

**VISICONS CONSTRUCTION AND INVESTMENT JSC.**

**Consolidated financial statements**

**For the first quarter of 2025**



**VISICONS CONSTRUCTION AND INVESTMENT JSC.**

5<sup>th</sup> Floor-29T2 Building, Hoang Dao Thuy,  
Trung Hoà Ward, Cau Giay Distr., Hanoi, VN

Consolidated financial statements  
For the ended 31 March 2025

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## CONSOLIDATED BALANCE SHEET

As at 31 March 2025

Currency: VND

| Code       | ASSETS   | Notes     | Ending balance         | Beginning balance        |
|------------|--|-----------|------------------------|--------------------------|
| 2          | 1  | 3         | 4                      | 5                        |
| <b>100</b> | <b>A - CURRENT ASSETS</b><br>(100 = 110 + 120 + 130 + 140 + 150)     |           | <b>874.424.806.656</b> | <b>904.010.836.213</b>   |
| <b>110</b> | <b>I. Cash and cash equivalents</b>                                  | <b>04</b> | <b>166.631.247.732</b> | <b>135.830.766.691</b>   |
| 111        | 1. Cash  |           | 136.631.247.732        | 106.962.651.241          |
| 112        | 2. Cash equivalents  |           | 30.000.000.000         | 30.000.000.000           |
| <b>120</b> | <b>II. Short-term investment</b>                                     | <b>02</b> | <b>20.090.000.000</b>  | <b>15.090.000.000</b>    |
| 123        | 3. Held-to-maturity investments                                      |           | 20.090.000.000         | 20.090.000.000           |
| <b>130</b> | <b>III. Current accounts receivable</b>                              |           | <b>403.282.158.923</b> | <b>292.918.092.394</b>   |
| 131        | 1. Short-term trade receivables                                      |           | 293.751.402.797        | 213.468.258.917          |
| 132        | 2. Short-term advances to suppliers                                  |           | 125.370.277.043        | 95.773.481.916           |
| 136        | 6. Other short-term receivables                                      | 06        | 18.850.424.219         | 18.366.296.697           |
| 137        | 7. Provision for doubtful short-term receivables (*)                 |           | (34.689.945.136)       | (34.689.945.136)         |
| <b>140</b> | <b>IV. Inventories</b>   |           | <b>219.030.962.196</b> | <b>417.564.840.236</b>   |
| 141        | 1. Inventories   | 07        | 224.389.666.099        | 422.923.544.139          |
| 149        | 2. Provision for obsolete inventories (*)                            |           | (5.358.703.903)        | (5.358.703.903)          |
| <b>150</b> | <b>V. Other current assets</b>                                       |           | <b>65.390.437.805</b>  | <b>42.607.136.892</b>    |
| 151        | 1. Short-term prepaid expenses                                       |           | 269.016.102            | 211.953.734              |
| 152        | 2. Value-added tax deductible  |           | 65.121.421.703         | 43.133.078.956           |
| <b>200</b> | <b>B - NON-CURRENT ASSETS</b><br>(200 = 210 + 220 + 240 + 250 + 260) |           | <b>83.052.731.627</b>  | <b>73.108.192.093</b>    |
| <b>210</b> | <b>I. Các khoản phải thu dài hạn</b>                                 |           | <b>20.000.000.000</b>  | <b>0</b>                 |
| 216        | 6. Phải thu dài hạn khác   |           | 20.000.000.000         | 20.000.000.000           |
| <b>220</b> | <b>II. Fixed assets</b>  |           | <b>39.768.280.157</b>  | <b>39.087.473.365</b>    |
| 221        | 1. Tangible fixed assets   | 08        | 39.768.280.157         | 39.087.473.365           |
| 222        | - Cost   |           | 66.554.800.246         | 67.833.218.428           |
| 223        | - Accumulated depreciation (*)                                       |           | (26.786.520.089)       | (28.745.745.063)         |
| 227        | 3. Intangible fixed assets   |           |                        | 0                        |
| 228        | - Cost   |           | 300.000.000            | 300.000.000              |
| 229        | - Accumulated amortisation (*)                                       |           | (300.000.000)          | (300.000.000)            |
| <b>230</b> | <b>III. Investment properties</b>                                    | <b>12</b> | <b>7.528.470.048</b>   | <b>18.482.745.232</b>    |
| 231        | - Cost   |           | 9.634.256.259          | 20.555.073.347           |
| 232        | - Accumulated depreciation (*)                                       |           | (2.105.786.211)        | (2.072.328.115)          |
| <b>250</b> | <b>IV. Long-term investments</b>                                     | <b>13</b> | <b>0</b>               | <b>0</b>                 |
| 251        | 1. Investment in subsidiaries  |           | 0                      | 0                        |
| 253        | 3. Investment in other entities                                      |           | 1.400.000.000          | 1.400.000.000            |
| 254        | 4. Provision for diminution in value of long-term investments        |           | (1.400.000.000)        | (1.400.000.000)          |
| <b>260</b> | <b>V. Other long-term assets</b>                                     |           | <b>15.755.981.422</b>  | <b>15.537.973.496</b>    |
| 261        | 1. Long-term prepaid expenses  |           | 15.755.981.422         | 15.537.973.496           |
| <b>270</b> | <b>TOTAL ASSETS (270 = 100 + 200)</b>                                |           | <b>957.477.538.283</b> | <b>1.003.988.808.654</b> |

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**CONSOLIDATED BALANCE SHEET (continued)**

As at 31 March 2025

Currency: VND

| Code       | RESOURCES   | Notes | Ending balance         | Beginning balance        |
|------------|---|-------|------------------------|--------------------------|
| <b>300</b> | <b>C. LIABILITIES (300 = 310 + 320)</b>                       |       | <b>784.809.561.010</b> | <b>843.460.967.034</b>   |
| <b>310</b> | <b>I. Current liabilities</b>                                 |       | <b>784.029.670.010</b> | <b>842.055.076.034</b>   |
| 311        | 1. Short-term trade payables                                  |       | 400.258.426.823        | 429.609.285.291          |
| 312        | 2. Short-term advances from customers                         |       | 109.911.298.206        | 228.239.356.710          |
| 313        | 3. Statutory obligations                                      | 16    | 4.113.618.660          | 5.060.846.228            |
| 314        | 4. Payables to employees                                      |       | 4.289.034.212          | 4.916.093.960            |
| 315        | 5. Short-term accrued expenses                                | 17    | 67.026.276.160         | 28.810.885.614           |
| 319        | 9. Other short-term payables                                  | 18    | 3.100.678.419          | 1.940.594.975            |
| 320        | 10. Short-term loans  | 15    | 195.330.337.530        | 143.478.013.256          |
| <b>330</b> | <b>II. Non-current liabilities</b>                            |       | <b>779.891.000</b>     | <b>1.405.891.000</b>     |
| 338        | 8. Long-term loans  | 20    | 779.891.000            | 1.405.891.000            |
| <b>400</b> | <b>D. OWNERS' EQUITY (400 = 410 + 420)</b>                    |       | <b>172.667.977.273</b> | <b>160.527.841.620</b>   |
| <b>410</b> | <b>I. Capital</b>   | 22    | <b>172.667.977.273</b> | <b>160.527.841.620</b>   |
| 411        | 1. Share capital  |       | 96.796.860.000         | 96.796.860.000           |
| 411a       | - Ordinary shares with voting rights                          |       | 96.796.860.000         | 96.796.860.000           |
| 412        | 2. Share premium  |       | 14.612.324.709         | 14.612.324.709           |
| 418        | 8. Investment and development fund                            |       | 11.920.852.173         | 11.920.852.173           |
| 421        | 11. Undistributed earnings                                    |       | 38.837.628.185         | 26.696.543.469           |
| 421a       | - Undistributed earnings by the end of prior year             |       | 26.696.543.469         | 2.577.527.179            |
| 421b       | - Undistributed earnings of current year/period               |       | 12.141.084.716         | 24.119.016.290           |
| 429        | 12. Non-controlling interests                                 |       | 10.500.312.206         | 10.501.261.269           |
| <b>440</b> | <b>TOTAL LIABILITIES AND OWNERS' EQUITY (440 = 300 + 400)</b> |       | <b>957.477.538.283</b> | <b>1.003.988.808.654</b> |

Preparer



Lê Thi Linh

Chief Accountant



Mai Phuong Anh

Hanoi, 22 April 2025.  
General Director

Hoàng Hoa Cương

## CONSOLIDATED INCOME STATEMENT

For the first quarter of 2025

Currency: VND

| Code | ITEMS   | Notes | The first quarter of 2025 | The first quarter of 2024 |
|------|---|-------|---------------------------|---------------------------|
| 1    | 2   | 3     | 6                         | 7                         |
| 01   | 1. Revenue from sale of goods and rendering of services         | 20    | 842.651.506.685           | 366.516.633.809           |
| 10   | 3. Net revenue from sale of goods and rendering of services     |       | 842.651.506.685           | 366.516.633.809           |
| 11   | 4. Cost of goods sold and services rendered                     | 21    | 812.709.814.452           | 348.404.798.713           |
| 20   | 5. Gross profit from sale of goods and rendering of services    |       | 29.941.692.233            | 18.111.835.096            |
| 21   | 6. Finance income   | 23    | 1.701.202.533             | 1.659.873.652             |
| 22   | 7. Finance expenses   | 24    | 2.946.508.803             | 5.125.756.344             |
| 23   | -In which: Interest expenses                                    |       | 2.946.508.803             | 4.448.435.692             |
| 26   | 9. General and administrative expenses                          | 25    | 13.689.070.149            | 9.052.003.670             |
| 30   | 10. Operating profit [30 = 20 + (21 - 22) - (25 + 26)]          |       | 15.007.315.814            | 5.593.948.734             |
| 31   | 11. Other income  | 26    | 559.090.909               | 0                         |
| 32   | 12. Other expenses  | 27    | 390.507.840               | 36.717                    |
| 40   | 13. Other profit (40 = 31 - 32)                                 |       | 168.583.069               | -36.717                   |
| 50   | 14. Accounting profit before tax (50 = 30 + 40)                 |       | 15.175.898.883            | 5.593.912.017             |
| 51   | 15. Current corporate income tax expense                        |       | 3.035.763.230             | 1.119.279.267             |
| 60   | 17. Net profit after tax (60 = 50 - 51 - 52)                    |       | 12.140.135.653            | 4.474.632.750             |
| 61   | Net profit after tax attributable to shareholders of the parent |       | 12.141.084.716            | 4.475.489.410             |
| 62   | Net profit after tax attributable to non-controlling interests  |       | (949.063)                 | (856.660)                 |
| 70   | 18. Basic earnings per share (*)                                |       | 1.254                     | 508                       |
| 71   | 19. Diluted earnings per share                                  |       | 1.254                     | 508                       |

Preparer



Lê Thị Linh

Chief Accountant



Mai Phương Anh

General Director



Hoàng Hoa Cương

Hanoi, 22 April 2025.



## CONSOLIDATED CASH FLOW STATEMENT

For the ended 31 March 2025

Prepared by indirect method

Currency: VND

| Code | ITEMS  | Notes | For the three-month<br>period ended 31 March<br>2025 | For the three-month<br>period ended 31<br>March 2024 |
|------|--|-------|--|--|
|      | <b>I. Cash flows from operating activities</b>   |       |  |  |
| 1    | 1. Accounting profit/(loss) before tax   |       | 15.175.898.883                                       | 7.444.023.222  |
|      | 2. Adjustments for:  |       |  |  |
| 02   | - Depreciation of tangible fixed assets and investment<br>properties and amortisation of intangible fixed assets |       | 570.120.031  | 561.191.459  |
| 03   | - Provisions   |       | -  | 4.288.227.661  |
| 05   | - Profits from investing activities  |       | (1.701.202.533)                                      | (375.748.062)  |
| 06   | - Interest expense   |       | 2.946.508.803  | 4.448.435.692  |
| 08   | 3. Operating profit before changes in working capital  |       | 16.991.325.184                                       | 22.631.455.906                                       |
| 09   | - Decrease/(increase) in receivables   |       | (132.352.409.276)                                    | 8.425.741.112  |
| 10   | - Decrease/(increase) in inventories   |       | 198.533.878.040                                      | (39.876.538.838)                                     |
| 11   | - Decrease/(increase) in payables  |       | (84.295.438.259)                                     | (37.798.176.807)                                     |
| 12   | - (Increase)/decrease in prepaid expenses  |       | (275.070.294)  | 1.060.334.322  |
| 14   | - Interest paid  |       | (13.964.726.944)                                     | (4.476.109.829)                                      |
| 15   | - Corporate income tax paid  |       | (4.939.144.718)                                      | (3.956.730.345)                                      |
| 20   | Net cash flows from/(used in) operating activities   |       | (20.301.586.267)                                     | 119.909.625.413                                      |
|      | <b>II. Cash flows from investing activities</b>  |       |  |  |
| 21   | Purchase, construction of fixed assets and other long-term<br>assets   |       | (1.607.770.909)                                      | (34.500.000)   |
| 22   | Proceeds from disposals of fixed assets and other long-term<br>assets  |       | -  | -  |
| 23   | Loans to other entities and payments for purchase of debt<br>instruments of other entities                       |       | -  | (10.000.000.000)                                     |
| 25   | Payments for investments in other entities   |       | -  | -  |
| 27   | Interest and dividends received  |       | 352.089.193  | 375.748.062  |
| 30   | Net cash flows used in investing activities  |       | (1.255.681.716)                                      | (6.819.607.179)                                      |
|      | <b>III. Cash flows from financing activities</b>   |       |  |  |
| 33   | Drawdown of borrowings   |       | 167.989.712.902                                      | 123.009.107.298                                      |
| 34   | Repayment of borrowings  |       | (116.763.388.628)                                    | (137.758.332.775)                                    |
| 36   | Dividends paid   |       | (459.800)  | -  |
| 40   | Net cash flows (used in)/from financing activities   |       | 51.225.864.474                                       | (14.749.225.477)                                     |
| 50   | Net increase in cash for the year  |       | 29.668.596.491                                       | (86.513.439.033)                                     |
| 60   | Cash and cash equivalents at beginning of year   |       | 136.962.651.241                                      | 135.830.766.691                                      |
| 70   | Cash and cash equivalents at end of year   |       | 166.631.247.732                                      | 49.317.327.658                                       |

Hanoi, 22 April 2025.

Preparer



Le Thi Linh

Chief Accountant



Mai Phuong Anh

General Director



Hoang Hoa Cuong



## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

### 1. CORPORATE INFORMATION

Visicons Construction and Investment Joint Stock Company ("the Company"), previously known as Constructions Company No.6, an independent accounting unit of Vietnam Construction and Import-export Corporation, was established through the equitization of state-owned enterprise under the Decision No. 890/QĐ-BXD dated 30 June 2000 by the Minister of Construction. The Company is currently a joint stock company incorporated under the Law on Enterprise of Vietnam pursuant to the Enterprise Registration Certificate No. 0100105503 issued by the Hanoi Department of Planning and Investment on 17 July 2000 and subsequent amended enterprise registration certificates, with the latest being 12th Amendment dated 11 August 2022.

The Company's shares have been listed (under ticker of VC6) on the Hanoi Securities Trading Center (currently known as Hanoi Stock Exchange) since 28 January 2008 pursuant to Decision No. 23/QĐ-TTGDHN dated 18 January 2008.

The current principal activities of the Company are:

- ▶ Construction of civil projects, industrial works, transportation, irrigation, hydroelectric, construction of urban infrastructures and industrial zone;
- ▶ Investment, trading of real estate, lease of office; and
- ▶ Other activities in accordance with Enterprise Registration Certificate.

The Company's head office is located at 5<sup>th</sup> floor, 29T2 building, Hoang Dao Thuy street, Cau Giay district, Hanoi, Vietnam. The Company has a representative office in Ho Chi Minh City, following the Certificate of Representative Office Operation Registration No. 0100105503-002 issued by the Ho Chi Minh City Department of Planning and Investment on 9 October 2019.

#### *Corporate structure*

As at 31 March 2025, the Company has committed to contribute 65% of equity share in Visiland Investment and Construction Joint Stock Company.

Visiland Investment and Construction Joint Stock Company was incorporated under the Law on Enterprise of Vietnam pursuant to the Business Registration Certificate No. 0110006861, under the form of a shareholding company, issued by the Hanoi Department of Planning and Investment on 24 May 2022. The head office of Visiland Investment and Construction Joint Stock Company is located at Floor 5, 29T2 building, Hoang Dao Thuy street, Cau Giay District, Hanoi, Vietnam.

### 2. BASIS OF PREPARATION

#### 2.1 *Accounting standards and system*

The consolidated financial statements of the Company and its subsidiary ("the Group") expressed in Vietnam Dong ("VND"), are prepared in accordance with the Vietnamese Enterprise Accounting System and Vietnamese Accounting Standard No. 27 – Financial Reporting and other Vietnamese Accounting Standards issued by the Ministry of Finance as per:

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



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

## 2.2 *Applied accounting documentation system*

The Group's applied accounting documentation system is the Voucher Journal system.

## 2.3 *Fiscal year*

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

## 2.4 *Accounting currency*

The consolidated financial statements are prepared in VND which is also the Group's accounting currency.

## 2.5 *Basis of consolidation*

The consolidated financial statements comprise the financial statements of the Company and its subsidiary for the year ended 31 December 2023.

Subsidiaries are fully consolidated from the date of acquisition, being the date on which the Group obtains control, and continued to be consolidated until the date that such control ceases.

The financial statements of the Company and its subsidiary are prepared for the same reporting year and using consistent accounting policies.

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

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

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

# 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

## 3.1 *Cash and cash equivalents*

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

## 3.2 *Inventories*

Inventories are measured at their historical costs. The cost of inventories comprises costs of purchase, costs of conversion (including raw materials, direct labor cost, other directly related cost, manufacturing general overheads allocated based on the normal operating capacity) incurred in bringing the inventories to their present location and condition.

In case the net realizable value is lower than the original price, it must be calculated according to the net realizable value.

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



The perpetual method is used to record inventories, which are valued as follows:

Work-in-process of construction contracts - includes costs of materials, labour costs, construction cost payable to sub-contractors and other related costs which have not been certified by the customers at the date of the consolidated financial statements and overheads cost allocated on an appropriate basis.

Provision for obsolete inventories

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

When inventories are expired, obsolescence, damage or become useless, the difference between the provision previously made and the historical cost of inventories are included in the consolidated income statement. When inventories are expired, obsolescence, damage or become useless, the difference between the provision previously made and the historical cost of inventories are included in the consolidated income statement.

### **3.3     *Receivables***

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

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

### **3.4     *Tangible fixed assets***

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of a tangible fixed asset comprises of its purchase price and any directly attributable costs of bringing the tangible fixed asset to working condition for its intended use.

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

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

### **3.5     *Leased assets***

The determination of whether an arrangement is, or contains a lease is based on the substance of the arrangement at inception date and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset and the arrangement conveys a right to use the asset.

A lease is classified as a finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership of the asset to the lessee. All other leases are classified as operating leases.

Where the Group is the lessee

Rentals under operating leases are charged to the consolidated income statement on a straight-line basis over the lease term.

Where the Group is the lessor



Assets subject to operating leases are included as the Group's investment properties in the consolidated balance sheet. Initial direct costs incurred in negotiating an operating lease are recognised in the consolidated income statement as incurred.

For other cases under operating leases, lease income is recognised in the consolidated income statement on a straight-line basis over the lease term.

### **3.6 Intangible fixed assets**

Intangible fixed assets are stated at cost less accumulated amortisation.

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

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

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

### **3.7 Depreciation and amortisation**

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

|                          |              |
|--------------------------|--------------|
| Buildings and structures | 5 - 50 years |
| Machinery and equipment  | 4 - 15 years |
| Means of transportation  | 6 - 10 years |
| Office equipment         | 3 - 10 years |
| Computer software        | 5 years      |

### **3.8 Investment properties**

Investment properties are stated at cost including transaction costs less accumulated depreciation. Investment properties held for capital appreciation are not depreciated but subject to impairment review.

Subsequent expenditure relating to an investment property that has already been recognised is added to the net book value of the investment property when it is probable that future economic benefits, in excess of the originally assessed standard of performance of the existing investment property, will flow to the Group.

Depreciation and amortisation of investment properties are calculated on a straight-line basis over the estimated useful life of each asset as follows:

|                                     |          |
|-------------------------------------|----------|
| Land-use and infra-structure rights | 50 years |
|-------------------------------------|----------|

Investment properties are derecognised when either they have been disposed of or when the investment properties are permanently withdrawn from use and no future economic benefit is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the assets is recognised in the consolidated income statement in the year of retirement or disposal.

Transfers are made to investment properties when, and only when, there is a change in use, evidenced by ending of owner-occupation, commencement of an operating lease to another party or ending of construction or development. Transfers are made from investment properties when, and only when, there is change in use, evidenced by commencement of owner-occupation or commencement of development with a view to sale. The transfer from investment property to owner-occupied property or inventories does not change the cost or the carrying value of the property for subsequent accounting at the date of change in use.



**3.9      *Borrowing costs***

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

Borrowing costs are recorded as expense during the year in which they are incurred, except to the extent that are directly attributable to the acquisition, construction or production of an asset that necessarily take a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset.

**3.10     *Prepaid expenses***

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

**3.11     *Business combinations and goodwill***

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

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

**3.12     *Investments***

*Investments in other entities*

*Investments in other entities are stated at their acquisition costs.*

*Held-to-maturity investments*

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

*Provision for diminution in value of investments*

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

*Increases and decreases to the provision balance are recorded as finance expense in the consolidated income statement.*

**3.13     *Payables and accruals***

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

### **3.14 Provisions**

#### *General*

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

### **3.15 Foreign currency transactions**

Transactions in currencies other than the Group's reporting currency of (VND) are recorded at the actual transaction exchange rates at transaction dates which are determined as follows:

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

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

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

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

### **3.16 Revenue recognition**

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

#### *Rendering of services*

Where the contract outcome can be reliably measured, revenue is recognised by reference to the stage of completion. Where the contract outcome cannot be reliably measured, revenue is recognised only to the extent of the expenses recognised which are recoverable.

#### *Rental income*

Rental income arising from operating leases is accounted for in the consolidated income statement on a straight-line basis over the terms of the lease.

#### *Interest*

Revenue is recognised as the interest accrues (taking into account the effective yield on the asset) unless collectability is in doubt.



### **3.17 Construction contract**

Where the outcome of a construction contract can be estimated reliably, and the construction contract is paid according to the value of the realized volume, revenue and costs are recognised by reference to the stage of completion of the contract activity at the consolidated balance sheet date, which is certified by customers during the year according to construction volume certificates. Variations in contract work, claims and incentive payments are included to the extent that they have been agreed with the customer.

Where the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised to the extent of contract costs incurred that it is probable will be recoverable.

### **3.18 Taxation**

#### *Current income tax*

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

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

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Group to set off current tax assets against current tax liabilities and when the Group intends to settle its current tax assets and liabilities on a net basis.

#### *Deferred tax*

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

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

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

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

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

The carrying amount of deferred tax assets is reviewed at each consolidated balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

Previously unrecognised deferred tax assets are re assessed at each consolidated balance sheet date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.



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

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

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

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

### **3.19 Appropriation of net profits**

Net profit after tax (excluding negative goodwill arising from a bargain purchase) is available for appropriation to shareholders after approval in the annual general meeting, and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnam's regulatory requirements.

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

#### *Investment and development fund*

This fund is set aside for use in the expansion of operation or in-depth investments of the Group.

### **3.19 Earnings per share**

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

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

### **3.21 Segment information**

A segment is a component determined separately by the Group which is engaged in providing products or related services (business segment) or providing products or services in a particularly economic environment (geographical segment), that is subject to risks and returns that are different from those of other segments.

The Group's principal activities are construction. Activities relating to real estate trading or other leases are also to support construction activities and accounted a very small proportion of sales as presented in Note 20. These activities are mainly taking place within Vietnam. Therefore, the Group's risks and returns are not impacted by the Group's products that The Group is doing business or the locations where the Group is trading. As a result, the Group's management is of the view that there is only one segment for business and geography. As a result, the Group is not required to present segmental information.



3.22 *Related parties*

Parties are considered to be related parties of the Group if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions, or when the Group and other party are under common control or under common significant influence. Related parties can be enterprise or individual, including close members of their families.

Currency: VND

|  | As at 31 March 2025    | As at 01 January 2025  |
|--|------------------------|------------------------|
| <b>1- Cash and cash equivalents</b>                |                        |                        |
| - Cash on hand                                     | 10.754.026.770         | 1.376.094.060          |
| - Cash at banks                                    | 125.877.220.962        | 105.586.557.181        |
| - Cash equivalents                                 | 30.000.000.000         | 30.000.000.000         |
| <b>Total</b>                                       | <b>166.631.247.732</b> | <b>136.962.651.241</b> |
| <b>2- Short-term investment</b>                    |                        |                        |
| - Held-to-maturity investments                     | 20.090.000.000         | 20.090.000.000         |
| <b>Total</b>                                       | <b>20.090.000.000</b>  | <b>20.090.000.000</b>  |
| <b>6- Other short-term receivables</b>             |                        |                        |
| - Contribution under business cooperation contract | 14.684.700.000         | 14.684.700.000         |
| - Other receivables                                | 4.165.724.219          | 3.681.596.697          |
| <b>Total</b>                                       | <b>18.850.424.219</b>  | <b>18.366.296.697</b>  |
| <b>7- Inventories</b>                              |                        |                        |
| - Work-in progress of construction contracts       | 219.030.962.196        | 422.923.544.139        |
| <b>Total</b>                                       | <b>219.030.962.196</b> | <b>422.923.544.139</b> |
| <b>12- Investment properties</b>                   |                        |                        |
| - Cost   | 9.634.256.259          | 20.555.073.347         |
| - Accumulated depreciation                         | (2.105.786.211)        | (2.072.328.115)        |
| <b>Total</b>                                       | <b>7.528.470.048</b>   | <b>18.482.745.232</b>  |
| <b>13- Long-term investments</b>                   |                        |                        |
| - Investment in subsidiaries                       | -                      | -                      |
| - Investment in other entities                     | 1.400.000.000          | 1.400.000.000          |
| - Provision for diminution in value of long-term   | (1.400.000.000)        | (1.400.000.000)        |
| <b>Total</b>                                       | <b>-</b>               | <b>-</b>               |
| <b>15- Short-term loans</b>                        |                        |                        |
| a. Short-term loans                                | 192.826.337.530        | 140.974.013.256        |
| - Short-term loans from banks                      | 192.826.337.530        | 140.974.013.256        |
| b. Long-term loans                                 | 2.504.000.000          | 2.504.000.000          |
| <b>Total</b>                                       | <b>195.330.337.530</b> | <b>143.478.013.256</b> |



|   |  | <i>Currency: VND</i>                           |  |
|---|--|--|--|
|   | As at 31 March 2025                            | As at 01 January 2025                          |  |
| <b>17- Short-term accrued expenses</b>  |  |  |  |
| a) Short-term   | 67.026.276.160                                 | 28.810.885.614                                 |  |
| - Completed construction work, waiting for billing from contractors, warranty provision | 66.786.214.277                                 | 28.615.153.535                                 |  |
| - Interest accruals   | 240.061.883                                    | 195.732.079                                    |  |
| b) Long-term  |  |  |  |
| <b>Total</b>  | <b>67.026.276.160</b>                          | <b>28.810.885.614</b>                          |  |
| <b>18- Other short-term payables</b>  | As at 31 March 2025                            | As at 01 January 2025                          |  |
| - Union fund  | 1.373.413.171                                  | 179.463.999                                    |  |
| - Other payables  | 1.727.265.248                                  | 1.761.130.976                                  |  |
| <b>Total</b>  | <b>3.100.678.419</b>                           | <b>1.940.594.975</b>                           |  |
| <b>20- Revenue</b>  | For the three-month period ended 31 March 2025 | For the three-month period ended 31 March 2024 |  |
| - Revenue from leasing offices, machinery and   | 10.895.591.327                                 | -  |  |
| - Revenue from construction contracts   | 831.755.915.358                                | 366.516.633.809                                |  |
| <b>Total</b>  | <b>842.651.506.685</b>                         | <b>366.516.633.809</b>                         |  |

|   | For the three-month period<br>ended 31 March 2025 | For the three-month period<br>ended 31 March 2024 |
|---|---|---|
| <b>21- Cost of goods sold and services rendered</b> |   |   |
| - Cost of leasing activities                        | 10.442.449.336                                    | -   |
| - Cost of construction contract delivered           | 802.267.365.116                                   | 348.404.798.713                                   |
| <b>Total</b>  | <b>812.709.814.452</b>                            | <b>348.404.798.713</b>                            |
| <b>23- Finance income</b>                           |   |   |
| - Bank interest, Interest from the advance to       | 1.701.202.533                                     | 1.659.873.652                                     |
| - Other financial revenue                           |   |   |
| <b>Total</b>  | <b>1.701.202.533</b>                              | <b>1.659.873.652</b>                              |
| <b>24- Finance expenses</b>                         |   |   |
| - Interest expenses                                 | 2.946.508.803                                     | 4.448.435.692                                     |
| - Provision for investment                          |   | -   |
| - Other expenses                                    | -   | 677.320.652                                       |
| <b>Total</b>  | <b>2.946.508.803</b>                              | <b>5.125.756.344</b>                              |
| <b>25- General and administrative expenses</b>      |   |   |
| - Labour costs                                      | 9.339.463.104                                     | 5.179.791.726                                     |
| - Tool and supply cost                              | 214.286.199                                       | 202.533.350                                       |
| - Depreciation expense                              | 428.423.416                                       | 582.324.810                                       |
| - Provisions  | -   | 1.233.881.576                                     |
| - Expense for external services                     | 436.980.768                                       | 302.577.743                                       |
| - Others  | 3.269.916.662                                     | 1.550.894.465                                     |
| <b>Total</b>  | <b>13.689.070.149</b>                             | <b>9.052.003.670</b>                              |
| <b>26 - Other income</b>                            |   |   |
| - Disposal of assets                                | 559.090.909                                       | -   |
| - Others  | -   | -   |
| <b>Total</b>  | <b>559.090.909</b>                                | <b>-</b>  |
| <b>27 - Other expenses</b>                          |   |   |
| - Others  | 390.507.840                                       | 36.717  |
| <b>Total</b>  | <b>390.507.840</b>                                | <b>36.717</b>                                     |





| 16- Statutory obligations | As at 01 January<br>2025 | Payable during<br>the period | Amount paid<br>during the period | As at 31 March<br>2025  |
|---------------------------|--------------------------|------------------------------|----------------------------------|-------------------------|
| - VAT                     | (43.133.078.956)         | (21.376.592.747)             | 611.750.000                      | (65.121.421.703)        |
| - Corporate Income Tax    | 4.922.538.318            | 3.052.369.630                | 4.939.144.718                    | 3.035.763.230           |
| - Personal income tax     | 76.857.910               | 1.278.634.146                | 277.636.626                      | 1.077.855.430           |
| - Other taxes             | 61.450.000               | 82.383.200                   | 143.833.200                      | -                       |
| <b>Total</b>              | <b>(38.072.232.728)</b>  | <b>(16.963.205.771)</b>      | <b>5.972.364.544</b>             | <b>(61.007.803.043)</b> |

8 - Tangible fixed assets

Currency: VND

| Items                               | Buildings and structures | Machinery and equipment | Means of transportation | Other tangible fixed assets | Total           |
|-------------------------------------|--------------------------|-------------------------|-------------------------|-----------------------------|-----------------|
| <b>I. Cost</b>                      |                          |                         |                         |                             |                 |
| 1 Beginning balance                 | 39.400.468.670           | 18.668.680.907 #        | 6.290.003.371           | 3.474.065.480               | 67.833.218.428  |
| 2 New purchase                      | -                        | -                       | 1.571.589.091           | 36.181.818                  | 1.607.770.909   |
| 3 Disposal                          | -                        | -                       | (2.886.189.091)         | -                           | (2.886.189.091) |
| 4 Ending balance                    | 39.400.468.670           | 18.668.680.907          | 4.975.403.371           | 3.510.247.298               | 66.554.800.246  |
| <b>II. Accumulated depreciation</b> |                          |                         |                         |                             |                 |
| 1 Beginning balance                 | 11.197.174.174           | 10.225.851.341 #        | 3.893.326.541           | 3.429.393.007               | 28.745.745.063  |
| 2 Depreciation for the period       | 218.958.119              | 244.442.365             | 65.517.476              | 7.743.975                   | 536.661.935     |
| 3 Disposal                          | -                        | -                       | (2.495.886.909)         | -                           | (2.495.886.909) |
| 4 Ending balance                    | 11.416.132.293           | 10.470.293.706          | 1.462.957.108           | 3.437.136.982               | 26.786.520.089  |
| <b>III. Net carrying amount</b>     |                          |                         |                         |                             |                 |
| 1 Beginning balance                 | 28.203.294.496           | 8.442.829.566           | 2.396.676.830           | 44.672.473                  | 39.087.473.365  |
| 2 Ending balance                    | 27.984.336.377           | 8.198.387.201           | 3.512.446.263           | 73.110.316                  | 39.768.280.157  |



22- Qwners' equity

Currency: VND

a- Increase and decrease in  
owners' equity

| Items  | Share capital  | Share premium  | Investment and development fund | Undistributed earnings | Non-controlling interest | Total           |
|--|----------------|----------------|---------------------------------|------------------------|--------------------------|-----------------|
| As at 01 January 2024  | 87.998.820.000 | 14.612.324.709 | 11.920.852.173                  | 15.835.508.180         | 10.501.751.014           | 140.869.256.076 |
| - Net profit for the year                                      | -              | -              | -                               | 24.119.016.290         | (489.746)                | 24.118.526.544  |
| - Stock dividends  | 8.798.040.000  | -              | -                               | (8.798.040.000)        | -                        | -               |
| - Dividends declared   | -              | -              | -                               | (4.399.941.000)        | -                        | (4.399.941.000) |
| - Remuneration for Board of Directors and Board of Supervision | -              | -              | -                               | (60.000.000)           | -                        | (60.000.000)    |
| As at 01 January 2025  | 96.796.860.000 | 14.612.324.709 | 11.920.852.173                  | 26.696.543.470         | 10.501.261.268           | 160.527.841.620 |
| - Stock dividends  | -              | -              | -                               | -                      | -                        | -               |
| - Net profit for the year                                      | -              | -              | -                               | 12.141.084.716         | (949.063)                | 12.140.135.653  |
| - Dividends declared   | -              | -              | -                               | -                      | -                        | -               |
| - Remuneration for Board of Directors and Board of Supervision | -              | -              | -                               | -                      | -                        | -               |
| As at 31 March 2025  | 96.796.860.000 | 14.612.324.709 | 11.920.852.173                  | 38.837.628.186         | 10.500.312.205           | 172.667.977.273 |

b- Details of owner's

|                      | As at 31 March 2025 | Tỷ lệ (%) | As at 01 January 2025 | Tỷ lệ (%) |
|----------------------|---------------------|-----------|-----------------------|-----------|
| - Tran Van Khanh     | 16.308.550.000      | 16,848%   | 14.825.960.000        | 16,848%   |
| - Hoang Hoa Cuong    | 17.486.760.000      | 18,065%   | 15.897.060.000        | 18,065%   |
| - Maeda Corporation  | 9.680.000.000       | 10,000%   | 8.800.000.000         | 10,000%   |
| - Nguyen Phan Tuan   | 6.792.940.000       | 7,018%    | 6.175.400.000         | 7,018%    |
| - Phung Thi Kim Oanh | 5.612.750.000       | 5,798%    | 3.602.500.000         | 4,094%    |
| - Mai Phuong Anh     | 4.984.110.000       | 5,149%    | 4.531.010.000         | 5,149%    |
| - Other owners       | 35.931.750.000      | 37,121%   | 34.166.890.000        | 38,827%   |
| Total                | 96.796.860.000      | 100%      | 87.998.820.000        | 100%      |

Preparer



Le Thi Linh

Chief Accountant



Mai Phuong Anh

Hanoi, 22 April 2025.  
General Director  
  
  
Hoàng Hoa Cường