,662,051	6,181,491,835	7,081,988,929	38,301,250	87,940,523,560
Ending balance	66,504,850,952	6,366,172,550	5,559,291,845	6,857,378,658	33,705,100	85,321,399,105

+ Some assets with the cost and net carrying amount of VND 70,292,398,839 and VND 14,114,771,713, respectively, are pledged at the Bank for Investment and Development of Vietnam – Hanoi Branch, including the entire factory used for air conditioner production.

+ Fixed assets are a Mercedes vehicle with license plate number 30F-840.98 and a Mercedes-Benz vehicle with license plate number 30F-798.91, with the cost and net carrying amount of VND 3,305,978,182 and VND 272,437,068, respectively. Additionally, a Mercedes vehicle with license plate number 30G-381.66, with the cost and net carrying amount of VND 3,799,952,727 and VND 951,690,681, respectively, are pledged at Vietnam Joint Stock Commercial Bank for Industry and Trade – Thanh An Branch to secure the credit limit of the Company.

+ The office building with the cost and net carrying amount of VND 3,506,097,039 and VND 2,352,006,737, respectively, is pledged at Vietnam Joint Stock Commercial Bank for Industry and Trade – Thanh An Branch to secure the credit limit of the Company.

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10. Intangible fixed assets

	Land use rights (*)	Computer software	Total
Cost			
Beginning balance	4,614,795,919	4,072,212,600	8,687,008,519
Newly purchase	-	-	-
Ending balance	4,614,795,919	4,072,212,600	8,687,008,519
<i>In which:</i>			
Fully depreciated but still in use	-	133,962,600	133,962,600
Accumulated amortization			
Beginning balance	-	2,190,869,572	2,190,869,572
Amortization for the period	-	149,214,585	149,214,585
Ending balance	-	2,340,084,157	2,340,084,157
Net carrying amount			
Beginning balance	4,614,795,919	1,881,343,028	6,496,138,947
Ending balance	4,614,795,919	1,732,128,443	6,346,924,362

The assets are the land use rights, house ownership rights and other assets attached to the land of public constructions in Trung Nghia Residential Area, Hoa Minh Ward, Liem Chieu District, Da Nang according to land plot No. 125, map sheet No. 101, issue No. BG 952425, Certificate of Land Use Right Registration No. CT09311 issued by People's Committee of Da Nang city dated 16 November 2011. Cost of these assets is VND 4,614,795,919 and currently mortgaged at Asia Commercial Joint Stock Bank - Da Nang Branch.

11. Construction in progress

	Beginning balance	Increase during the period	Transferred to tangible fixed assets	Ending balance
Purchase of fixed assets	153,780,000	280,000,000	-	433,780,000
<i>Advertising film production and brand identity</i>	<i>153,780,000</i>			<i>153,780,000</i>
<i>Warranty management software</i>		<i>280,000,000</i>		<i>280,000,000</i>
Construction in progress	40,000,000	-	-	40,000,000
<i>Implementation of chemical prevention measures</i>	<i>40,000,000</i>	<i>-</i>		<i>40,000,000</i>
Total	193,780,000	280,000,000	-	473,780,000

12. Goodwill

Goodwill is amortized using the straight-line method over a period of 10 years.

	For the three-month period ended 31 March 2025	For the year ended 31 December 2024
Beginning balance	19,906,013,498	23,178,234,895
Goodwill arising during the period	-	-
Amortisation for the period	(818,055,349)	(3,272,221,397)
Total	19,087,958,149	19,906,013,498

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13. Short-term trade payables

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Trade payables to other suppliers</i>	383,481,117,663	182,004,186,374
Minh Long Electronics Trading and Production Company Limited	36,450,145,470	31,120,543,889
High - Technology Consultancy and Trading Comapny Limited	11,020,665,196	3,967,523,254
CJ Century Technology SDN.BHD	172,729,458,746	
PENSEUR INDUSTRIES SDN BHD (587108-T)	129,979,472,195	
UNICO CONSUMER PRODUCTS CO., LTD	26,708,442,077	
Others	6,592,933,979	146,916,119,231
Total	383,481,117,663	182,004,186,374

14. Short-term advance from customers

	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Advances from related parties</i>	807,276,449	3,471,566,449
KLW Vietnam Garment Joint Stock Company	807,276,449	3,471,566,449
<i>Advances from other parties</i>	13,399,480,392	11,306,839,174
Othes suppliers	13,399,480,392	11,306,839,174
Total	14,206,756,841	14,778,405,623

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15. Statutory obligations and receivables from the state

	Beginning balance		Incurred during the period		Closing balance	
	Payables	Receivables	Payables for the period	Payment made	Payables	Receivables
Value added tax	11,159,310,635	645,453	-	11,159,310,635	-	645,452
Value added tax on imported goods	2,184,768,123	-	62,505,033,875	64,689,801,998	-	-
Special consumption tax	1,658,361,125	-	60,678,651,731	60,644,161,367	1,692,851,489	-
Import and export tax	-	-	124,916,366	124,916,366	-	-
Corporate income tax	7,255,300,391	39,362,949	7,822,013,562	109,741,755	14,967,572,198	39,362,949
Personal income tax	324,542,897	-	765,619,097	653,255,903	436,906,091	-
Land rental fee	-	1,714,842	601,871,522	64,014	600,092,666	-
Environmental protection tax	13,666,667	-	18,666,667	18,666,667	13,666,667	-
Others	353,390,830	-	11,698,509	11,698,509	353,390,830	-
Total	22,949,340,668	41,723,244	132,528,471,329	137,411,617,214	18,064,479,941	40,008,401

Value added tax

The company pays value-added tax (VAT) under the credit-invoice method with a tax rate of 10%.

Import and export tax

The company declares and pays import and export tax according to Customs notice.

Special consumption tax

The company pays special consumption tax on air conditioning business activities which the air conditioners capacity under 90,000 BTU at a tax rate of 10%.

Corporate income tax

Corporate income tax is calculated based on taxable income for the year, with an applicable tax rate of 20%.

Land rental fee

Land rental fee is paid according to the notice of the tax authority.

Other taxes

The company declares and pays according to regulations.

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16. Accrued expenses

	Ending balance	Beginning balance
Accrued interest expenses	-	2,412,592,042
Accrued sales discount and promotion expenses	5,873,446,693	2,598,732,194
Others	1,296,765,600	177,390,598
Total	7,170,212,293	5,188,714,834

17. Short-term other payables

	Ending balance	Beginning balance
<i>Payables to related parties</i>	-	129,782,821
KLW Vietnam Garment Joint Stock Company – interest expense payables	-	129,782,821
<i>Payables to other companies and individuals</i>	74,382,833,969	2,772,450,848
Trade union funds	870,246,662	787,155,182
Social insurance	140,728,300	-
Health insurance	25,080,750	-
Unemployment insurance	11,035,800	-
Dividends payables	1,875,577,268	1,875,577,268
Others	71,460,165,189	109,718,398
Total	74,382,833,969	2,902,233,669

18. Short-term loans and finance leases

	Ending balance		Beginning balance	
	Carrying amount	Payable amount	Carrying amount	Payable amount
<i>Short -term loans from banks and individuals</i>	1,071,283,460,229	1,071,283,460,229	1,137,306,992,519	1,137,306,992,519
Short-term bank loans				
Vietnam Joint Stock Commercial Bank for Industry and Trade - Thanh An Branch (1)	369,812,013,008	369,812,013,008	385,276,762,665	385,276,762,665
Military Joint Stock Commercial Bank - Dien Bien Phu Branch (2)	61,694,740,610	61,694,740,610	79,963,217,714	79,963,217,714
Bank for Investment and Development of Vietnam - Hanoi Branch (3)	290,420,400,271	290,420,400,271	306,424,549,728	306,424,549,728
Vietnam International Commercial Joint Stock Bank - Dong Da Branch (4)	74,731,360,352	74,731,360,352	76,988,376,825	76,988,376,825
Kasikorn Bank Public Company Limited – Ho Chi Minh Branch (5)	198,900,315,168	198,900,315,168	187,337,034,666	187,337,034,666
Vietnam Export Import Commercial Joint Stock Bank (6)	75,724,630,820	75,724,630,820	99,917,050,921	99,917,050,921
Short-term loans from individuals				
Ms Bui Le Hang	-	-	1,400,000,000	1,400,000,000
Total	1,071,283,460,229	1,071,283,460,229	1,137,306,992,519	1,137,306,992,519

- (1) It is a loan from the Vietnam Joint Stock Commercial Bank for Industry and Trade (VietinBank) – Thanh An Branch, according to the credit limit loan agreement number 0103/2024-HĐCVHM/NHCT320-NAG dated 8 March 2024, with a total loan limit and the balance of guarantees, L/Cs issued at any given time not exceeding VND 400,000,000,000. The duration of the credit limit is 12 months from the signing date of the contract. The loan term for each disbursement does not exceed 7 months. The purpose of the loan is to supplement working capital for business operations. The interest rate is specified in each promissory note. The loan agreement is secured by:

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- + The ownership of the residential property and the right to use the residential land of the certificate No. 10111071095, the original record number 6586 2003 2640. 203, Decision No. QĐUB issued by the People's Committee of Hanoi City on 14 May 2002, to Ms. Dao Thi Soi and Mr. Nguyen Duc Kha, according to the Contract No. 02/2019/HĐBĐ/NHCT320-NAG dated 3 December 2019.
- + The land use rights for plot number 99, map sheet number 16, located at Dai Kim Ward, Hoang Mai District, Hanoi City, are granted under the land use rights certificate number AD537451, certificate number: 01674-2144 QD-UB issued by the People's Committee of Hoang Mai District, Hanoi City on 21 December 2005, to Mr. Do Quach Cuong. On 17 April 2015, the land registration office of Hoang Mai District confirmed the transfer to Mr. Nguyen Duc Kha and Ms. Dao Thi Soi according to file number 1181 dated 14 April 2015, based on mortgage contract number 02/2020/HĐBĐ/NHCT320-NAG dated 2 November 2020.
- + The bond issued by VietinBank (Vietnam Joint Stock Commercial Bank for Industry and Trade), bond code: CTG2232T2/01, with a total bond value of 20,000,000,000 VND, according to the bond pledge contract number: 2007/2023/HĐBĐ/NHCT320-TP-NAGAKAWA established on 20 July 2023.
- + The machineries and equipment owned by KLV Vietnam Garment Joint Stock Company, according to the movable property mortgage contract number 2804/2021/HĐBĐ/NHCT320-MAYMOCKLV dated 28 April 2021.
- + The Mercedes car, license plate number 30G-381.66, owned by Nagakawa Group Joint Stock Company, Hanoi Branch, according to the asset mortgage contract number 0309/2020/HĐBĐ/NHCT320-NAGAKAWA signed on 19 October 2020.
- + The entire inventories owned by Nagakawa Group Joint Stock Company, with a value of VND 60,000,000,000, according to the asset valuation report dated January 30, 2018, and the goods mortgage contract number 01/2018/HĐTC/NHCT320-NAG-HTK signed on February 6, 2018. According to the amendment document to the goods mortgage contract number 01/2020/HĐBĐ/NHCT320-NAG-HTK dated 21 January 2020, the parties agreed to re-evaluate the mortgaged asset value at VND 101,508,541,889.
- + The land use rights, ownership of the house, and other assets attached to the land with certificate number DE 216785, certificate registration number CS 31027, issued by the Department of Natural Resources and Environment of Hanoi City on 11 June 2022, are owned by Mr. Nguyen Manh Cuong and Ms. Nguyen Thi Huyen Thuong, according to the asset mortgage contract number 06/2022/HĐBĐ/NHCT320-CANHOR1 signed on 6 July 2022. The mortgaged asset value is 8,815,000,000 VND.
- + The land use rights and assets attached to the land at address number 5, alley 105, Xa Dan 2 lane, Nam Dong Ward, Dong Da District, Hanoi, according to the Certificate of Ownership of the House and Land Use Rights number 3835/2009/QĐ-08 issued by the People's Committee of Dong Da District on 10 November 2009; owners: Mr. Nguyen Manh Cuong and Ms. Nguyen Thi Huyen Thuong.
- + The term deposit contract at Vietnam Joint Stock Commercial Bank for Industry and Trade (VietinBank) with a total value of VND 94,420,546,000 is currently being mortgaged at the bank.
- (2) It is a loan from the Vietnam Military Joint Stock Commercial Bank – Dien Bien Phu Branch under the credit facility agreement number 257513.24.051.879737.TD dated 22, November 2024, with a credit limit value of VND 130 billion: a loan limit of VND 80 billion, a guarantee limit (excluding payment guarantees) of 50 billion VND, and an L/C issuance limit of 50 billion VND. The credit limit for the total of these limits is 80 billion VND; the loan and payment guarantee limit for the import of

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components/equipment for assembly is up to 30 billion VND. The credit limit validity period is until 21 October 2025, from the date of signing the contract, and the loan term is specified in the debt acknowledgment document but will not exceed 6 months. The loan purpose is to supplement working capital for the production and business activities of the customer in the fields of refrigeration, home appliances, and kitchen equipment. The interest rate, interest adjustment date, and interest adjustment period will be according to the debt acknowledgment document from the bank. The collateral includes:

+ The real estate according to the Land Use Rights Certificate number AI 272273 issued by the People's Committee of Hoang Mai District on 18 September 2007, to Ms. Dao Thi Soi.

+ The right to claim debts arising from the payment requests, debt reconciliation confirmation records, and VAT invoices, as specified in the mortgage contract number 126540.23.051.879737.BD dated 7 April 2023.

+ The term deposit contract at the Vietnam Military Joint Stock Commercial Bank – Thang Long Branch - Le Trong Tan Transaction Office, with a total value of VND 37,800,000,000, is currently being mortgaged at the bank.

(3) It is a loan from the Vietnam Investment and Development Bank - Hanoi Branch under the credit facility agreement number 01/2024/367653/HĐTD dated 15 September 2024, with a total credit limit at any time not exceeding VND 400,000,000,000. The credit limit includes the entire short-term loan balance under the contract 01/2023/367653/HĐTD dated 22 September 2023. The credit limit validity period is 12 months from the date of signing the contract. The interest rate for the loan is specified in each debt acknowledgment document, and the overdue interest rate is 150% of the applicable interest rate. The principal loan amount is to be repaid in full on the loan maturity date according to each debt acknowledgment document. The loan contract is secured by:

+ The real estate numbered HD03-16, Vinhomes Riverside 2 Ecological Urban Area, Phuc Dong Ward, Long Bien District, Hanoi City, according to the Land Use Rights Certificate, House Ownership Rights, and Other Assets Attached to the Land number CT274326, certificate registration number CT-DA 00886, issued by the Department of Natural Resources and Environment of Hanoi City on 30 August 2019, is owned by Anh Vu International Economic Development Co., Ltd, a capital contributor (as per the mortgage contract number 02/2019/367653/HĐBĐ dated 18 September 2019).

+ The entire factory on the land at plot number 340, map sheet number 26, Phuc Thang Ward, Phuc Yen, Vinh Phuc, owned by the company, according to the real estate mortgage contract number 03/2019/367653/HĐBĐ dated 18 November 2019.

+ The land use rights and assets attached to the land at address number 5, alley 105, Xa Dan 2 lane, Nam Dong Ward, Dong Da District, Hanoi, according to the Certificate of Ownership of the House and Land Use Rights number 3835/2009/QĐ-08 issued by the People's Committee of Dong Da District on 10 November 2009; owners: Mr. Nguyen Manh Cuong and Ms. Nguyen Thi Huyen Thuong, according to the mortgage contract number 01/2020/367653/HĐBĐ.

+ The shares of Nagakawa Group Joint Stock Company owned by Mr. Nguyen Duc Kha, according to the pledge contract number 02/2020/367653/HĐBĐ dated 30 June 2020.

+ The entire factory on plot number 288, map sheet number 10, Vinh Khuc Commune, Van Giang District, Hung Yen Province, owned by Viet Phuc Hung Yen Joint Stock Company, is mortgaged according to the asset mortgage contract attached to the land number 01/2021/367653/HĐBĐ dated 26 May 2021.

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+ A term deposit contract at Vietnam Investment and Development Bank - Hanoi Branch with a total value of 40,735,000 VND, which is currently pledged at the bank.

(4) It is a loan from the Vietnam International Joint Stock Commercial Bank – Dong Da Branch under contract number 7256129.24 dated 7 March 2024, with a credit limit not exceeding 80,000,000,000 VND. The credit limit validity period is 12 months from the effective date of the contract. The loan term for each debt is no more than 7 months. The loan purpose is to supplement working capital for the business activities of air conditioners, air conditioner components, kitchen equipment, and household appliances. The loan contract is secured by:

+ The mortgage of receivables formed from Nagakawa Joint Stock Company in Ho Chi Minh City and Anh Vu International Economic Development Joint Stock Company, with a value of VND46,000,000,000.

+ The term deposit contract at Vietnam International Joint Stock Commercial Bank – Dong Da Branch, with a total value of VND 33.500.000.000, is currently being mortgaged at the bank.

(5) It is a loan from Kasikornbank Public Company Limited - Ho Chi Minh Branch under contract number 143/2023/FA.01 dated 27 December 2023, with a credit limit not exceeding VND 200,000,000,000. The validity period of the credit facility is 12 months from the effective date of the contract. The loan term for each debt is no longer than 03 months. The purpose of the loan is to supplement working capital for business activities related to air conditioners, air conditioner components, kitchen equipment, and household appliances. The loan contract is secured by:

+ A term deposit contract at Kasikornbank Public Company Limited - Ho Chi Minh Branch with a total value of 70,000,000,000 VND, which is currently pledged at the bank.

(6) It is a loan from Vietnam Export-Import Commercial Joint Stock Bank under contract number 1703LAV240112981 dated 10 October 2024, with a total credit limit of VND 200,000,000,000. The validity period of the credit facility is until 9 October 2025, from the effective date of the contract. The loan term for each debt is no longer than 06 months and is specifically stated in the Promissory Note. The purpose of the loan is to supplement short-term working capital for the production of household electrical appliances, air conditioners, and other products. The loan contract is secured by:

+ A term deposit contract at Vietnam Export-Import Commercial Joint Stock Bank with a total value of VND 50,000,000,000, which is currently pledged at the bank.

The details of the movements in short-term loans and financial lease liabilities during the period are as follows:

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	<u>Beginning balance</u>	<u>Increase in the period</u>	<u>Payment made</u>	<u>Ending balance</u>
Short-term bank loans	971,702,589,358	610,545,162,417	(451,898,209,661)	962,810,480,250
Short-term loans from related parties	6,002,000,000	5,000,000,000	(8,999,000,000)	2,003,000,000
Short-term loans from individuals	2,579,700,000	1,210,000,000	(3,720,000,000)	69,700,000
Total	980,284,289,358	616,755,162,417	(464,617,209,661)	1,132,422,242,114

Short-term provisions

	<u>Beginning balance</u>	<u>Increase due to provisions made during the period</u>	<u>Amount used during the period</u>	<u>Amount reversed during the period</u>	<u>Closing balance</u>
Product warranties	3,891,581,609	-	(667,973,414)	-	3,223,608,195
Construction warranties	-	-	-	-	-
Total	3,891,581,609	-	(667,973,414)	-	3,223,608,195

19. Welfare and bonus funds

	<u>Beginning balance</u>	<u>Increase due to provisions from undistributed profits</u>	<u>Paymen made during period</u>	<u>Ending balance</u>
Bonus fund	918,016,257	-	-	918,016,257
Welfare fund	385,826,364	-	-	385,826,364
Total	1,303,842,621	-	-	1,303,842,621

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20. Owner's equity**a) Statement of changes in owner's equity**

	Issued share capital	Share premium	Treasury shares	Development investment fund	Undistributed earnings	Non-controlling interests	Total
Beginning balance of previous year	316,465,410,000	5,348,010,000	(20,000)	8,570,273,947	52,365,799,875	18,891,772,801	401,641,246,623
Increase in capital at the subsidiary	-	-	-	-	-	900,000,000	900,000,000
Increase in capital from retained earnings	25,312,280,000	-	-	-	(25,312,280,000)	-	-
Profit of previous year	-	-	-	-	26,972,619,790	(28,442,045)	26,944,177,745
Provision for funds	-	-	-	1,257,507,429	(1,760,510,401)	-	(503,002,972)
Ending balance of previous year	341,777,690,000	5,348,010,000	(20,000)	9,827,781,376	52,265,629,264	19,763,330,756	428,982,421,396
Beginning balance of this year	341,777,690,000	5,348,010,000	(20,000)	9,827,781,376	52,265,629,264	19,763,330,756	428,982,421,396
Issue employee stock ownership ("ESOP")	15,823,000,000	-	-	-	-	-	15,823,000,000
Profit of this period	-	-	-	-	16,832,265,177	(3,148,566,785)	13,683,698,392
Ending balance	357,600,690,000	5,348,010,000	(20,000)	9,827,781,376	69,097,894,441	16,614,763,971	458,489,119,788

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b) Shares

	<u>Ending balance</u>	<u>Beginning balance</u>
Number of authorised shares	35,760,069	34,177,769
Number of issued shares	35,760,069	34,177,769
- Ordinary shares	35,760,069	34,177,769
Number of treasury shares	(2)	(2)
- Ordinary shares	(2)	(2)
Number of shares in circulation	35,760,067	34,177,767
- Ordinary shares	35,760,067	34,177,767

The par value of outstanding shares: VND10,000.

21. Off-balance sheet items**a, Foreign currencies**

	<u>Ending balance</u>	<u>Beginning balance</u>
US Dollar (USD)	390.24	390.24

b, Bad debts written off

<u>Entity</u>	<u>Ending balance</u>	<u>Beginning balance</u>	<u>Reason yo write-off</u>
Tien Phong Newspaper Editorial Office	47,723,000	47,723,000	Uncollectible
Thuan An Company	525,607,000	525,607,000	Uncollectible
Phu Tai Private Company	283,250,000	283,250,000	Uncollectible
Nhat Anh Store	125,087,382	125,087,382	Uncollectible
Zhe Jiang Phidas Electric Appliance Manufacturing Company	104,612,027	104,612,027	Uncollectible
Trang An Technology and Trade Joint Stock Company	30,000,000	30,000,000	Uncollectible
Total	<u>1,116,279,409</u>	<u>1,116,279,409</u>	

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VI. ADDITIONAL INFORMATION ON ITEMS PRESENTED IN THE CONSOLIDATED INCOME STATEMENT**1. Revenue from sales of goods and provision of services***a, Total revenue*

	For the three-month period ended 31 March 2025	For the three-month period ended 31 March 2024
Total revenue	966,456,120,753	677,316,365,546
<i>Revenue from sales of goods</i>	961,470,219,168	671,262,172,910
<i>Revenue from provision of services</i>	4,985,901,585	6,054,192,636
Revenue deductions:	(3,496,855,943)	(956,330,200)
<i>Trade discount</i>	(3,028,633,249)	(499,784,210)
<i>Sales returns</i>	(468,222,694)	(456,545,990)
Net revenue	962,959,264,810	676,360,035,346
<i>In which:</i>	-	-
<i>Net revenue from sales of goods</i>	957,973,363,225	670,305,842,710
<i>Net revenue from provision of services</i>	4,985,901,585	6,054,192,636

b, Revenue from sales of goods and service provision to related parties

	For the three-month period ended 31 March 2025
KLW Vietnam Garment Joint Stock Company	2,480,990,909
Total	2,480,990,909

2. Cost of good sold

	For the three-month period ended 31 March 2025	For the three-month period ended 31 March 2024
Cost of goods sold	877,262,224,504	606,333,785,534
Cost of services rendered	2,145,594,929	2,583,888,827
Total	879,407,819,433	608,917,674,361

3. Financial income

	For the three-month period ended 31 March 2025	For the three-month period ended 31 March 2024
Interest income from deposits, loans	1,270,946,094	3,515,998,251
Foreign exchange gains	127,110,518	171,317,659
Total	1,398,056,612	3,687,315,910

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4. Financial expenses

	For the three-month period ended 31 March 2025	For the three-month period ended 31 March 2024
Interest expense	13,492,987,194	17,805,080,426
Payment discount for buyers	4,797,752,955	3,855,809,159
Foreign exchange loss	173,969,830	340,366,255
Total	18,464,709,979	22,001,255,840

5. Selling expenses

	For the three-month period ended 31 March 2025	For the three-month period ended 31 March 2024
Labor costs	8,804,990,316	7,640,245,147
Tools and supplies	115,377,753	124,154,351
Depreciation and amortisation	798,854,973	858,309,815
Warranty costs	522,935,986	128,267,240
External service expenses	23,744,933,017	15,457,252,468
Others	2,567,454,351	2,368,983,011
Total	36,554,546,396	26,577,212,032

6. General and administrative expenses

	For the three-month period ended 31 March 2025	For the three-month period ended 31 March 2024
Labor costs	7,322,391,317	5,893,064,887
Management material costs	58,485,199	49,716,388
Office supplies costs	111,072,160	145,325,379
Depreciation and amortisation	782,155,377	761,975,758
Taxes, fees and charges	22,054,176	18,000,000
Goodwill allocation	818,055,349	818,055,349
External service expenses	193,030,991	271,431,557
Others	1,049,332,156	767,128,997
Total	10,356,576,725	8,724,698,315

7. Other income

	For the three-month period ended 31 March 2025	For the three-month period ended 31 March 2024
Receipt from insurance claim	-	44,694,837
Penalty received	20,340,000	-
Others	42,863,285	140,859,148
Total	63,203,285	185,553,985

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8. Other expenses

	For the three-month period ended 31 March 2025	For the three-month period ended 31 March 2024
Penalty expenses	-	13,387,616
Tax penalties and arrears	503,563,525	30,546,433
Others	57,858,238	214,289,661
Total	561,421,763	258,223,710

9. Corporate income tax

The corporate income tax expense for the period is estimated as follows:

	For the three-month period ended 31 March 2025	For the three-month period ended 31 March 2024
Accounting profit before tax	19,724,630,220	15,615,836,057
Adjustments to increase or decrease accounting profit to determine the taxable income for corporate income tax:	19,385,437,589	303,465,816
- Adjustments to increase taxable income	7,849,379,729	2,671,469,646
<i>Depreciation expenses of cars with original price over VND1.6 billion</i>	96,080,455	96,080,455
<i>Other non-deductible expenses</i>	561,421,763	71,183,215
<i>Losses from subsidiaries filing separately</i>	6,373,822,162	1,686,150,627
<i>Goodwill</i>	818,055,349	818,055,349
- Adjustments to decrease taxable income	11,536,057,860	(2,368,003,830)
<i>Profit arising from the consolidation</i>	11,536,057,860	(2,368,003,830)
Taxable income	39,110,067,809	15,919,301,873
Losses from previous years carried forward	-	-
Taxable income	39,110,067,809	15,919,301,873
Corporate income tax rate	20%	20%
Corporate income tax expenses	7,822,013,562	3,183,860,375
Adjustment of corporate income tax payable from previous years	-	170,796,389
Total current corporate income tax	7,822,013,562	3,354,656,764

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Basic/diluted earnings per share

	For the three-month period ended 31 March 2025	For the three-month period ended 31 March 2024
Net profit after corporate income tax	13,683,698,392	12,863,508,097
Adjustments to increase or decrease accounting profit to determine the profit attributable to ordinary shareholders:		
- Provision for bonus and welfare funds (*)	(273,673,968)	(257,270,162)
Profit used to calculate basic earnings per share	13,410,024,424	12,606,237,935
Weighted average number of ordinary shares outstanding during the period	35,475,255	35,760,069
Basic earnings per share	378	353

(*)The provision for the reward and welfare fund for this year is estimated at 2% of the net profit after tax.

The weighted average number of ordinary shares outstanding during the period is calculated as follows:

	For the three-month period ended 31 March 2025	For the three-month period ended 31 March 2024
Ordinary shares outstanding at the beginning of the period	34,177,769	34,177,769
Impact of ESOP	1,297,486	1,582,300
Weighted average number of ordinary shares outstanding during the period	35,475,255	35,760,069

VII. OTHER INFORMATION**1. Transactions with related parties****A, Transactions with other related parties**

Other related parties of the Company include: subsidiaries, associates, jointly controlled entities, individuals owning, directly or indirectly, voting power in the Company and close members of their families, enterprises controlled by key management personnel and individuals owning, directly or indirectly, voting power in the Company and close members of their families.

Other related parties of the Company include:

<u>Related parties</u>	<u>Relationship</u>
KLW Vietnam Garment Joint Stock Company	Associate

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The main transactions that occurred during the year between the company and other related parties are as follows:

	For the three-month period ended 31 March 2025	For the three-month period ended 31 March 2024
KLW Vietnam Garment Joint Stock Company		
Receivables from sales of goods, rendering warehouse rental services	2,608,070,000	2,608,070,000
Cash receipts from sales of goods, rendering warehouse rental services	2,492,040,000	2,492,040,000
Drawdown of borrowing	5,000,000,000	5,000,000,000
Payment of borrowing	8,999,000,000	8,999,000,000
Loan granted	10,310,000,000	
Collection from loan granted	9,492,040,000	
Interest income incurred	373,434,651	
Interest income receipts	129,782,821	

As of the end of the accounting period, the liabilities with related parties are disclosed in note V.3; V.4; V.16; V.17; V.20; V.21; .

2. Segment information

Information about the department is presented by geographical area. The primary departmental report is based on the geographical area according to the organizational structure, internal management, and the Company's internal financial reporting system.

Geographical area

The Company's operations are primarily distributed in the Northern region, Central region, and Southern region.

Information about business results, fixed assets, other long-term assets, and the value of major non-cash expenses of the department by geographical area based on the location of the Company's customers is as follows:

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	Northern region	Central region	Southern region	Exclusions	Total
This period					
Net revenue from sales and provision of services to external parties	629,952,467,713	36,029,379,267	296,977,417,830	-	962,959,264,810
Net revenue from sales and provision of services between segments	668,679,885,260	-	9,164,626,652	(677,844,511,912)	-
Total net revenue from sales and provision of services	1,298,632,352,973	36,029,379,267	306,142,044,482	(677,844,511,912)	962,959,264,810
Segment expenses	(1,217,903,671,357)	(33,355,758,589)	(292,005,049,087)	663,856,659,600	(879,407,819,433)
Business results by segment	80,728,681,616	2,673,620,678	14,136,995,395	(13,987,852,312)	83,551,445,377
Unallocated expenses by segment					(46,911,123,121)
Profit from business operations					36,640,322,256
Revenue from financial activities					1,398,056,612
Financial expenses					(18,464,709,979)
Share of profit or loss in joint ventures and associates					649,179,809
Other income					63,203,285
Other expenses					(561,421,763)
Current income tax expenses					(7,822,013,562)
Deferred income tax expenses					1,781,081,734
Net profit after corporate income tax					13,683,698,392
Total expenses incurred to purchase fixed assets and other long-term assets	119,873,942		229,000,000	-	348,873,942
Total depreciation expenses and allocation of long-term prepaid expenses	3,973,855,539	130,523,015	76,079,908	-	4,180,458,462

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Assets and liabilities of the segment by geographical area based on the location of the Company's customers are as follows:					
	Northern region	Central region	Southern region	Exclusions	Total
Ending balance					
Segment assets	2,591,263,656,130	36,660,266,035	161,467,420,236	(752,666,970,192)	2,036,724,372,209
Total assets					<u>2,036,724,372,209</u>
Segment liabilities	1,963,752,825,771	35,612,820,793	174,582,392,031	(595,712,786,174)	1,578,235,252,421
Total liabilities					<u>1,578,235,252,421</u>
Beginning balance					
Segment assets	2,267,041,322,917	26,796,392,764	116,401,448,150	(605,155,671,449)	1,805,083,492,382
Total assets					<u>1,805,083,492,382</u>
Segment liabilities	1,682,642,826,421	26,623,866,337	123,836,411,780	(457,002,033,552)	1,376,101,070,986
Total liabilities					<u>1,376,101,070,986</u>

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3. Financial Risk Management

The Company's operations give rise to the following financial risks: credit risk, liquidity risk, and market risk. The Board of Directors is responsible for establishing policies and controls to mitigate financial risks, as well as overseeing the implementation of the established policies and controls.

A, Credit risk

Credit risk is the risk that one party involved in a contract is unable to fulfill its obligations, resulting in financial losses for the Company.

The Company faces credit risks primarily arising from accounts receivable from customers and bank deposits.

Accounts receivable from customers

The Company minimizes credit risk by only engaging in transactions with financially stable entities, requiring the opening of letters of credit or securing assets for first-time or unknown financial entities. Additionally, the accounts receivable staff regularly monitors outstanding debts to expedite collections.

The Company's accounts receivable from customers are related to multiple entities and individuals, so the credit risk concentration for accounts receivable is low.

Term deposits

The Company's term and non-term bank deposits are placed at domestic banks. The Board of Directors does not perceive any significant credit risk from these deposits.

Loans

The Company lends money to its subsidiaries and key management members. These entities and individuals are all reputable and have good payment capacity, so the credit risk for the loans is low.

B, Liquidity risk

Liquidity risk is the risk that the company faces difficulties in meeting its financial obligations due to a lack of cash.

The Board of General Directors is ultimately responsible for managing liquidity risk. The company's liquidity risk primarily arises from the mismatch in the maturity dates of financial assets and financial liabilities.

The Company manages liquidity risk by maintaining an appropriate amount of cash and cash equivalents, as well as loans at a level deemed sufficient by the Board of Directors to meet the Company's operational needs, in order to minimize the impact of cash flow fluctuations.

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The payment terms of the financial liabilities are based on the expected payments under the contracts, undiscounted, as follows:

	Within 1 year	From 1 to 5 years	Over 5 years	Total
Ending balance				
Borrowing	1,071,283,460,229	-	-	1,071,283,460,229
Trade payables	383,481,117,663	-	-	383,481,117,663
Other payables	88,348,228,782	-	-	88,348,228,782
Total	1,543,112,806,674	-	-	1,543,112,806,674
Beginning balance				
Borrowing	1,137,306,992,519	-	-	1,137,306,992,519
Trade payables	182,004,186,374	-	-	182,004,186,374
Other payables	16,266,845,929	-	-	16,266,845,929
Total	1,335,578,024,822	-	-	1,335,578,024,822

The Board of Directors believes that the level of concentration risk related to debt repayment is low. The Company has the ability to settle due debts through cash flows from operating activities and proceeds from maturing financial assets. The Company has access to sufficient sources of funding and loans maturing within 12 months can be rolled over with existing lenders.

C, Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices.

Market risk includes three types: foreign exchange risk, interest rate risk, and other price risks.

Foreign exchange risk

Foreign exchange risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in exchange rates.

The company imports raw materials for production and exports products with the main transaction currencies being USD and EUR, so it is affected by fluctuations in exchange rates.

The Company manages risks related to exchange rate fluctuations by optimizing debt payment terms, forecasting foreign exchange rates, maintaining a reasonable loan and debt structure between foreign currencies and VND, choosing the time to buy and pay foreign currencies at low exchange rates, and optimally using existing cash resources to balance exchange rate risks and liquidity risks.

Commodity/raw material price risk

The Company is exposed to the risk of fluctuations in commodity/raw material prices. The Company manages commodity/raw material price risk by closely monitoring relevant market information and situations to manage purchase timing, production planning and inventory levels appropriately.

The Company has not used derivative instruments to hedge commodity/raw material price risks.

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4. Fair value of financial assets and liabilities

	Carrying value		Fair value	
	Ending balance	Beginning balance	Ending balance	Beginning balance
Financial Assets				
Cash and cash equivalents	101,293,614,194	71,646,409,892	101,293,614,194	71,646,409,892
Held-to-maturity investments	350,013,638,674	346,625,754,419	350,013,638,674	346,625,754,419
Accounts receivable from customers	523,024,292,001	410,181,287,521	523,024,292,001	410,181,287,521
Loans receivable	35,913,960,000	35,096,000,000	35,913,960,000	35,096,000,000
Other receivables	14,502,315,223	15,226,881,667	14,502,315,223	15,226,881,667
Financial assets ready for sale	28,783,788,923	28,134,609,114	28,783,788,923	28,134,609,114
Total	1,053,531,609,015	906,910,942,613	1,053,531,609,015	906,910,942,613
Financial liabilities				
Borrowing	1,071,283,460,229	1,137,306,992,519	1,071,283,460,229	1,137,306,992,519
Payables to suppliers	383,481,117,663	182,004,186,374	383,481,117,663	182,004,186,374
Other payables	88,348,228,782	16,266,845,929	88,348,228,782	16,266,845,929
Total	1,543,112,806,674	1,335,578,024,822	1,543,112,806,674	1,335,578,024,822

The fair value of financial assets and financial liabilities is reflected at the value that the financial instrument could be exchanged for in a current transaction between knowledgeable and willing parties.

The company uses the following methods and assumptions to estimate fair value:

- The fair value of cash and cash equivalents, trade receivables, loans, other receivables, borrowings, payables to suppliers and other short-term payables is equivalent to the book value (less the provision for the estimated uncollectible portion) of these items due to their short maturity.
- The fair value of held-to-maturity investments and ready-for-sale financial assets listed on the stock market is the published transaction price at the end of the accounting period. For unlisted held-to-maturity investments and ready-for-sale financial assets with transaction prices published by 3 securities companies at the end of the accounting period, the fair value of these investments is the average price based on the transaction prices published by 3 securities companies..
- The fair value of loans, trade receivables, other receivables, borrowings, trade payables and other long-term payables, held-to-maturity investments that are not listed on the stock market and do not have a trading price announced by 3 securities companies is estimated by discounting cash flows at the interest rate applicable to debts with similar characteristics and remaining maturity.

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The Company has not yet conducted an official valuation of unlisted available-for-sale financial assets and there are no published trading prices of the three securities companies. However, the Board of Directors assesses that the fair value of these financial assets is not materially different from the carrying value.

28 April 2025

Prepared by



Truong Binh Duong

Chief Accountant



Trinh Thi Phuong

General Director



Nguyen Thi Huyen Thuong

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Appendix 01: Details of bad debts and provisions for short-term doubtful debts

	Ending balance		Beginning balance	
	Overdue period	Cost	Overdue period	Provision
Short-term trade receivables		2,035,936,670		2,035,936,670
Nagakawa Home Appliances Joint Stock Company	Bad debt	86,925,000	Bad debt	86,925,000
Investment and Construction Joint Stock Company No. 4	Bad debt	355,675,942	Bad debt	355,675,942
Thien Duc Electronics Business Household Engineering Co., Ltd	Over 3 years	235,294,153	Over 3 years	235,294,153
Tuong Hung Electric and Refrigeration Engineering Co., Ltd	Over 3 years	444,688,013	Over 3 years	444,688,013
Phu Hoang Thanh General Trading Co., Ltd	From 2 to 3 years	39,540,493	From 2 to 3 years	39,540,493
GRB Vietnam Joint Stock Company	Over 3 years	104,483,270	Over 3 years	104,483,270
VINAICON Investment Joint Stock Company	Over 3 years	195,550,000	Over 3 years	195,550,000
Minh Dung Technology and Trading Co., Ltd	Over 3 years	533,780,000	Over 3 years	533,780,000
Sunviet Co., Ltd	From 1 to 2 years	39,999,799	From 1 to 2 years	39,999,799
Minh Hien Trading Co., Ltd	Received	-	Received	-
Nguyen Van Thao Business Establishment	Received	-	Received	-
Advance to suppliers		2,666,667,695		2,658,052,495
Nagakawa Home Appliances Joint Stock Company	Bad debt	1,300,951,400	Bad debt	1,300,951,400
Viet Nam Architecture and Culture Joint Stock Company	Bad debt	154,815,000	Bad debt	154,815,000
Bach Khoa Heat Refrigeration Technology Joint Stock Company	Bad debt	506,373,900	Bad debt	506,373,900
Vitech Automation Equipment Joint Stock Company	Bad debt	56,700,000	Bad debt	56,700,000
Guangdong Sky bright Group Co.,Ltd	Bad debt	156,765,699	Bad debt	156,765,699
Zhejiang Bingfeng Compressor co.,Ltd	Bad debt	377,031,887	Bad debt	377,031,887
Kelon International Inc	Bad debt	96,799,409	Bad debt	96,799,409
VIETPICTURES AUTO Joint Stock Company	From 1 to 2 years	17,230,400	From 6 months to 1 year	8,615,200
Total		4,702,604,365		4,693,989,165