

**LAM THAO FERTILIZERS AND CHEMICALS JSC**

**AUDITED COMBINED FINANCIAL STATEMENTS**

**For the year ended December 31, 2024**



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## STATEMENT OF THE BOARD OF MANAGEMENT

We, members of Board of Management of Lam Thao Fertilizers and Chemicals JSC (hereinafter referred to as "the Company") presents this report together with the Company's audited Combined Financial Statements for the year ended December 31, 2024.

### Board of Directors and Board of Management

The members of Board of Directors and Board of Management who held the Company during the year ended December 31, 2024 and to the date of this report, include:

#### *Board of Directors*

Mr. Nguyen Quoc Anh	Chairman
Mr. Pham Thanh Tung	Member
Mr. Bui Son Hai	Member
Mr. Tran Dai Nghia	Member
Ms. Nguyen Thi Thuy Duong	Member
Mr. Nguyen Viet Hung	In charge of management (Appointed on August 01, 2024)

#### *Board of Management*

Mr. Pham Thanh Tung	General Director
Mr. Vu Xuan Hong	Deputy General Director (Retired on September 01, 2024)
Mr. Tran Dai Nghia	Deputy General Director
Mr. Nguyen Quoc An	Deputy General Director (Appointed on September 01, 2024)

### Respective responsibilities of Board of Management

Board of Management of the Company is responsible for preparing Combined Financial Statements which give a true and fair view of the financial position, business operation results and cash flows of the Company in the year, in accordance with Vietnamese Accounting Standards, Vietnamese Accounting regime for enterprises and legal regulations relating to the preparation and presentation of the Combined Financial Statements. In the preparation of these Combined Financial Statements, Board of Management is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether appropriate accounting standards are respected or any application of material misstatements needs to be disclosed and justified in Combined Financial Statements;
- Prepare the Combined Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and
- Design and implement an effective internal control system for the purpose of properly preparing and presenting the Combined Financial Statements so as to minimize risks and frauds.

The Board of Management is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Company and that the Combined Financial Statements comply with Vietnamese Accounting Standards, Vietnamese Accounting regime for enterprises and legal regulations relating to the preparation and presentation of the Combined Financial Statements. Board of Management is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of frauds and other irregularities.



**STATEMENT OF THE BOARD OF MANAGEMENT**

*(continued)*

The Board of Management confirms that the Company has complied with the above requirements in preparing these Combined Financial Statements.

*For and on behalf of Board of Management,*

**LAM THAO FERTILIZERS AND CHEMICALS JSC**



**Pham Thanh Tung**

**General Director**

*Phu Tho, February 24, 2025*



Hanoi, February 25, 2025

## INDEPENDENT AUDITORS' REPORT

**To: The Shareholders  
The Board of Directors and Board of Management  
Lam Thao Fertilizers and Chemicals JSC**

We have audited the accompanying Combined Financial Statements of Lam Thao Fertilizers and Chemicals JSC (the "Company"), prepared on February 24, 2025 as set out from page 06 to page 35, which comprise: Combined Balance sheet as at December 31, 2024, Combined Income Statement and Combined Cash Flow Statement for the year then ended and Notes to the Combined Financial Statements.

### Management's Responsibility

Management is responsible for the preparation and fair presentation of these Combined Financial Statements in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

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

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

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

## INDEPENDENT AUDITORS' REPORT

(continued)

### Opinion

In our opinion, the Combined Financial Statements give a true and fair view of, in all material respects, the financial position of the Company as at December 31, 2024, and its financial performance and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.



**Ngô Ba Duy**

Deputy General Director - Audit Director

*Audit Practising Registration Certificate*

No. 1107-2023-034-1

For and on behalf of

**VIETNAM AUDITING AND EVALUATION CO., LTD**

**Dang Thi Thu Hang**

Auditor

*Audit Practising Registration Certificate*

No. 3744-2021-034-1



## COMBINED BALANCE SHEET

As at December 31, 2024

			Unit: VND	
ASSETS	Codes	Notes	31/12/2024	01/01/2024
<b>A CURRENT ASSETS</b>	<b>100</b>		<b>2,271,310,188,354</b>	<b>2,049,009,043,386</b>
<b>I Cash and cash equivalents</b>	<b>110</b>		<b>21,620,022,703</b>	<b>22,645,161,919</b>
1 Cash	111	V.1.	21,620,022,703	22,645,161,919
<b>II Short-term financial investments</b>	<b>120</b>		<b>815,000,000,000</b>	<b>710,000,000,000</b>
1 Held-to-maturity investments	123	V.2.	815,000,000,000	710,000,000,000
<b>III Short-term receivables</b>	<b>130</b>		<b>95,247,805,687</b>	<b>274,906,017,959</b>
1 Short-term trade receivables	131	V.3.	117,967,224,067	287,849,106,997
2 Short-term advances to suppliers	132	V.4.	2,310,443,728	11,610,322,483
3 Other short-term receivables	136	V.5.	471,927,190	1,185,127,777
4 Provision for short-term doubtful debts	137		(25,501,789,298)	(25,738,539,298)
<b>IV Inventories</b>	<b>140</b>	<b>V.7.</b>	<b>1,335,844,035,666</b>	<b>1,037,752,285,779</b>
1 Inventories	141		1,335,844,035,666	1,063,572,090,767
2 Provision for devaluation of inventories	149		-	(25,819,804,988)
<b>V Other short-term assets</b>	<b>150</b>		<b>3,598,324,298</b>	<b>3,705,577,729</b>
1 Short-term prepayments	151	V.11.	3,568,358,903	3,561,291,412
2 Value added tax deductibles	152		-	114,062,111
3 Taxes and other receivables from the State budget	153	V.14.	29,965,395	30,224,206
<b>B NON-CURRENT ASSETS</b>	<b>200</b>		<b>371,438,988,753</b>	<b>311,480,646,724</b>
<b>I Long-term receivables</b>	<b>210</b>		<b>-</b>	<b>-</b>
<b>II Fixed assets</b>	<b>220</b>		<b>329,666,900,399</b>	<b>284,995,807,637</b>
1 Tangible fixed assets	221	V.8.	329,221,940,976	283,995,848,035
- Cost	222		1,740,004,705,545	1,725,186,629,650
- Accumulated depreciation	223		(1,410,782,764,569)	(1,441,190,781,615)
2 Intangible fixed assets	227	V.9.	444,959,423	999,959,602
- Cost	228		3,507,306,268	3,507,306,268
- Accumulated amortization	229		(3,062,346,845)	(2,507,346,666)
<b>IV Long-term assets in progress</b>	<b>240</b>		<b>23,078,816,119</b>	<b>12,880,494,473</b>
1 Construction in progress	242	V.10.	23,078,816,119	12,880,494,473
<b>V Long-term financial investments</b>	<b>250</b>	<b>V.2.</b>	<b>6,844,000,000</b>	<b>6,844,000,000</b>
1 Investment in joint-ventures, associates	252		6,844,000,000	6,844,000,000
<b>VI Other long-term assets</b>	<b>260</b>		<b>11,849,272,235</b>	<b>6,760,344,614</b>
1 Long-term prepayments	261	V.11.	11,849,272,235	6,760,344,614
<b>TOTAL ASSETS (270=100+200)</b>	<b>270</b>		<b>2,642,749,177,107</b>	<b>2,360,489,690,110</b>

(Notes from page 11 to page 35 are an integral part of these Combined Financial Statements)



Form B 01 - DN

**COMBINED BALANCE SHEET**

As at December 31, 2024  
(continued)

Unit: VND  
01/01/2024

RESOURCES	Codes	Notes	31/12/2024	01/01/2024
<b>C LIABILITIES</b>	<b>300</b>		<b>1,181,252,695,309</b>	<b>938,780,453,193</b>
<b>I Current liabilities</b>	<b>310</b>		<b>1,181,252,695,309</b>	<b>938,780,453,193</b>
1 Short - term trade payables	311	V.12.	265,261,443,415	277,713,412,623
2 Short - term advances from customers	312	V.13.	11,465,311,004	1,005,620,610
3 Taxes and amounts payable to the State budget	313	V.14.	15,302,098,534	33,341,052,512
4 Payables to employees	314		116,365,775,501	156,930,094,460
5 Short-term accrued expenses	315	V.15.	26,302,448,484	39,062,875,952
6 Other current payables	319	V.16.	20,925,234,161	24,470,990,317
7 Short-term loans and obligations under finance leases	320	V.17.	715,769,216,303	399,660,802,264
8 Bonus and welfare funds	322		9,861,167,907	6,595,604,455
<b>II Long-term liabilities</b>	<b>330</b>		<b>-</b>	<b>-</b>
<b>D EQUITY</b>	<b>400</b>		<b>1,461,496,481,798</b>	<b>1,421,709,236,917</b>
<b>I Owner's equity</b>	<b>410</b>	<b>V.18.</b>	<b>1,461,496,481,798</b>	<b>1,421,709,236,917</b>
1 Owners' contributed capital	411		1,128,564,000,000	1,128,564,000,000
Ordinary shares with voting rights	411a		1,128,564,000,000	1,128,564,000,000
2 Investment and Development fund	418		125,661,320,578	110,289,572,071
3 Other owners' funds	420		15,342,262,775	15,342,262,775
4 Retained earnings	421		191,928,898,445	167,513,402,071
-Retained earnings accumulated to the prior year-end	421a		23,506,630,057	19,179,159,759
- Retained earnings of the current year	421b		168,422,268,388	148,334,242,312
<b>TOTAL RESOURCES (440=300+400)</b>	<b>440</b>		<b>2,642,749,177,107</b>	<b>2,360,489,690,110</b>

Phu Tho, February 24, 2025

**LAM THAO FERTILIZERS AND CHEMICALS JSC**

Preparer

Chief Accountant

General Director

Nguyen Thi Hai Yen

Le Hong Thang



Pham Thanh Tung

(Notes from page 11 to page 35 are an integral part of these Combined Financial Statements)

**COMBINED INCOME STATEMENT**

For the year ended December 31, 2024

Unit: VND

Items	Codes	Notes	Year 2024	Year 2023 (Restatement)
1 Gross revenue from goods sold and services rendered	01	VI.1.	3,599,953,347,991	3,567,874,263,018
2 Deductions	02	VI.2.	134,187,764,452	127,582,449,420
3 Net revenue from goods sold and services rendered (10=01-02)	10		3,465,765,583,539	3,440,291,813,598
4 Cost of sales	11	VI.3.	2,827,456,562,119	2,883,408,344,756
5 Gross profit from goods sold and services rendered (20=10-11)	20		638,309,021,420	556,883,468,842
6 Financial income	21	VI.4.	31,694,360,070	14,399,429,442
7 Financial expenses	22	VI.5.	17,637,126,657	20,436,673,818
<i>In which: Interest expense</i>	23		15,116,567,549	17,434,200,284
8 Selling expenses	25	VI.6.	186,515,846,472	159,500,472,094
9 General and administration expenses	26	VI.6.	246,560,118,402	210,303,404,341
10 Operating profit {30=20+(21-22)-(25+26)}	30		219,290,289,959	181,042,348,031
11 Other income	31	VI.7.	13,674,258,149	6,996,712,323
12 Other expenses	32	VI.8.	16,778,693,770	1,723,264,964
13 Profit from other activities (40=31-32)	40		(3,104,435,621)	5,273,447,359
14 Accounting profit before tax (50=30+40)	50		216,185,854,338	186,315,795,390
15 Current corporate income tax expense	51	VI.10.	47,511,585,950	37,777,553,078
16 Deferred corporate tax (income)/expense	52		-	-
17 Net profit after corporate income tax (60=50-51-52)	60		168,674,268,388	148,538,242,312
18 Basic earnings per share	70	VI.11.	1,345.1	1,176.4

Phu Tho, February 24, 2025

**LAM THAO FERTILIZERS AND CHEMICALS JSC**

Preparer

Chief Accountant

General Director



Nguyen Thi Hai Yen

Le Hong Thang

Pham Thanh Tung

(Notes from page 11 to page 35 are an integral part of these Combined Financial Statements)



**COMBINED CASH FLOWS STATEMENT**

(Under indirect method)

For the year ended December 31, 2024

Unit: VND

Items	Codes	Notes	Year 2024	Year 2023
<b>I. Cash flows from operating activities</b>				
1. Profit before tax	01		216,185,854,338	186,315,795,390
2. Adjustments for				
- Depreciation and amortisation of fixed assets and investment properties	02		62,855,938,084	60,013,415,632
- Provisions	03		(26,056,554,988)	22,468,554,988
- Foreign exchange loss/(gain) arising from translating foreign currency items	04		(13,537,799)	(13,779,011)
- Gain, loss from investing activities	05		(44,423,870,239)	(20,072,208,683)
- Interest expense	06		15,116,567,549	17,434,200,284
3. Operating profit before movements in working capital	08		223,664,396,945	266,145,978,600
- Increase, decrease in receivables	09		179,863,943,469	330,345,945,546
- Increase, decrease in inventories	10		(272,271,944,899)	174,121,733,801
- Increase, decrease in payables (excluding accrued loan interest and corporate income tax payable)	11		(119,345,540,412)	103,591,027,749
- Increase, decrease in prepaid expense	12		(5,095,995,112)	(1,476,521,356)
- Interest paid	14		(14,910,871,796)	(17,590,351,302)
- Corporate income tax paid	15		(66,785,976,696)	(19,804,364,824)
- Other cash inflows	16		-	-
- Other cash outflows	17		(12,765,060,055)	(6,249,156,370)
<i>Net cash flows from operating activities</i>	20		<i>(87,647,048,556)</i>	<i>829,084,291,844</i>
<b>II. Cash flows from investing activities</b>				
1. Acquisition and construction of fixed assets and other long-term assets	21		(56,212,852,462)	(69,454,428,880)
2. Proceeds from liquidation, disposal of fixed assets and other non-current assets	22		12,743,047,968	6,275,840,000
3. Cash outflow for lending, buying debt instruments of other entities	23		(1,675,000,000,000)	(1,095,000,000,000)
4. Cash recovered from lending, selling debt instruments of other entities	24		1,570,000,000,000	450,000,000,000
5. Interest earned, dividends and profits received	27		31,826,161,996	14,784,567,880
<i>Net cash flows used in investing activities</i>	30		<i>(116,643,642,498)</i>	<i>(693,394,021,000)</i>
<b>III. Cash flows from financing activities</b>				
1. Proceeds from borrowings	33		2,595,954,756,820	2,128,982,445,492
2. Repayment of borrowings	34		(2,279,846,342,781)	(2,220,097,647,881)
3. Dividends and profits paid	36		(112,856,400,000)	(67,713,840,000)
<i>Net cash flows from financing activities</i>	40		<i>203,252,014,039</i>	<i>(158,829,042,389)</i>
<b>Net cash flows during the year (50 = 20+30+40)</b>	50		<b>(1,038,677,015)</b>	<b>(23,138,771,545)</b>

(Notes from page 11 to page 35 are an integral part of these Combined Financial Statements)



**COMBINED CASH FLOWS STATEMENT**

(Under indirect method)

For the year ended December 31, 2024

(continued)

Items	Codes	Notes	Unit: VND	
			Year 2024	Year 2023
Cash and cash equivalents at the beginning of the	60		22,645,161,919	45,770,154,453
Effects of changes in foreign exchange rates	61		13,537,799	13,779,011
Cash and cash equivalents at the end of the year (70=50+60+61)	70	V.1.	21,620,022,703	22,645,161,919

Phu Tho, February 24, 2025

**LAM THAO FERTILIZERS AND CHEMICALS JSC**

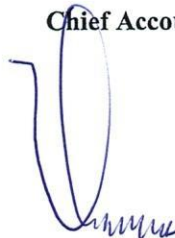
Preparer

Chief Accountant

General Director



Nguyen Thi Hai Yen



Le Hong Thang



Pham Thanh Tung

**NOTES TO THE COMBINED FINANCIAL STATEMENTS***(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)***I. General information****1. Structure of ownership**

Lam Thao Fertilizers and Chemicals JSC (hereinafter referred to as "the Company") was converted from a State-owned Enterprise under Decision No. 158/QĐ-HCVN dated April 16, 2009 of the Board of Directors of Vietnam National Chemical Group on approving the plan and converting Lam Thao Fertilizers and Chemicals company into a Joint Stock Company. The Company operates under the Business Registration Certificate and Tax Registration Certificate of Joint Stock Company No. 2600108471 dated December 29, 2009. The Company has changed the Business Registration Certificate 9 times. Currently, the Company is operating under the Business Registration Certificate dated May 10, 2022 issued by the Department of Planning and Investment of Phu Tho province.

According to the Business Registration Certificate changed on May 10, 2022, the Company's charter capital is **VND 1,128,564,000,000** (*One thousand, one hundred twenty-eight billion, five hundred sixty-four million VND*).

Shares of the Company has been listed on the Hanoi Stock Exchange (HNX) with stock code as LAS.

**2. Operating industry**

The company operates in the field of production and trading of fertilizers and chemicals.

**3. Principal activities**

- Cement retail; Other road passenger transport;
- Wholesale of plastics, alum, industrial gases; Wholesale of fertilizers, pesticides and other chemicals used in agriculture; Wholesale of other chemicals; Wholesale of scrap, metal waste; Other specialized wholesale not classified elsewhere. (Except for the exercise of export rights, import rights, distribution rights for goods in the list of foreign investment goods that cannot exercise export rights, import rights, distribution rights according to the provisions of law).
- Manufacture of pesticides and other chemicals used in agriculture;
- Car rental; Other motor vehicle rental;
- Swimming pool services; Tennis, soccer, volleyball;
- Wholesale of solid, liquid, gaseous fuels and related products. (Except for the exercise of export rights, import rights, and distribution rights for goods in the list of foreign investment goods that are not allowed to exercise export rights, import rights, and distribution rights according to the provisions of law);
- Production of building materials from clay;
- Organize trade introduction and promotion;
- Production of cement, lime and plaster; Production of animal feed, poultry and aquatic products;
- Restaurants, eateries, food stalls; Other mobile food services;
- Manufacture of wooden packaging; Production of alum, industrial gases
- Hotel; Villa or apartment providing short-term accommodation services; Motel, motel providing short-term accommodation services.
- Consulting, designing, and constructing civil, industrial, traffic, irrigation, technical infrastructure, power lines, transformer stations, and 35KV power projects and managing construction investment projects. Consulting, appraising, and supervising construction works. Examining investment projects, design documents, estimates, and total project estimates. Consulting on construction investment, bidding, and construction supervision consulting on civil and industrial projects. Designing, manufacturing, and installing equipment, and chemical production lines



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)*

- Transport of goods by road; Transport of goods by inland waterways; Transport of passengers by inland waterways;
- Operation of sports facilities; Other sports activities;
- Examination and treatment of internal medicine, diagnostic imaging. Examination and treatment of obstetrics and gynecology. Performing examination and treatment of laboratory tests. General examination and treatment. Examination and treatment of obstetrics and pediatrics. Nurses and physicians according to Decision No. 41 dated April 22, 2005, of the Minister of Home Affairs on promulgating professional standards for nursing medical staff;
- Production of packaging from Plastic; Production of other products from Plastic; Production of plastics from Plastic;
- Production of fertilizers and nitrogen compounds; Production and trading of electricity;
- Consulting, vocational training, training of technical workers in various professions;
- Production and trading of limestone, coal, products for aquaculture, mining products and services; business support services for enterprises (customs declaration).

**The Company's Head Office:** Phuong Lai Area, Lam Thao Town, Lam Thao District, Phu Tho Province

**4. Normal production and business cycle**

The Company's normal production and business cycle is carried out for a time period of 12 months or less.

**5. The Company's structure**

**List of associates:**

No.	Name	Address	Proportion of ownership	Proportion of voting right
1.	Lam Thao Mechanic Supe JSC (*)	Lam Thao Town, Lam Thao District, Phu Tho Province	29%	29%
2.	Lam Thao Packaging and Trading JSC (**)	Lam Thao Town, Lam Thao District, Phu Tho Province	30%	30%

(\*) Lam Thao Mechanic Supe JSC 's main business activity is mechanical processing.

(\*\*) Lam Thao Packaging and Trading JSC 's main business activities are packaging production and trading.

**Dependent units:**

The company has 01 Hai Duong NPK Factory - Branch of Lam Thao Fertilizers and Chemicals JSC, located in Cao An commune, Cam Giang district, Hai Duong province.

**6. Disclosure of information comparability in the Combined Financial Statements**

Comparative figures are the figures of the Company's audited Combined Financial Statements for the year ended December 31, 2024.

**7. Number of employees**

As at December 31, 2024, the Company has 1,822 employees (As at December 31, 2023: 1,840 employees)

**II. Accounting period, accounting convention**

**1. Accounting period**

The Company's accounting period begins on 01 January and ends on 31 December of the calendar year.



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)***(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)***2. Accounting currency**

The currency used in accounting is Vietnam dong ("VND") accounted under the principle of historical cost, in accordance with Vietnamese Accounting Standards, Vietnamese Accounting regime for enterprises and the legal regulations related to the preparation and presentation of Combined Financial Statements.

**III. Applied accounting regime and standards****1. Applied accounting regime and standards**

The Company applies Vietnamese Accounting regime and Vietnamese Accounting Standards for enterprises promulgated under the Circular No. 200/2014/TT-BTC dated 22/12/2014 by Ministry of Finance guiding the Accounting Regime for Enterprises and Circular No. 53/2016/TT-BTC dated 21/03/2016 by Ministry of Finance regarding amendment to some articles of Circular No. 200/2014/TT-BTC dated 22/12/2014.

**2. Statement on the compliance to Accounting Standards and Accounting regime**

The Company's Combined Financial Statements are prepared and presented in accordance with Vietnamese Accounting Standards and current Vietnamese Accounting regime for enterprises and the laws and regulations in relation to the preparation and presentation of Combined Financial Statements.

**IV. Summary of Significant accounting policies****1. Basis for the consolidation of Combined Financial Statements preparation**

The Company's Combined Financial Statements are prepared based on the Separate Financial Statements of the Company's Office and Hai Duong NPK Factory - Branch of Lam Thao Fertilizers and Chemicals JSC. Internal transactions and internal balances between the Company's Office and Hai Duong NPK Factory - Branch of Lam Thao Fertilizers and Chemicals JSC have been eliminated when preparing the Combined Financial Statements.

**2. Accounting estimates**

The preparation of Combined Financial Statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the Combined Financial Statements and the reported amounts of revenues and expenses during the financial year. Although these accounting estimates are based on the Management's best knowledge, actual results may differ from those estimates.

**3. Foreign exchange rates applied in accounting**

Exchange rates for translating transactions denominated in foreign currencies in the period are the exchange rate by Vietnam Joint Stock Commercial Bank for Industry and Trade where transactions occur by the cut-off date.

The balances of monetary items denominated in foreign currencies as at the balance sheet date are retranslated at the exchange rates published by Vietnam Joint Stock Commercial Bank for Industry and Trade on the same date, in which:

- Exchange rates for re-translation of items denominated in foreign currencies and classified as assets are the buying rates published by Vietnam Joint Stock Commercial Bank for Industry and Trade at the Reporting
- Exchange rates for re-translation of items denominated in foreign currencies and liabilities as assets are the selling rates published by Vietnam Joint Stock Commercial Bank for Industry and Trade at the Reporting

**4. Principle of recognizing cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, demand deposits, highly liquid investments (not exceeding 3 months) that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)***(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)***5. Accounting principle for financial investments****a) Held-to-maturity investments**

Held-to-maturity investments comprise investments that the Company has the positive intent or ability to hold to maturity. Held-to-maturity investments include term deposits.

Held-to-maturity investments are recognised on a trade date basis and are initially measured at acquisition price plus directly attributable transaction costs. Post-acquisition interest income from held-to-maturity investments is recognised in the Combined income statement on accrual basis. Pre-acquisition interest is deducted from the cost of such investments at the acquisition date.

Held-to-maturity investments are measured at cost less provision for doubtful debts (if any).

Provision for doubtful debts relating to held-to-maturity investments is made in accordance with prevailing accounting regulations.

**b) Investment in associates***Investment in associates*

An associate is an entity over which the Company has significant influence and that is neither a subsidiary nor an interest in joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

Investments into associates are initially recognized at historical cost, including purchase price or capital contribution plus direct relevant costs in relation to such investments. In case the investment is made by non-cash assets, cost of the investments is recorded at fair value of such non-cash assets at incurring time.

Dividend and profit of prior periods before the investment purchase shall be deducted from the value of such investments. Dividend and profit of subsequent periods after the investment purchase shall be recorded as

**6. Accounting principle for receivables**

Receivables are presented as net book value less allowance for doubtful and bad debts. Classification of receivables is made on the following principle:

- Trade accounts receivable consist of receivables with their commercial nature arising from transactions with their purchasing-selling nature between the Company and buyers who are independent entities from the Company.
- Other receivables consist of receivables with their non-commercial nature, not related to transactions with their purchasing-selling nature.

Provision for bad debts is set aside for overdue receivables recorded in economic contracts, contract commitments, or debt repayment commitments that the enterprise has claimed many times but has not yet recovered, or receivable debts that the debtor is unlikely to be able to pay due to liquidation, bankruptcy or similar difficulties.

Increase, decrease in provision for bad and doubtful debts to be made at the cut-off date for Combined Financial Statements shall be recognized into general administration expenses.

**7. Principle for recognizing inventories**

Inventories are recognized at the lower price between historical cost and net realizable value. Historical cost of inventories consists of expenses of acquisition, processing and other directly related expenses (if any) incurred to bring inventories to their present location and condition.



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)*

Net realizable value is determined as the estimated selling price of inventories during the normal business period minus the estimated costs to complete and necessary estimated costs to sell.

Value of inventories is determined under using the weighted average method and accounted for by perpetual method.

Method of establishing inventory depreciation reserve: Inventory depreciation reserve is established for each existing item that has a decrease in value (original price is greater than static realizable value). Increases and decreases in the balance of inventory depreciation reserve that must be set up at the closing date of the Combined Financial Statements are recorded in the selling price of goods.

**8. Principle for fixed asset recognition and depreciation**

**8.1 Principle for tangible fixed asset recognition and depreciation**

Tangible fixed assets are recognized at their historical cost, presented in the Combined Balance Sheet under the items of historical cost, accumulated depreciation and carrying amount.

The historical cost of procured tangible fixed assets includes their purchase price (excluding trade discount or other discount), taxes and directly related costs to bring such assets into the ready-for-use state.

Historical cost of fixed assets which are constructed by contractors includes value of completed and handover works, directly-related costs and stamp duty.

The historical cost of procured tangible fixed assets include actual price of tangible fixed assets which are self-constructed or self-made and their installation and commissioning expense.

The expenses incurred after the initial recognition of tangible fixed assets are recorded as the increases of historical cost of assets when these expenses are sure to increase economic benefits in the future. The incurred expenses which do not satisfy the above conditions are recognized into production and business operation

The Company applied straight-line depreciation method to tangible fixed assets. Tangible fixed assets are accounted and classified into groups by their nature and purpose of utilization in the Company's production and business operation, including:

<i>Type of fixed assets</i>	<i>Depreciation duration &lt;years&gt;</i>
- Building and structures	6 - 25
- Machinery, equipment	7 - 15
- Means of transport, transmission equipment	6 - 8
- Office equipment and tools	3 - 8

Gains and losses arising from the liquidation or sale of assets are the difference between the liquidation proceeds and the carrying amount of the assets, which are recorded in the income statement.

**8.2 Principle for intangible fixed asset recognition and amortization**

Intangible fixed assets are recognized at their historical cost, presented in the Combined Balance Sheet under the items of historical cost, accumulated amortization and carrying amount.

Intangible fixed asset of the Company includes: accounting software and other software.

Costs in relation to translation computer software are not an integral part of the relevant capitalized hardware. Historical costs of computer softwares is the whole expenditure paid by the Company until the softwares are put into use. Computer softwares are amortized on straight line basis 03 years.



**NOTES TO THE COMBINED FINANCIAL STATEMENTS** *(continued)*

*(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)*

**9. Principle for recognizing construction in progress**

Construction in progress includes the cost of construction for the absorption tower, one investment project of Acid line 2, the investment project to renovate the A1 line's exhaust gas treatment system, and several others recorded at the original cost, based on the Contract and Acceptance Minutes. The cost of major asset repairs is also determined at the original price, based on the Contract and Acceptance Minutes. Depreciation of these assets is applied in the same way as other assets, commencing when the assets are ready for use.

**10. Principle for recognition and allocation of prepayment expenses**

Prepayment expenses consist of actual expenses incurred but related to the business performance of many accounting periods. Prepayment expenses include: tools, instruments issued for use awaiting for allocation; prepaid insurance cost and other expenses awaiting for allocation.

Tools, instruments: Tools and instruments which were exported for use and allocated into expenses on straight-line basis over a period of 03 years.

Prepaid insurance costs and advertising costs pending allocation are based on contracts and financial invoices and are allocated into expenses on straight-line basis within 12 months.

**11. Accounting principle for liabilities**

Liabilities are amounts payable to suppliers and other subjects. Liabilities comprise trade accounts payable and other payables. Liabilities are not recorded at lower amounts than payment obligation. Classification of liabilities is made on the following principle:

- Trade accounts payable comprises liabilities with their commercial nature arising from purchasing goods, services, assets and the suppliers are independent from buyers, including payables to associates.
- Other amounts payable comprise amounts payable with their non-commercial nature, not related to transactions of purchasing, selling and supplying goods, services.

Liabilities are monitored by details of each item and due date.

**12. Principle for recognizing loans**

Short-term and long-term loans are recorded on the basis of receipts, bank documents, loan agreements and loan contracts. Loans with a term of 1 fiscal year or less are recorded by the Company as short-term loans.

**13. Principle for recognition and capitalization of borrowing costs**

Borrowing costs consist of loan interest and other costs that incurs in direct connection with the borrowings.

**14. Principle for recognizing accrued expense**

Accrued expenses consist of expenses payable for bank guarantee fees, warehouse charges, trade discounts, payment discounts payable, warehouse freight charges and other accrued expenses, including actual expenses incurred in the reporting period but unpaid because no invoice was available or accounting documents are missing, being recognized in operating expenses of the reporting period and payables that have not incurred because goods, services are not recognized but accrued into operating expenses in the period to secure there will be no abnormal variance in operating expenses when they actually incur, being reflected as a provision for payables.

Accrued expenses on production and business expenses in the period are calculated strictly with reasonable and reliable evidence on the expenses to be accrued in the period to ensure the accounting expenses payable to be accounted will match the actual costs incurred.



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)***(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)***15. Principle for recognizing owner's equity**

Capital investment of the Company's owners is recognized by shareholders' actual capital contribution.

Other funds belonging to equity are additional capital from funds, from after-tax profits of business operations.

Retained earnings are the profit amounts from enterprise's business operation after deducting CIT expense this year and the retroactive adjustments due to changes in accounting policies and the retroactive adjustment of material misstatements in the previous years.

Profit after corporate income tax is allocated to shareholders right after funds are made for under the Corporation Article of the Company as well as legal regulations and upon approval of the Annual General

Dividend is recognized as a payable upon approval by the Annual General Meeting.

**16. Principle and method of recognizing other revenue, income**

Revenue of the Company includes revenue from the sale of fertilizers and chemicals, revenue from providing transportation services for goods sold, other revenue is revenue from the sale of scrap and revenue from interest of bank deposits and dividends.

***Sales revenue***

Revenue from the sale of goods is recognised when all five (5) following conditions are satisfied:

- The Company has transferred the majority of risks and benefits associated with the right to own the products or goods to the buyer;
- The Company no longer holds the right to manage the goods as the goods owner, or the right to control the goods;
- Turnover is determined with relative certainty. In case the contract specifies that buyers have the right to return goods or products that were bought under specific terms, the revenue is only recognized when these specific terms no longer exist and the buyers have no right to return goods or products (except for the case that customers can return goods as exchange to other goods or services).
- The Company gained or will gain economic benefits from the sale transaction; and
- It is possible to determine the costs related to the goods sale transaction.

***Revenue from services rendered***

Revenue from a service transaction is recognized when the outcome of such transaction is determined reliably. In case such transaction of services rendered is related to many periods, the revenue is recognized in the period corresponding to the completed work item as at the date of Combined Financial Statements for such period. The outcome of a transaction can be measured reliably when all four (4) following conditions are satisfied:

- Turnover is determined with relative certainty. In case the contract specifies that buyers have the right to return services that were bought under specific terms, the revenue is only recognized when these specific terms no longer exist and the buyers have no right to return services rendered;
- It is possible to obtain economic benefits from the service provision transaction;
- The work volume completed on the cut-off date of the Combined Financial Statements can be determined;
- The costs incurred from the transaction and the costs of its completion can be determined.

***Interest income***

Interest amounts are recognized on accrual basis, being determined on balances of deposits and actual interest rate in the period.



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)***(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)***Dividends**

Revenue from dividends and profits distributed is recognized when the Company is entitled to receive dividends or profits from capital contributions.

Advances from customers are not recognized as revenue in the period.

**17. Principle and method of recognizing deductions**

The Company's revenue deductions include trade discounts payable, which are amounts that a business reduces the list price for customers who purchase goods in large quantities. The amount of trade discount that the buyer receives is greater than the amount of sales recorded on the final invoice.

**18. Principle and method of recognizing financial expense**

Financial expense recognized in the Combined Income Statement is the total financial expense incurred in the period, without offset with revenue from financing activities, including interest expense and other financial expense.

**19. Tax liabilities****Value added tax (VAT)**

The Company declares and calculates VAT under the guidelines of current Taxation Law.

**Corporate income tax**

Corporate income tax represents the total amount of current tax payable.

Current tax payable is calculated on taxable profit in the period. Taxable income differs from net profit presented in the Income Statement because taxable income does not include assessable incomes or expenses or deductible one in other years (including losses carried forward, if any) and it further excludes items that are non-taxable or non-deductible.

The Company applies the corporate income tax rate of 20% on taxable profits.

The corporate income tax of the Company is determined in conformity with current tax regulations. However, these regulations may change from time to time and the final determination of corporate income tax depending on the tax check results of the competent tax authorities.

**Other taxes**

Other taxes and fees are declared and paid by businesses to local tax authorities according to current tax laws in Vietnam.

**22. Segment Reporting**

A segment is a distinguishable component of the Company that is engaged either in providing related products or services (business segment) or in providing products or services within a particular economic environment (geographical segment) that is subject to risks and returns that are different from those of other business segments. The Board of Management believes that the Company's principal activities are the production and sale of fertilizer products and are mainly distributed in the territory of Vietnam. Therefore, the Company does not present segment reports by business segment and by geographical area in accordance with Vietnamese Accounting Standard No. 28 - Segment reporting.

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

**V. Additional information of items presented in the Combined Balance Sheet**

1. Cash	31/12/2024	01/01/2024
	VND	VND
Cash on hand	95,996,861	106,119,041
Cash in bank	21,524,025,842	22,539,042,878
<b>Total</b>	<b>21,620,022,703</b>	<b>22,645,161,919</b>

**2. Financial investments**

**a) Held-to-maturity investments**

Unit: VND

	31/12/2024		01/01/2024	
	Cost	Carrying amount	Cost	Carrying amount
<b>Short-term (*)</b>				
Vietnam Bank for Agriculture and Rural Development - Lam Thao district Branch	55,000,000,000	55,000,000,000	65,000,000,000	65,000,000,000
Vietnam Joint Stock Commercial Bank for Industry and Trade - Hung Vuong Branch	130,000,000,000	130,000,000,000	80,000,000,000	80,000,000,000
Joint Stock Commercial Bank for Investment and Development of Vietnam - Lam Thao Transaction Office, Phu	50,000,000,000	50,000,000,000	95,000,000,000	95,000,000,000
Joint Stock Commercial Bank for Investment and Development of Vietnam - Hoang Mai	10,000,000,000	10,000,000,000	20,000,000,000	20,000,000,000
Joint Stock Commercial Bank For Foreign Trade of Viet Nam - Phu Tho Branch	20,000,000,000	20,000,000,000	10,000,000,000	10,000,000,000
Vietnam Joint Stock Commercial Bank for Industry and Trade - Phu Tho Branch	500,000,000,000	500,000,000,000	440,000,000,000	440,000,000,000
Vietnam International Commercial Joint Stock Bank - Hai Ba Trung Branch	30,000,000,000	30,000,000,000	-	-
North Asia Commercial Joint Stock Bank - Phu Tho Branch	20,000,000,000	20,000,000,000	-	-
<b>Total</b>	<b>815,000,000,000</b>	<b>815,000,000,000</b>	<b>710,000,000,000</b>	<b>710,000,000,000</b>

(\*) These are 6-month term deposits, with interest rates from 3.9%/year to 4.8%/year.



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

**b) Investment in associates**

Unit: VND

	31/12/2024		01/01/2024	
	Cost	Provision	Cost	Provision
Lam Thao Mechanic Supe JSC (1)	2,494,000,000	-	2,494,000,000	-
Lam Thao Packaging and Trading JSC (2)	4,350,000,000	-	4,350,000,000	-
<b>Total (*)</b>	<b>6,844,000,000</b>	<b>-</b>	<b>6,844,000,000</b>	<b>-</b>

(\*) The fair value of investments is not defined because there is insufficient necessary information to review. The net book value and fair value might have differences.

(1) According to the 4th amended Business Registration Certificate No. 2600398844 dated June 3, 2022 issued by the Department of Planning and Investment of Phu Tho province, the Company invested VND 2,494,000,000 in Lam Thao Mechanic Supe JSC, equivalent to 29% of charter capital.

(2) According to the third amended Business Registration Certificate No. 1803000420 dated July 14, 2016 issued by the Department of Planning and Investment of Phu Tho province, the Company invested VND 4,350,000,000 in Lam Thao Packaging and Trading JSC, equivalent to 30% of charter capital.

**(\*) Significant transactions between the Company and Associates in the year:**

- + Lam Thao Mechanic Supe JSC: Providing mechanical processing services for Lam Thao Fertilizers and Chemicals JSC
- + Lam Thao Packaging and Trading JSC: provide packaging for Lam Thao Fertilizers and Chemicals JSC

**3. Trade receivables**

Unit: VND

	31/12/2024		01/01/2024	
	Amount	Provision	Amount	Provision
<b>a) Short-term</b>				
Bac Giang Agriculture Technology Material JSC	-	-	10,329,899,683	-
Thanh Son General Trading and Service Company Limited	13,778,836,484	-	25,113,139,675	-
Phu Tho Provincial Farmers' Association	20,217,731,698	-	10,717,312,699	-
Phung Hung JSC	1,551,310,415	-	29,641,949,071	-
Khanh Linh Trading JSC	-	-	18,554,077,103	-
Nam Tien JSC	8,652,292,917	(8,652,292,917)	8,889,042,917	(8,889,042,917)
Anh Duc Company Limited	12,213,474,600	(12,213,474,600)	12,213,474,600	(12,213,474,600)
Others	61,553,577,953	(4,636,021,781)	172,390,211,249	(4,636,021,781)
<b>Total</b>	<b>117,967,224,067</b>	<b>(25,501,789,298)</b>	<b>287,849,106,997</b>	<b>(25,738,539,298)</b>

**b) Trade receivables from related parties:** Details are presented in Note VIII.2

**4. Advances to suppliers**

31/12/2024

01/01/2024

VND

VND

**a) Short-term**

APAVE Asia - Pacific Co., Ltd

-

9,349,220,277

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**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

Viet Anh Co., Ltd	1,245,128,150	-
Others	1,065,315,578	2,261,102,206
<b>Total</b>	<b>2,310,443,728</b>	<b>11,610,322,483</b>

b) *Advances to suppliers from related parties:* Details are presented in Note VIII.2

**5. Other receivables**

Unit: VND

	31/12/2024		01/01/2024	
	Amount	Provision	Amount	Provision
<i>Short - term</i>				
Advances	81,350,000	-	427,322,600	-
Must collect support money for building Supe workers' market from Hung Son town People's Committee	-	-	300,000,000	-
Accrued interest from deposit	150,939,726	-	296,279,451	-
Others	239,637,464	-	161,525,726	-
<b>Total</b>	<b>471,927,190</b>	<b>-</b>	<b>1,185,127,777</b>	<b>-</b>

**6. Bad debts**

Unit: VND

	31/12/2024		01/01/2024	
	Cost	Recoverable amount	Cost	Recoverable amount
<i>Total value of receivables, that are overdue or not overdue but difficult to recover;</i>				
<i>Trade receivables</i>				
Nam Tien JSC	8,652,292,917	-	8,889,042,917	-
Anh Duc Company Limited	12,213,474,600	-	12,213,474,600	-
Son La Provincial Farmers' Association	3,618,477,439	-	3,618,477,439	-
Others	1,017,544,342	-	1,017,544,342	-
<b>Total</b>	<b>25,501,789,298</b>	<b>-</b>	<b>25,738,539,298</b>	<b>-</b>

**7. Inventories**

Unit: VND

	31/12/2024		01/01/2024	
	Cost	Provision	Cost	Provision
Raw materials	628,941,883,604	-	421,681,978,716	(25,819,804,988)
Tools and supplies	11,396,618,937	-	6,643,576,446	-
Work in progress	196,361,057,833	-	168,391,354,024	-
Finished goods	499,144,475,292	-	466,855,181,581	-
<b>Total</b>	<b>1,335,844,035,666</b>	<b>-</b>	<b>1,063,572,090,767</b>	<b>(25,819,804,988)</b>



**LAM THAO FERTILIZERS AND CHEMICALS JSC**

Address: Phuong Lai Area, Lam Thao Town, Lam Thao District, Phu Tho Province

**COMBINED FINANCIAL STATEMENTS**  
*For the year ended December 31, 2024*

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**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

*(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)*

**8. Increases, decreases in tangible fixed assets**

Items	Building and structures	Machinery, equipment	Means of transport, transmission equipment	Office equipment and tools	Total
Unit: VND					
<i>Cost</i>					
Balance as at 01/01/2024	635,066,999,688	818,424,555,309	215,606,043,137	56,089,031,516	1,725,186,629,650
Purchase in the year	5,297,722,304	20,271,058,719	1,057,738,548	7,980,240,675	34,606,760,246
Construction completed	26,337,127,428	30,073,398,076	15,045,930,750	1,612,097,138	73,068,553,392
Liquidation of fixed assets	(3,112,062,097)	(65,289,194,995)	(18,549,589,344)	(5,906,391,307)	(92,857,237,743)
Balance as at 31/12/2024	663,589,787,323	803,479,817,109	213,160,123,091	59,774,978,022	1,740,004,705,545
<i>Accumulated depreciation</i>					
Balance as at 01/01/2024	517,219,629,117	690,210,136,208	187,494,890,722	46,266,125,568	1,441,190,781,615
Depreciation in the year	13,513,955,782	37,079,227,439	7,425,704,070	4,282,050,614	62,300,937,905
Liquidation of fixed assets	(3,112,062,097)	(65,140,912,203)	(18,549,589,344)	(5,906,391,307)	(92,708,954,951)
Balance as at 31/12/2024	527,621,522,802	662,148,451,444	176,371,005,448	44,641,784,875	1,410,782,764,569
<i>Net book value</i>					
As at 01/01/2024	117,847,370,571	128,214,419,101	28,111,152,415	9,822,905,948	283,995,848,035
As at 31/12/2024	135,968,264,521	141,331,365,665	36,789,117,643	15,133,193,147	329,221,940,976

- Closing net book value of tangible fixed assets used for mortgage, collateral to secure borrowing amounts: VND 73,510,137,093 (As at 31/12/2023: VND 89,085,873,835)

- Historical cost of fixed assets which have been fully depreciated but still in use: VND 884,389,965,399 (As at 31/12/2023: VND 979,159,675,702)

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

**9. Increases, decreases in intangible fixed assets**

Items	Accounting software and other software	Company Website	Unit: VND Total
<i>Cost</i>			
Balance as at 01/01/2024	3,050,685,268	456,621,000	3,507,306,268
Purchase in the year	-	-	-
Balance as at 31/12/2024	3,050,685,268	456,621,000	3,507,306,268
<i>Accumulated amortization</i>			
Balance as at 01/01/2024	2,050,725,666	456,621,000	2,507,346,666
Amortization in the year	555,000,179	-	555,000,179
Balance as at 31/12/2024	2,605,725,845	456,621,000	3,062,346,845
<i>Net book value</i>			
As at 01/01/2024	999,959,602	-	999,959,602
As at 31/12/2024	444,959,423	-	444,959,423
Historical cost of indefinite land use right without amortization: 456,621,000 (As at 31/12/2023: VND 456,621,000)			

**10. Construction in progress**

	31/12/2024 VND	01/01/2024 VND
Investment costs for building a 300,000 metric-tons/year acid production line combined with power generation	-	11,851,057,585
Project in SOP production line 20,000 tons/year	1,786,383,245	-
Project of absorption tower 1 of Acid line 2	9,638,895,707	-
Project to renovate the A1 line exhaust gas treatment system	11,281,302,694	472,489,888
Other projects	372,234,473	556,947,000
<b>Total</b>	<b>23,078,816,119</b>	<b>12,880,494,473</b>

**11. Prepayments**

	31/12/2024 VND	01/01/2024 VND
<i>a) Short-term</i>	<b>3,568,358,903</b>	<b>3,561,291,412</b>
Insurance costs, advertising costs awaiting allocation	3,435,027,589	3,561,291,412
Other expenses awaiting for allocation	133,331,314	-
<i>b) Long-term</i>	<b>11,849,272,235</b>	<b>6,760,344,614</b>
Issued tools and instruments awaiting for allocation	10,326,076,739	5,458,739,090
Other expenses awaiting for allocation	1,523,195,496	1,301,605,524
<b>Total</b>	<b>15,417,631,138</b>	<b>10,321,636,026</b>



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**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

**12. Trade payables**

Unit: VND

	31/12/2024		01/01/2024	
	Amount	Amount able to be paid off	Amount	Amount able to be paid off
<b>a) Short - term</b>				
Lam Thao Packaging and Trading JSC	10,791,909,034	10,791,909,034	12,044,449,227	12,044,449,227
Viet Nam Apatit Limited Company	13,934,719,784	13,934,719,784	22,006,980,518	22,006,980,518
Lam Thao Mechanic Supe JSC	23,710,384,523	23,710,384,523	24,295,198,948	24,295,198,948
Phu Thinh Import-Export and Production	-	-	37,155,833,344	37,155,833,344
Hoang Lien Son Agricultural Engineering Materials Limited Company	1,935,000,000	1,935,000,000	26,926,775,100	26,926,775,100
National Research Institute of Mechanical Engineering	14,719,174,400	14,719,174,400	8,505,007,358	8,505,007,358
Thuy Ngan Trading Co., Ltd	50,296,632,500	50,296,632,500	2,990,968,000	2,990,968,000
Others	149,873,623,174	149,873,623,174	143,788,200,128	143,788,200,128
<b>Total</b>	<b>265,261,443,415</b>	<b>265,261,443,415</b>	<b>277,713,412,623</b>	<b>277,713,412,623</b>

**b) Trade payables from related parties:** Details are presented in Note VIII.2

**13. Advances from customers**

	31/12/2024 VND	01/01/2024 VND
<b>a) Short - term</b>		
Southchimex JSC	50,474,475	370,999,120
Hai Hien Trading Company Limited	2,820,828,722	-
Huong Tho ., Ltd	11,905,130	151,904,730
Bac Giang Agriculture technology material JSC	1,447,701,082	-
Van Huong Company Limited	1,194,920,461	-
Nhu Linh Company Limited	-	181,120,499
Khanh Linh., JSC	3,217,862,809	-
Others	2,721,618,325	301,596,261
<b>Total</b>	<b>11,465,311,004</b>	<b>1,005,620,610</b>

**b) Advances from customers from related parties:** Details are presented in Note VIII.2

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

**14. Taxes and amounts payable to the State budget**

	01/01/2024	Payable during the year	Paid during the year	Unit: VND 31/12/2024
<b>a) Payables</b>				
Value added tax	619,846,755	4,322,654,394	3,676,121,345	1,266,379,804
Corporate income tax	32,660,403,364	47,511,585,950	66,785,976,696	13,386,012,618
Personal income tax	60,731,518	4,792,808,756	4,203,922,587	649,617,687
Housing tax, land rent	-	8,867,236,053	8,867,236,053	-
Other taxes	70,875	4,622,755	4,605,205	88,425
<b>Total</b>	<b>33,341,052,512</b>	<b>65,498,907,908</b>	<b>83,537,861,886</b>	<b>15,302,098,534</b>
<b>b) Receivables</b>				
Personal income tax	131,047	7,925,933	7,794,886	-
Other taxes	30,093,159	2,215,941,580	2,215,813,816	29,965,395
<b>Total</b>	<b>30,224,206</b>	<b>2,223,867,513</b>	<b>2,223,608,702</b>	<b>29,965,395</b>

**15. Accrued expenses**

	31/12/2024 VND	01/01/2024 VND
<b>Short-term</b>		
Advance payment of guarantee fee and deposit interest, payment discounts	11,829,318,952	11,423,681,967
Accrued interest expense	466,533,963	260,838,210
Accrued storage fee	2,215,250,013	1,451,670,114
Accrued trade discount	11,065,723,911	20,786,534,570
Accrued freight charges for warehouse goods	-	4,217,773,305
Prepaid electricity bills, other prepaid expenses	725,621,645	922,377,786
<b>Total</b>	<b>26,302,448,484</b>	<b>39,062,875,952</b>

**16. Other payables**

	31/12/2024 VND	01/01/2024 VND
<b>Short-term</b>		
Trade Union Fee	2,462,525,326	1,410,549,386
Insurance agency advance medical examination and treatment for staff and workers payables	443,713,865	891,920,925
Initiative money payables	-	3,956,500,000
Short-term collaterals, deposits received	12,624,052,908	13,031,350,000
Others	5,394,942,062	5,180,670,006
<b>Total</b>	<b>20,925,234,161</b>	<b>24,470,990,317</b>



**LAM THAO FERTILIZERS AND CHEMICALS JSC**

Address: Phuong Lai Area, Lam Thao Town, Lam Thao District, Phu Tho Province

**COMBINED FINANCIAL STATEMENTS**

For the year ended December 31, 2024

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**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

**17. Loans and obligations under finance lease**

Unit: VND

	31/12/2024		In the year		01/01/2024	
	Amount	Amount able to be paid off	Increases	Decreases	Amount	Amount able to be paid off
<b>a) Short-term</b>						
<b>Short-term loan</b>						
Vietnam Joint Stock Commercial Bank for Industry and Trade – Phu Tho branch (1)	384,673,136,846	384,673,136,846	1,809,474,020,134	1,754,677,824,954	329,876,941,666	329,876,941,666
Vietnam Joint Stock Commercial Bank for Industry and Trade – Hung Vuong branch (2)	57,155,870,283	57,155,870,283	124,990,425,885	92,110,291,384	24,275,735,782	24,275,735,782
Vietnam Bank for Agriculture and Rural Development - Lam Thao District, Phu Tho branch	39,761,247,588	39,761,247,588	185,088,039,292	145,326,791,704	-	-
Shinhan Vietnam Bank Limited - Pham Hung branch (4)	43,426,919,000	43,426,919,000	102,364,794,044	58,937,875,044	-	-
Joint Stock Commercial Bank for Investment and Development of Vietnam - Phu Tho branch (5)	49,894,822,007	49,894,822,007	173,675,286,014	169,288,588,823	45,508,124,816	45,508,124,816
Joint Stock Commercial Bank For Foreign Trade Of Vietnam - Phu Tho branch (6)	43,579,023,411	43,579,023,411	82,556,341,117	38,977,317,706	-	-
Joint Stock Commercial Bank for Investment and Development of Vietnam - Hoang Mai branch (7)	45,902,930,348	45,902,930,348	66,430,583,514	20,527,653,166	-	-
North Asia Commercial Joint Stock Bank - Phu Tho branch (8)	9,519,684,226	9,519,684,226	9,519,684,226	-	-	-
Vietnam International Commercial Joint Stock Bank. - Hai Ba Trung branch - Hanoi (9)	41,855,582,594	41,855,582,594	41,855,582,594	-	-	-
<b>Total</b>	<b>715,769,216,303</b>	<b>715,769,216,303</b>	<b>2,595,954,756,820</b>	<b>2,279,846,342,781</b>	<b>399,660,802,264</b>	<b>399,660,802,264</b>



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)***(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)***b) Detailed explanation of loans**

(1) The remaining loan of Vietnam Joint Stock Commercial Bank for Industry and Trade - Phu Tho Branch under Loan Agreement No. 220/2024-HDCVHM/NHCT240-SUPE dated May 22, 2024, the limit is 700 billion VND, the limit maintenance period is from May 22, 2024 to May 22, 2025, the loan term is stated on the Debt Receipt but not more than 06 months, floating interest rate. The purpose of the loan is to supplement working capital for production and business; the collateral is real estate, goods, and debt claims.

(2) The remaining loan of Vietnam Joint Stock Commercial Bank for Industry and Trade - Hung Vuong Branch according to Loan Agreement No. 01/2024-HDCVHM/NHCT242-SUPE dated May 21, 2024, the loan limit is 100 billion VND, the limit maintenance period is from May 21, 2024 to May 21, 2025, the loan term is stated on the Debt Receipt but not more than 06 months, floating interest rate. The purpose of the loan is to supplement working capital for production and business, the loan has no collateral.

(3) Loan from Vietnam Bank for Agriculture and Rural Development - Lam Thao District Branch, Phu Tho under Credit Contract No. 2703LAV202400738 dated May 6, 2024, credit limit is 50 billion VND, credit limit validity is 36 months from the date of signing, loan purpose is to supplement capital for production and business, loan term according to each specific debt receipt. The loan interest rate is floating, loan has no collateral.

(4) Loan from Shinhan Bank Vietnam Limited - Pham Hung Branch under Credit Contract No. SHBHNC/HDTD/790500026089 dated April 21, 2023, and Extension - Amendment of Credit Contract No. SHBHNC/HDTD/790500026089/01 dated April 24, 2024, loan limit is 50 billion VND, limit maintenance period is until April 20, 2025, loan term for each debt is recorded on the Debt Receipt but not more than 06 months. The purpose of the loan is to supplement working capital for production and business, the loan has no collateral.

(5) Loan from Vietnam Joint Stock Commercial Bank for Investment and Development—Phu Tho Branch, according to Credit Limit Contract No. 01/2024/404769/HDTD dated August 30, 2024. The loan limit is 50 billion VND, and the limit period is from the signing date to May 15, 2025. The loan aims to supplement working capital, guarantee, and issue L/C.

(6) Loan from Vietnam Joint Stock Commercial Bank for Foreign Trade - Phu Tho Branch according to Loan Agreement No. 24BB/DN-DB/NHHM45 dated June 17, 2024, loan limit is 50 billion VND, limit maintenance period is until May 1, 2025, loan term is stated on the Debt Receipt but not more than 08 months, floating loan interest rate is stated on each Debt Receipt, loan purpose is to supplement working capital for production and business, loan has no collateral.

(7) Loan from Vietnam Joint Stock Commercial Bank for Investment and Development - Hoang Mai Branch under Credit Limit Contract No. 01/2024/404769/HDTD dated July 18, 2024, the loan limit is 50 billion VND, limit maintenance period is 12 months from the date of signing the contract. The loan's purpose is to supplement working capital for production and business, the loan is unsecured.

(8) Loan from Bac A Commercial Joint Stock Bank - Phu Tho Branch under Credit Limit Contract No. 0000461636/2024HDDHM-BacABank990 dated November 1, 2024. The loan term for each debt is stated on the Debt Receipt but not exceeding 08 months, the floating interest rate is stated on each Debt Receipt. The purpose of the loan is to supplement working capital, issue payment guarantees, and open L/Cs for production and business. The loan has no collateral.

(9) Loan from International Commercial Joint Stock Bank - Hai Ba Trung Hanoi Branch under Credit Contract No. 22947799.24 dated August 12, 2024, the loan limit is 50 billion VND, limit maintenance period is 12 months from the date of signing the contract. Loan terms and interest rates are determined according to each specific credit contract. Loan's purpose is to supplement working capital, and serve production and business, the loan is unsecured.



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

**18. Owner's equity**

**a) Changes in owners' equity**

Items	Owner's contributed capital	Retained earnings	Unit: VND Total
Balance as at 01/01/2023	1,128,564,000,000	104,976,155,563	1,233,540,155,563
Profit for the year	-	148,538,242,312	148,538,242,312
Dividends paid	-	(67,713,840,000)	(67,713,840,000)
Distribution of funds	-	(17,705,655,804)	(17,705,655,804)
Board of Directors' remuneration and Management Board's bonus	-	(581,500,000)	(581,500,000)
Balance as at 31/12/2023	1,128,564,000,000	167,513,402,071	1,296,077,402,071
Profit for the year	-	168,674,268,388	168,674,268,388
Dividends paid (i)	-	(112,856,400,000)	(112,856,400,000)
Distribution of funds (i)	-	(30,743,497,014)	(30,743,497,014)
Bonus of the Board of Management (i)	-	(406,875,000)	(406,875,000)
Remuneration of the non-executive Board of Director (i)	-	(252,000,000)	(252,000,000)
Balance as at 31/12/2024	1,128,564,000,000	191,928,898,445	1,320,492,898,445

(i) Dividend distribution, fund allocation, Remuneration of the non-executive Board of Director and Bonus of the Board of Management according to Resolution No. 42/2024/NQ-DHCD-SPLT dated April 11, 2024 of the year 2024 Annual General Meeting of Shareholders of Lam Thao Fertilizers and Chemicals JSC.

**b) Details of owner's equity contribution**

	31/12/2024 VND	01/01/2024 VND
Capital contribution of the parent company-Vietnam National Chemical Group	787,919,850,000	787,919,850,000
Others	340,644,150,000	340,644,150,000
<b>Total</b>	<b>1,128,564,000,000</b>	<b>1,128,564,000,000</b>

**c) Capital transactions with owners, dividend distribution and shared profit**

	Year 2024 VND	Year 2023 VND
<b>Owners' contributed capital</b>	<b>1,128,564,000,000</b>	<b>1,128,564,000,000</b>
Contributed at current period's opening balance	1,128,564,000,000	1,128,564,000,000
Contributed at current period's closing balance	1,128,564,000,000	1,128,564,000,000
<b>Paid dividend, shared profit</b>	<b>112,856,400,000</b>	<b>67,713,840,000</b>

**d) Shares**

	31/12/2024 Shares	01/01/2024 Shares
Number of shares registered for issue	112,856,400	112,856,400

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**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

Number of shares issued to the public	112,856,400	112,856,400
- Ordinary shares	112,856,400	112,856,400
Number of outstanding shares in circulation	112,856,400	112,856,400
- Ordinary shares	112,856,400	112,856,400
A common share has par value of VND 10,000 per share		

**e) Funds of the Company**

	01/01/2024	Increase	Decrease	Unit: VND 31/12/2024
Investment and Development fund	110,289,572,071	15,371,748,507	-	125,661,320,578
Other owners' funds	15,342,262,775	-	-	15,342,262,775
<b>Total</b>	<b>125,631,834,846</b>	<b>15,371,748,507</b>	<b>-</b>	<b>141,003,583,353</b>

**19. Off Combined Balance sheet items**

**a) Foreign currencies**

	31/12/2024	01/01/2024
Cash in bank		
Dollar (USD)	13,004.61	13,004.61

**b) Bad debt resolved**

	31/12/2024 VND	01/01/2024 VND
Hoa Binh Company Limited	1,319,536,200	1,319,536,200
Phu Yen Agricultural Technical Materials Company	259,406,803	259,406,803
Phu Tho Agricultural and Forestry Materials Company	492,382,386	492,382,386
Others	5,462,004,086	5,462,004,086
<b>Total</b>	<b>7,533,329,475</b>	<b>7,533,329,475</b>

**VI. Additional information for items presented in the Combined Income Statement**

**1. Gross revenue from goods sold and services rendered**

	Year 2024 VND	Year 2023 VND
<b>a) Revenue</b>		
Revenue from sales of finished products, materials, goods, scrap	3,583,971,644,220	3,538,061,738,946
Revenue from services rendered	15,981,703,771	29,812,524,072
<b>Total</b>	<b>3,599,953,347,991</b>	<b>3,567,874,263,018</b>

**b) Revenue from related parties:** Details are presented in note VIII.2

**2. Revenue deductions**

	Năm 2024 VND	Năm 2023 VND
Trade discount	134,187,764,452	127,582,449,420
<b>Total</b>	<b>134,187,764,452</b>	<b>127,582,449,420</b>



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

**3. Cost of sales**

	Year 2024 VND	Year 2023 VND
The cost price of finished products, supplies, and scrap sold	2,819,851,701,581	2,839,482,071,018
Cost of services rendered	7,604,860,538	18,106,468,750
Reversal of reserves/Provision for devaluation of inventories	(25,819,804,988)	25,819,804,988
<b>Total</b>	<b>2,827,456,562,119</b>	<b>2,883,408,344,756</b>

**4. Financial income**

	Year 2024 VND	Year 2023 VND
<b>a) Financial income</b>		
Bank interest	30,992,681,271	13,523,806,372
Dividends, profits shared	688,141,000	796,630,000
Gain from exchange rate difference due to revaluation at the year end	13,537,799	13,779,011
Discount on payments received	-	65,214,059
<b>Total</b>	<b>31,694,360,070</b>	<b>14,399,429,442</b>

**b) Financial income from related parties:** Details are presented in note VIII.2

**5. Financial expenses**

	Year 2024 VND	Year 2023 VND
Interest expense	15,116,567,549	17,434,200,284
Payment discounts and deferred sales interest, regional deposit interest	2,520,559,108	3,002,473,534
<b>Total</b>	<b>17,637,126,657</b>	<b>20,436,673,818</b>

**6. Selling expenses and general and administration expenses**

	Year 2024 VND	Year 2023 VND
<b>a) Selling expenses incurred in the year</b>	<b>186,515,846,472</b>	<b>159,500,472,094</b>
Labour cost	22,789,108,086	17,331,602,595
Cost of materials and packaging	1,958,974,623	586,626,532
Tool costs	9,370,504,073	4,735,549,867
Depreciation of fixed assets	763,969,909	633,922,629
External services expenses	128,014,242,175	114,795,620,434
Others expenses	23,619,047,606	21,417,150,037
<b>b) General administration expenses incurred in the year</b>	<b>246,796,868,402</b>	<b>213,654,654,341</b>
Labour cost	67,472,592,115	73,936,564,242
Management material costs	15,783,443,439	9,649,383,878
Tool costs	10,637,224,564	13,214,927,580
Fixed asset depreciation	10,858,963,081	7,459,246,548
Taxes, fees and charges	3,034,512,217	837,602,963
Out-sourced services	68,107,027,122	62,452,511,011
Other monetary expenses	70,903,105,864	46,104,418,119

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**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

c)	<b>Deduction from general administration expenses</b>	<b>(236,750,000)</b>	<b>(3,351,250,000)</b>
	Reversal of provisions for accounts receivable	(236,750,000)	(3,351,250,000)
<b>7.</b>	<b>Other income</b>		
		<b>Year 2024</b>	<b>Year 2023</b>
		<b>VND</b>	<b>VND</b>
	Sale, disposal of fixed assets	12,891,330,760	5,751,772,311
	Income from renting multi-purpose houses, renting locations	-	241,345,519
	Other	782,927,389	1,003,594,493
	<b>Total</b>	<b>13,674,258,149</b>	<b>6,996,712,323</b>
<b>8.</b>	<b>Other expenses</b>		
		<b>Year 2024</b>	<b>Year 2023</b>
		<b>VND</b>	<b>VND</b>
	The cost of fines for violating the area	-	500,000
	Expenses paid to individuals involved in liquidating tools and equipment	3,410,813,792	1,568,959,000
	Project costs stopped the implementation	12,086,418,570	-
	Other	1,281,461,408	153,805,964
	<b>Total</b>	<b>16,778,693,770</b>	<b>1,723,264,964</b>
<b>9.</b>	<b>Production cost by nature</b>		
		<b>Year 2024</b>	<b>Year 2023</b>
		<b>VND</b>	<b>VND</b>
	Raw materials and consumables	3,122,908,715,237	3,183,966,052,163
	Labour cost	458,354,270,494	399,187,876,256
	Depreciation and amortisation	62,855,938,084	60,013,415,632
	Out-sourced services	434,685,049,380	402,908,116,487
	Other monetary expenses	132,397,406,924	104,165,265,821
	<b>Total</b>	<b>4,211,201,380,119</b>	<b>4,150,240,726,359</b>
<b>10.</b>	<b>Current corporate income tax expense</b>		
		<b>Year 2024</b>	<b>Year 2023</b>
		<b>VND</b>	<b>VND</b>
	Total accounting profit before tax	216,185,854,338	186,315,795,390
	Incomes exempted from corporate income tax	688,141,000	796,630,000
	Corporate income tax non-deductible expense	18,110,798,927	3,368,600,000
	Corporate income taxable income	233,608,512,265	188,887,765,390
	Current corporate income tax rate	20%	20%
	Corporate income tax expense calculated on current taxable income	46,721,702,453	37,777,553,078
	Adjust previous years' corporate income tax expenses to this year's current corporate income tax expenses	789,883,497	-
	<b>Total corporate income tax expense calculated on current taxable income</b>	<b>47,511,585,950</b>	<b>37,777,553,078</b>



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

**11. Basic earnings per share**

	Year 2024	Year 2023 (Restatement)
	VND	VND
Accounting profit after corporate income tax	168,674,268,388	148,538,242,312
Adjustments of increase or decrease in accounting profit to determine profit or loss allocating to shareholders holding common shares:	(16,867,426,839)	(15,778,623,507)
Adjustments of decrease	16,867,426,839	15,778,623,507
+ Bonus and welfare fund deduction (*)	16,867,426,839	15,778,623,507
Profit or loss allocating shareholders holding common shares (*)	151,806,841,549	132,759,618,805
Average ordinary shares in circulation for the year	112,856,400	112,856,400
Basic earnings per share (**)	1,345.1	1,176.4

(\*) The bonus and welfare fund amount for the fiscal year ending December 31, 2024, is temporarily deducted by the Company equal to 10% of profit after tax according to Article 39 of the amended Charter of Organization and Printing Operations: Thursday, May 10, 2021, of Lam Thao Fertilizers and Chemicals JSC.

(\*\*) The Company retroactively adjusted the basic earnings per share target for 2023 due to the impact of deductions to bonus and welfare funds according to Resolution No. 42/2024/NQ-DHCD-SPLT dated April 11, 2024, of the 2024 Annual General Meeting of Shareholders of Lam Thao Fertilizers and Chemicals JSC. Details are as follows:

	Unit: VND		
	Year 2023		
Items	Pre-adjusted figures	Adjusted	Adjusted figures
Accounting profit after corporate income tax	148,538,242,312	-	148,538,242,312
Adjustments of increase or decrease in accounting profit to determine profit or loss allocating to shareholders holding common shares:	(14,853,824,231)	(924,799,276)	(15,778,623,507)
Adjustments of decrease	14,853,824,231	924,799,276	15,778,623,507
+ Bonus and welfare fund deduction	14,853,824,231	924,799,276	15,778,623,507
Profit or loss allocating shareholders holding common shares	133,684,418,081	(924,799,276)	132,759,618,805
Average ordinary shares in circulation for the year	112,856,400		112,856,400
Basic earnings per share	1,184.55		1,176.4

**VII. Additional information for items presented in the Combined Cash Flow Statement**

	Year 2024	Year 2023
	VND	VND
<b>1. Actual receipt of borrowing amounts in the year</b>		
Proceeds from borrowings under normal agreement	2,595,954,756,820	2,128,982,445,492
<b>2. Principal amount paid in the year</b>		
Payment of borrowing principal under normal agreement	2,279,846,342,781	2,220,097,647,881



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

**VIII. Other information**

**1. Subsequent events after reporting date**

The Board of Management confirms that, in all material respects, there are no unusual events arising after the balance sheet date that affect the financial position and operation of the Company and need to be adjusted or presented on the Combined Financial Statements for the year ended December 31, 2024.

**2. Transactions and balances with related parties**

Related parties of the Corporation include: key members, individuals who are related to key members and other related parties.

*List of related parties with significant transactions and balances for the year:*

<u>Related parties</u>	<u>Relationship</u>
Lam Thao Mechanic Supe JSC	Associate
Lam Thao Packaging and Trading JSC	Associate
Vietnam National Chemical Group	Parent company
DAP - Vinachem JSC	The same Parent company
Habac Nitrogenous Fertilizer & Chemicals JSC	The same Parent company
Viet Nam Apatit Limited Company	The same Parent company
College of Chemical Industry	The same Parent company
Southchimex JSC	The same Parent company
Viet Tri Chemical JSC	The same Parent company
Hanoi Soap JSC	The same Parent company

**a) During the year, the Company entered into the following significant transactions with its related parties:**

	<u>Year 2024</u>	<u>Year 2023</u>
	<u>VND</u>	<u>VND</u>
<b>Sales</b>		
Lam Thao Mechanic Supe JSC	1,299,793,294	1,053,626,021
Lam Thao Packaging and Trading JSC	3,318,985,393	3,305,871,501
Southchimex JSC	70,543,109,000	-
College of Chemical Industry	1,297,500	-
<b>Purchase</b>		
Viet Nam Apatit Limited Company	469,724,273,690	413,943,879,438
Lam Thao Mechanic Supe JSC	44,754,976,905	39,583,573,512
DAP - Vinachem JSC	42,548,658,089	17,282,440,493
Hanoi Soap JSC	468,527,564	-
College of Chemical Industry	522,250,000	1,627,500,000
Viet Tri Chemical JSC	4,145,040	26,168,440
Lam Thao Packaging and Trading JSC	72,581,557,696	70,002,406,216
<b>Financial income (Dividends, profits shared)</b>		
Lam Thao Packaging and Trading JSC	435,000,000	435,000,000
Lam Thao Mechanic Supe JSC	253,141,000	361,630,000
<b>Dividends paid</b>		
Vietnam National Chemical Group	78,791,985,000	47,275,191,000



**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

**b) Balance with related parties**

	31/12/2024 VND	01/01/2024 VND
<b>Trade receivables</b>		
Lam Thao Mechanic Supe JSC	98,517,083	68,064,664
Lam Thao Packaging and Trading JSC	205,564,161	-
<b>Advances from customers</b>		
Lam Thao Packaging and Trading JSC	-	30,587,752
Southchimex JSC	50,474,475	370,999,120
<b>Advances to suppliers</b>		
Viet Tri Chemical JSC	-	2,309,564
Habac Nitrogenous Fertilizer & Chemicals JSC	-	46,600,000
<b>Trade payables</b>		
Viet Nam Apatit Limited Company	13,934,719,784	22,006,980,518
Lam Thao Mechanic Supe JSC	23,710,384,523	24,295,198,948
College of Chemincal Industry	-	389,600,000
DAP - Vinachem JSC	4,153,504,577	81,067,429
Lam Thao Packaging and Trading JSC	10,791,909,034	12,044,449,227

**c) Income entitled to key management members in the period as follows:**

Details of income entitled to key management members in the year are as follows:

Name	Title	Year 2024 VND	Year 2023 VND
1. Income of Board of Management		2,250,276,740	2,082,118,240
Mr. Pham Thanh Tung	General Director	833,534,627	704,406,558
Mr. Tran Dai Nghia	Deputy General Director (Appointed from November 03, 2023)	709,101,887	102,957,372
Mr. Nguyen Quoc An	Deputy General Director (Appointed from September 01, 2024)	257,060,411	
Mr. Vu Xuan Hong	Deputy General Director (Retired from September 01, 2024)	450,579,815	599,985,677
Mr. Nguyen Thanh Cong	Deputy General Director (Retired from June 01, 2023)	-	286,957,257
Mr. Van Khac Minh	Deputy General Director (Retired from August 1, 2023)	-	387,811,376
2. Income from other Management members and Chief Accountant		706,892,198	598,000,684
Mr. Le Hong Thang	Chief Accountant	706,892,198	598,000,684
3. Remuneration of the Board of Directors		408,000,000	324,000,000
Mr. Nguyen Quoc Anh	Chairman	96,000,000	84,000,000
Mr. Pham Thanh Tung	Member	78,000,000	60,000,000
Mr. Bui Son Hai	Member	78,000,000	60,000,000

**NOTES TO THE COMBINED FINANCIAL STATEMENTS (continued)**

(These notes are an integral part of and should be read in conjunction with the accompanying Combined Financial Statements)

Mr. Nguyen Thanh Cong	Member (Resigned from April 12, 2023)	-	28,000,000
Mr. Tran Dai Nghia	Member (Appointed from April 12, 2023)	78,000,000	32,000,000
Ms. Nguyen Thi Thuy Duong	Member	78,000,000	60,000,000
4. Remuneration of the Board of Supervisors		829,158,289	689,028,655
Mr. Do Van Tao	Head of board of Supervisors - Specialized salary	697,158,289	593,028,655
Mr. Nguyen Van Tho	Member	66,000,000	48,000,000
Mr. Vi Hoang Son	Member	66,000,000	48,000,000

**3. Comparative information**

Comparative figures are the figures of the audited Combined Financial Statements for the year ended 31/12/2023 of Lam Thao Fertilizers and Chemicals JSC by Vietnam Auditing and Evaluation Co., Ltd.

Phu Tho, February 24, 2025

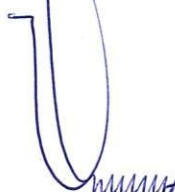
**LAM THAO FERTILIZERS AND CHEMICALS JSC**

Preparer



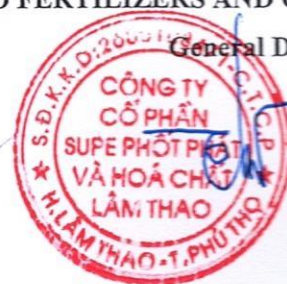
Nguyen Thi Hai Yen

Chief Accountant



Le Hong Thang

General Director



Pham Thanh Tung

