

**DUC GIANG CHEMICALS GROUP JOINT STOCK COMPANY**

**CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025**

**DUC GIANG CHEMICALS GROUP JOINT STOCK COMPANY**

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## DUC GIANG CHEMICALS GROUP JOINT STOCK COMPANY

### CORPORATE INFORMATION

#### Enterprise Registration Certificate

No, 0101452588 dated 5 March 2004

The Enterprise Registration Certificate was initially issued by the Hanoi Department of Planning and Investment on 5 March 2004, The latest amendment (25<sup>rd</sup>) to the Enterprise Registration Certificate was issued on 16 April 2025,

#### Board of Directors

Mr, Dao Huu Huyen	Chairman
Mr, Dao Huu Duy Anh	Member
Mr, Pham Van Hung	Member
Mr, Luu Bach Dat	Member
Ms, Nguyen Thi Thu Ha	Independent member (from 29 March 2024)

#### Board of Supervision

Mr, Nguyen Van Kien	Chief Supervisor
Mr, Vu Van Ngo	Member
Ms, Pham Thi Thoa	Member

#### Board of Management

Mr, Dao Huu Duy Anh	Vice Chairman of the Board of Directors
Mr, Luu Bach Dat	General Director
Mr, Pham Van Hung	Deputy General Director

#### Legal Representative

Mr, Dao Huu Huyen	Chairman of Board of Directors
Mr, Dao Huu Duy Anh	Member of Board of Directors/ Vice Chairman of the Board of Directors
Mr, Luu Bach Dat	General Director

#### Registered Office

No, 18 Lane 44, Duc Giang Street, Thuong Thanh Ward, Long Bien District, Hanoi, Vietnam

## DUC GIANG CHEMICALS GROUP JOINT STOCK COMPANY

### STATEMENT OF THE BOARD OF MANAGEMENT

#### **Statement of responsibility of the Board of Management of the Company in respect of the consolidated financial statements Quarter 1**

The Board of Management of Duc Giang Chemicals Group Joint Stock Company ("the Company") is responsible for preparing consolidated financial statements quarter I of the Company and its subsidiaries (together, "the Group") which give a true and fair view of the consolidated financial position of the Group as at 31 March 2025, and the consolidated results of its financial performance and its consolidated cash flows for the year then ended, In preparing these consolidated financial statements, the Board of Management is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent; and
- prepare the consolidated financial statements on a going-concern basis unless it is inappropriate to presume that the Group will continue in business,

The Board of Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the consolidated financial position of the Group and enable the consolidated financial statements to be prepared which comply with the basis of accounting set out in Note 2 to the consolidated financial statements, The Board of Management is also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud or error,

#### **Approval of the consolidated financial statements**

We hereby, approve the accompanying consolidated financial statements quarter I as set out on pages 5 to 45 which give a true and fair view of the consolidated financial position of the Group as at 31 March 2025, and the consolidated results of its financial performance and its consolidated cash flows quarter I for the year then ended in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of consolidated financial statements,

On behalf of the Board of Management



Dao Huu Duy Anh  
Vice Chairman of the Board of Directors  
Legal Representative

Hanoi, SR Vietnam  
21 April 2025



## CONSOLIDATED BALANCE SHEET QUARTER I

Code	ASSETS	Note	31,03,2025 VND	31,12,2024 VND
<b>100</b>	<b>CURRENT ASSETS</b>		<b>13,428,352,532,359</b>	<b>12,700,554,128,065</b>
<b>110</b>	<b>Cash and cash equivalents</b>	<b>4</b>	<b>190,435,302,744</b>	<b>115,781,847,631</b>
111	Cash		117,435,302,744	90,121,347,631
112	Cash equivalents		73,000,000,000	25,660,500,000
<b>120</b>	<b>Short-term investments</b>		<b>11,097,867,105,818</b>	<b>10,570,339,235,577</b>
123	Investments held to maturity	5	11,097,867,105,818	10,570,339,235,577
<b>130</b>	<b>Short-term receivables</b>		<b>1,058,372,463,968</b>	<b>979,616,786,629</b>
131	Short-term trade accounts receivable	6	527,056,235,337	500,443,577,069
132	Short-term prepayments to suppliers	7	312,431,891,183	257,511,944,722
136	Other short-term receivables	8(a)	223,849,536,458	226,626,463,848
137	Provision for doubtful debts - short-term		(4,965,199,010)	(4,965,199,010)
<b>140</b>	<b>Inventories</b>	<b>9</b>	<b>962,726,631,367</b>	<b>984,727,571,037</b>
141	Inventories		963,029,491,156	985,030,430,826
149	Provision for decline in value of inventories		(302,859,789)	(302,859,789)
<b>150</b>	<b>Other current assets</b>		<b>118,951,028,462</b>	<b>50,088,687,191</b>
151	Short-term prepaid expenses		6,417,751,575	6,901,464,654
152	Value added tax ("VAT") to be reclaimed		65,051,474,581	42,140,612,700
153	Tax and other receivables from the State		47,481,802,306	1,046,609,837
<b>200</b>	<b>LONG-TERM ASSETS</b>		<b>3,087,770,708,597</b>	<b>3,120,704,495,499</b>
<b>210</b>	<b>Long-term receivables</b>		<b>33,789,302,483</b>	<b>32,496,859,984</b>
216	Other long-term receivables	8(b)	33,789,302,483	32,496,859,984
<b>220</b>	<b>Fixed assets</b>		<b>2,427,340,551,977</b>	<b>2,495,504,871,071</b>
221	Tangible fixed assets	11(a)	2,086,223,674,101	2,152,290,235,770
222	Historical cost		5,032,867,790,268	5,036,570,849,483
223	Accumulated depreciation		(2,946,644,116,167)	(2,884,280,613,713)
227	Intangible fixed assets	11(b)	341,116,877,876	343,214,635,301
228	Historical cost		356,070,834,289	356,070,834,289
229	Accumulated amortisation		(14,953,956,413)	(12,856,198,988)
<b>240</b>	<b>Long-term assets in progress</b>		<b>212,723,770,966</b>	<b>161,253,406,174</b>
242	Construction in progress	12	212,723,770,966	161,253,406,174
<b>260</b>	<b>Other long-term assets</b>		<b>413,917,083,171</b>	<b>431,449,358,270</b>
261	Long-term prepaid expenses	10	333,388,503,555	349,565,061,422
262	Deferred income tax assets	20	1,124,579,145	321,010,721
263	Long-term spare parts, supplies and equipment		23,865,363,650	24,222,342,858
269	Goodwill	13	55,538,636,821	57,340,943,269
<b>270</b>	<b>TOTAL ASSETS</b>		<b>16,516,123,240,956</b>	<b>15,821,258,623,564</b>

The notes on pages 8 to 45 are an integral part of these consolidated financial statements,

CONSOLIDATED BALANCE SHEET QUARTER I  
(CONTINUED)

Code	RESOURCES	Note	31,03,2025 VND	31,12,2024 VND
<b>300</b>	<b>LIABILITIES</b>		<b>2,201,527,916,598</b>	<b>2,120,242,323,437</b>
<b>310</b>	<b>Short-term liabilities</b>		<b>2,135,460,508,187</b>	<b>2,053,342,950,641</b>
311	Short-term trade accounts payable	14	189,535,571,110	313,173,681,804
312	Short-term advances from customers	15	52,869,914,351	72,040,064,302
313	Tax and other payables to the State	16	127,074,345,702	183,571,847,829
314	Payables to employees		75,151,502,891	145,898,267,073
315	Short-term accrued expenses		1,833,553,747	1,622,723,309
319	Other short-term payables	17	48,472,568,585	9,916,973,473
320	Short-term borrowings and finance lease liabilities	18	1,079,622,979,999	864,648,943,903
322	Bonus and welfare fund	19	560,900,071,802	462,470,448,948
<b>330</b>	<b>Long-term liabilities</b>		<b>66,067,408,411</b>	<b>66,899,372,796</b>
337	Other long-term payables		181,221,656	181,221,656
341	Deferred income tax liabilities	20	65,786,186,755	66,618,151,140
343	Fund for scientific and technological development		100,000,000	100,000,000
<b>400</b>	<b>OWNERS' EQUITY</b>		<b>14,314,595,324,358</b>	<b>13,701,016,300,127</b>
<b>410</b>	<b>Capital and reserves</b>		<b>14,314,595,324,358</b>	<b>13,701,016,300,127</b>
411	Owners' capital	21,22	3,797,792,860,000	3,797,792,860,000
411a	- Ordinary shares with voting rights		3,797,792,860,000	3,797,792,860,000
412	Share premium	22	1,786,667,372,400	1,786,667,372,400
414	Owners' other capital	22	(849,228,747,207)	(849,228,747,207)
415	Treasury shares	21,22	(8,730,000)	(8,730,000)
418	Investment and development fund	22	1,800,030,947,573	1,417,464,445,654
421	Undistributed earnings	22	7,448,524,182,915	7,205,267,275,993
421a	- Undistributed post-tax profits of previous years		6,639,189,274,449	5,128,459,953,551
421b	- Undistributed post-tax profit of current year		809,334,908,466	2,076,807,322,442
429	Non-controlling interests	22	330,817,438,677	343,061,823,287
<b>440</b>	<b>TOTAL RESOURCES</b>		<b>16,516,123,240,956</b>	<b>15,821,258,623,564</b>



Hoang Thuy Ha  
Preparer



Dao Thi Mai  
Chief Accountant



Dao Huu Duy Anh  
Vice Chairman of the Board of Directors  
Legal Representative  
21 April 2025

The notes on pages 8 to 45 are an integral part of these consolidated financial statements,



**DUC GIANG CHEMICALS GROUP JOINT STOCK COMPANY**  
**CONSOLIDATED INCOME STATEMENT QUARTER I**

Code		Note	QUARTER I		Accumulated from the beginning of the year to the end of this period	
			2025 VND	2024 VND	2025 VND	2024 VND
01	Revenue from sales of goods and rendering of services		2,811,403,662,097	2,385,815,720,760	2,811,403,662,097	2,385,815,720,760
02	Less deductions		(1,092,626,114)	(1,053,163,074)	(1,092,626,114)	(1,053,163,074)
10	Net revenue from sales of goods and rendering of services	25	2,810,311,035,983	2,384,762,557,686	2,810,311,035,983	2,384,762,557,686
11	Cost of goods sold and services rendered	26	(1,830,140,384,169)	(1,618,610,243,469)	(1,830,140,384,169)	(1,618,610,243,469)
20	Gross profit from sales of goods and rendering of services		980,170,651,814	766,152,314,217	980,170,651,814	766,152,314,217
21	Financial income	27	164,569,313,746	165,183,455,227	164,569,313,746	165,183,455,227
22	Financial expenses	28	(15,224,216,267)	(17,968,525,053)	(15,224,216,267)	(17,968,525,053)
23	- Including: Interest expenses		(6,994,545,308)	(6,509,031,647)	(6,994,545,308)	(6,509,031,647)
25	Selling expenses	29	(110,102,503,710)	(104,997,195,027)	(110,102,503,710)	(104,997,195,027)
26	General and administration expenses	30	(41,548,800,896)	(40,366,460,757)	(41,548,800,896)	(40,366,460,757)
30	Net operating profit		977,864,444,687	768,003,588,607	977,864,444,687	768,003,588,607
31	Other income		1,097,856,820	2,709,166,568	1,097,856,820	2,709,166,568
32	Other expenses		(1,049,489,088)	(1,451,629,003)	(1,049,489,088)	(1,451,629,003)
40	Net other expenses		48,367,732	1,257,537,565	48,367,732	1,257,537,565
50	Accounting profit before tax		977,912,812,419	769,261,126,172	977,912,812,419	769,261,126,172
51	Corporate income tax ("CIT") - current	31	(142,758,261,694)	(67,132,606,130)	(142,758,261,694)	(67,132,606,130)
52	CIT - deferred	31	1,635,532,809	1,776,528,530	1,635,532,809	1,776,528,530
60	Profit after tax		836,790,083,534	703,905,048,572	836,790,083,534	703,905,048,572
Attributable to:						
61	Shareholders of the Company		809,334,908,466	672,615,401,348	809,334,908,466	672,615,401,348
62	Non-controlling interests		27,455,175,068	31,289,647,224	27,455,175,068	31,289,647,224
70	Basic earnings per share	23(a)	2,003	1,665	2,003	1,665
71	Diluted earnings per share	23(b)	2,003	1,665	2,003	1,665



Hoang Thuy Ha  
Preparer



Dao Thi Mai  
Chief Accountant



Dao Huu Duy Anh  
Vice Chairman of the Board of Directors  
Legal Representative  
21 April 2024

The notes on pages 8 to 45 are an integral part of these consolidated financial statements,

**CONSOLIDATED CASH FLOW STATEMENT QUARTER I**  
**(Indirect method)**

		As at 31 March	
Code	Note	2025 VND	2024 VND
CASH FLOWS FROM OPERATING ACTIVITIES			
01	Accounting profit before tax	977,912,812,419	769,261,126,172
Adjustments for:			
02	Depreciation and amortisation of fixed assets and goodwill	74,831,794,166	106,401,621,585
03	Provisions/(reversal of provisions)	-	(20,721,296)
04	Unrealised foreign exchange losses	-	-
05	Profits from investing activities	(133,889,796,956)	(137,854,753,887)
06	Interest expenses	6,994,545,308	6,509,031,647
08	Operating profit before changes in working capital	925,849,354,937	744,296,304,221
09	Decrease/(increase) in receivables	(122,831,422,022)	184,288,233,459
10	(Increase)/decrease in inventories	22,357,918,878	(5,832,828,674)
11	Increase/(decrease) in payables	(224,086,520,899)	(111,794,427,710)
12	Decrease in prepaid expenses	17,535,391,138	(8,517,816,714)
14	Interest paid	(20,183,785,314)	(6,072,527,578)
15	CIT paid	(158,896,175,868)	(60,340,903,996)
17	Other payments on operating activities	(94,233,251,006)	(38,978,797,378)
20	Net cash inflows from operating activities	345,511,509,844	697,047,235,630
CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchases of fixed assets and other long-term assets	(95,006,173,567)	(23,426,403,735)
22	Proceeds from disposals of fixed assets and other long-term assets	-	-
23	Loans granted, purchases of debt instruments of other entities	(3,697,400,000,000)	(966,000,000,000)
24	Collection of loans, proceeds from sales of debt instruments of other entities	3,188,098,050,000	897,330,375,040
25	Investments in other entities	-	-
27	Dividends and interest received	118,476,032,740	92,016,838,819
30	Net cash outflows from investing activities	(485,832,090,827)	(79,189,876)
CASH FLOWS FROM FINANCING ACTIVITIES			
33	Proceeds from borrowings	1,065,865,956,520	702,125,563,624
34	Repayments of borrowings	(850,891,920,424)	(1,110,978,729,664)
36	Dividends paid, profits distributed to owners	-	(1,235,493,702,429)
40	Net cash outflows from financing activities	214,974,036,096	(1,644,346,868,469)
50	Net decrease in cash and cash equivalents of period	74,653,455,113	(947,378,822,715)
60	Cash and cash equivalents at beginning of period 4	115,781,847,631	1,060,574,918,860
61	Effect of foreign exchange differences	-	-
70	Cash and cash equivalents at end of period 4	190,435,302,744	113,196,096,145

Hoang Thuy Ha  
Preparer

Dao Thi Mai  
Chief Accountant

Dao Huu Duy Anh  
Vice Chairman of the Board of Directors  
Legal Representative  
21 April 2025

The notes on pages 9 to 43 are an integral part of these consolidated financial statements,



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025**

**1 GENERAL INFORMATION**

Duc Giang Chemicals Group Joint Stock Company ("the Company") is a joint stock company established in SR Vietnam pursuant to the Enterprise Registration Certificate No, 0101452588 dated 5 March 2004 which was issued by Hanoi Department of Planning and Investment, The latest amendment (25<sup>rd</sup>) to the Enterprise Registration Certificate was issued on 16 April 2025,

The Company's shares are listed on the Ho Chi Minh City Stock Exchange ("HOSE") with the stock trading code of 'DGC',

The business sector of the Company and its subsidiaries (together, "the Group") is manufacturing industrial products,

The principal activities of the Group are:

- Producing basic chemicals: producing of raw materials and chemical products;
- Producing fertilizers and nitrogen compounds: producing fertilizer products;
- Trading in rubber, paints, plastic and fertilizer products; trading in raw materials and chemical products;
- Producing plastics and synthetic rubber in primary form;
- Freight transport by road; and
- Mining,

The normal business cycle of the Group is 12 months,

As at 31 March 2025, the Group had three (03) dependent accounting units (Hung Yen Branch, Binh Duong Branch and Lao Cai Branch) and eight (08) subsidiaries, The details are as follows:

Subsidiaries	Principal activities	Place of incorporation and operation	As at 31,03,2025 and 31,12,2024	
			% of ownership	% of voting rights
1. Duc Giang Lao Cai Chemicals Limited Company (*)	Industrial manufacturing	Bao Thang District, Lao Cai	100%	100%
2. Duc Giang - Dinh Vu Chemicals One Member Company Limited	Warehousing and storage business	Hai An District, Hai Phong	100%	100%
3. Vietnam Apatite - Phosphorus Joint Stock Company	Industrial manufacturing	Bao Thang District, Lao Cai	51%	51%
4. Duc Giang Nghi Son Chemicals One Member Company Limited	Industrial manufacturing	Tinh Gia District, Thanh Hoa	100%	100%
5. Duc Giang Chemicals Sports One Member Company Limited	Sports activities	Long Bien District, Hanoi	100%	100%



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025**

**1 GENERAL INFORMATION (CONTINUED)**

Subsidiaries	Principal activities	Place of incorporation and operation	As at 31,12,2024 and 31,12,2023	
			% of ownership	% of voting rights
6. Duc Giang Land One Member Company Limited	Real estates	Long Bien District, Hanoi	100%	100%
7. Duc Giang - Dak Nong Chemical Limited Company	Industrial manufacturing	Cu Jut District, Dak Nong	100%	100%
8. Tia Sang Battery Joint Stock Company	Industrial manufacturing	An Duong District, Hai Phong	51%	51%

As at 31 March 2025, the Group had 2,565 employees (as at 31 December 2024: 2,534 employees),

**Statement of information comparability in the consolidated financial statements**

The comparative figures presented on the consolidated financial statements quarter I for the year ended 31 December 2025 are the figures of the audited consolidated financial statements quarter I for the year ended 31 December 2024,

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**2,1 Basis of preparation of the consolidated financial statements**

The consolidated financial statements have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on preparation and presentation of consolidated financial statements. The consolidated financial statements have been prepared under the historical cost convention except for business combinations as presented in Note 2,5,

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam's. The accounting principles and practices utilised in Vietnam may differ from those generally accepted in countries and jurisdictions other than Vietnam,

The consolidated financial statements in the Vietnamese language are the official statutory consolidated financial statements of the Group. The consolidated financial statements in the English language have been translated from the Vietnamese version,

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2,2 Fiscal year**

The Company's fiscal year is from 1 January to 31 December,

**2,3 Currency**

The consolidated financial statements are measured and presented in Vietnamese Dong ("VND"),

**2,4 Exchange rates**

Transactions arising in foreign currencies are translated at an exchange rate which is the rate approximating the average transfer exchange rate of the buying and selling rates of the commercial bank where the Group regularly transacts, The Group ensures that the disparity of the approximate exchange rate does not exceed +/- 1% compared with the average transfer exchange rate and does not materially impact the financial position and the result of operations during the year, The average transfer exchange rate is determined daily based on the average between the daily buying transfer rate and selling transfer rate of the commercial bank, Foreign exchange differences arising from these translations are recognised in the consolidated income statement,

Monetary assets and liabilities denominated in foreign currencies at the consolidated balance sheet date are translated at the transfer rate at the consolidated balance sheet date of the commercial bank where the Group regularly transacts, The transfer rate is the buying rate or selling rate of the commercial bank, Foreign exchange differences arising from these translations are recognised in the consolidated income statement,

**2,5 Basis of consolidation****Subsidiaries**

Subsidiaries are all entities over which the Group has the power to govern the financial and operating policies in order to gain future benefits from their activities generally accompanying a shareholding of more than one half of the voting rights, The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity, Subsidiaries are fully consolidated from the date on which control is transferred to the Group, They are de-consolidated from the date that control ceases,

In a multi-phase acquisition, when determining goodwill or bargain purchase, the consideration is the sum of the total consideration on the date of acquiring control and previous considerations remeasured to fair value on the date of control acquisition,

Inter-company transactions, balances and unrealised gains and losses on transactions between group companies are eliminated,

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group,

The financial statements of the subsidiaries are prepared for the same accounting period of the Group for the consolidation purpose, If there are differences in end dates, the gap must not exceed 3 months, Adjustments are made to reflect impacts of significant transactions and events occurring between the end dates of the subsidiaries' accounting period and that of the Group's, The length of the reporting period and differences in reporting date must be consistent between years,



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2,5 Basis of consolidation (continued)****Business combination**

Accounting policies on business combinations are presented in Note 2,6,

**Non-controlling transactions and interests**

The Group applies a policy for transactions with non-controlling interests as transactions with external parties to the Group,

Non-controlling interests ("NCI") are measured at their proportionate share of the acquiree's identifiable net assets at date of acquisition,

Transactions leading to the change in the Group's ownership interest in a subsidiary that does not result in a loss of control is accounted for as a transaction with owners, The difference between the change in the Group's share of net assets of the subsidiary and any consideration paid or received from divestment of Group's interest in the subsidiary is recorded directly in the undistributed earnings under equity,

Transactions leading to the change in the Group's ownership interest in a subsidiary that results in a loss of control, the difference between the Group's share in the net assets of the subsidiary and the net proceeds from divestment is recognised in the consolidated income statement, The retained interest in the entity will be accounted for as either an investment in another entity or investment to be accounted for as equity since the divestment date,

**2,6 Business combination****Business combinations using purchase method of accounting**

The purchase method of accounting is used to account for the acquisition of subsidiaries by the Group, The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition, Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any non-controlling interest, The excess of the cost of acquisition over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill, If the cost of acquisition is less than the fair value of the net assets of the subsidiary acquired, the difference is recognised directly in the consolidated income statement,

**Business combinations involving entities under common control**

Entities under common control are those that are ultimately controlled by the same party (companies or individuals) or by multiple parties (groups of companies or groups of individuals) either before or after the business combination and that control is not transitory,

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2,6 Business combination (continued)****Business combinations involving entities under common control (continued)**

The accounting method applicable to business combinations involving entities under common control is presented as follows:

- Assets and liabilities of the acquired entity are stated at predecessor carrying values, Fair value measurement is not required;
- No goodwill arises in the business combination;
- Any difference between the consideration given and the aggregate carrying value of the assets and liabilities of the acquired entity at the date of the transaction is included in equity (presented in the account "Owners' other capital" – Code 414);
- The consolidated balance sheet and consolidated income statement reflect the financial position and results of operations of the consolidated entities from the date of the combination,

After the date of the business combination, if the Group transfers and loses control in these entities, the difference between the consideration transferred from the acquirer and the net asset value of the acquirees which was previously recognised to the account "Owners' other capital" will be transferred to account "Undistributed earnings" in the consolidated balance sheet,

**2,7 Goodwill**

Goodwill represents the excess of the cost of an acquisition over the fair value of the Group's share of the net identifiable assets of the acquired subsidiary at the date of acquisition, Goodwill on acquisitions of subsidiaries is recognised as an asset and is amortised on a straight-line basis over its estimated year of benefit but not exceeding a period of 10 years,

Goodwill on acquisitions of investments in joint ventures and associates is included in the carrying amount of the investments at the date of acquisition, The Group does not amortise this goodwill,

On disposal of the investments in subsidiaries or joint ventures and associates, the attributable amount of unamortised goodwill is included in the determination of the profit or loss on the disposal,

Goodwill is carried at cost less accumulated amortisation, and is tested annually for impairment, If there is evidence that the impairment during the year is higher than the annual goodwill charge, the Group records the impairment immediately in the financial year,

Goodwill is not recognised in a business combination involving entities under common control (Note 2,6),



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2,8 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, cash at banks, cash in transit and other short-term investments with an original maturity of three months or less,

**2,9 Investments held to maturity**

Investments held to maturity are investments which the Group has a positive intention and ability to hold until maturity,

Investments held to maturity include term deposits with maturity of over three months and other investments held to maturity. Those investments are initially accounted for at cost. Subsequently, the Group reviews all outstanding investments to determine the amount of provision to recognise at the year end,

Provision for diminution in value of investments held to maturity is made when there is evidence that the investment is uncollectible in whole or in part. Changes in the provision balance during the year are recorded as an increase or decrease in financial expenses. A reversal, if any, is made only to the extent the investment is restored to its original cost,

Investments held to maturity are classified into short-term and long-term investments held to maturity on the consolidated balance sheet based on the remaining period from the consolidated balance sheet date to the maturity date,

**2,10 Receivables**

Receivables represent trade receivables from customers arising from sales of goods and rendering of services or non-trade receivables from others and are stated at cost. Provision for doubtful debts is made for each outstanding amount based on overdue days in payment according to the initial payment commitment (exclusive of the payment rescheduling between parties), or based on the estimated loss that may arise. The difference between the provision of this year and the provision of the previous year is recognised as an increase or decrease of general and administrative expenses in the year. Bad debts are written off when identified as uncollectible,

Receivables are classified into short-term and long-term receivables on the consolidated balance sheet based on the remaining period from the consolidated balance sheet date to the maturity date,



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025**

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**2,11 Inventories**

Inventories are stated at the lower of cost and net realisable value, Cost is determined by the weighted average method and includes all costs of purchase, costs of conversion and other directly-related costs incurred in bringing the inventories to their present location and condition, In the case of manufactured products, cost includes all direct expenditure and production overheads based on normal levels of operating activity, Net realisable value is the estimated selling price in the normal course of business, less the estimated costs of completion and selling expenses,

The Group applies the periodic system for main raw materials and finished goods and the perpetual system for sub-materials, tools and spare parts,

Provision is made, when necessary, for obsolete, slow-moving and defective inventory items, The difference between the provision of this year and the provision of the previous year is recognised as an increase or decrease of cost of goods sold in the year,

**2,12 Fixed assets**

*Tangible and intangible fixed assets*

Fixed assets are stated at historical cost less accumulated depreciation or amortisation, Historical cost includes any expenditure that is directly attributable to the acquisition of the fixed assets bringing them to suitable conditions for their intended use, Expenditure which is incurred subsequently and has resulted in an increase in the future economic benefits expected to be obtained from the use of fixed assets, can be capitalised as an additional historical cost, Otherwise, such expenditure is charged to the consolidated income statement when incurred in the year,

*Depreciation and amortisation*

Fixed assets are depreciated and amortised using the straight-line basis, except for machinery and equipment for mining activities which are depreciated using the units of production method, so as to write off the depreciable amount of the fixed assets over their estimated useful lives, Depreciable amount equals to the historical cost of fixed assets recorded in the financial statements minus (-) the estimated disposal value of such assets, Depreciation and amortisation are included in the operating expenses of the year, other than those related to fixed assets funded by the Bonus and welfare fund (Note 2,20(b)),

The estimated useful lives of each asset class are as follows:

Plant and buildings	6 – 25 years
Machinery	3 – 10 years
Motor vehicles (*)	5 – 8 years
Office equipment	3 – 7 years
Computer software	5 years
Phosphorus production right	41 years

(\*) Motor vehicles used for apatite ore mining at Khai Truong 25 mine are depreciated based on the units of production basis, which is expected to be within 6 years (2021 – 2026),

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2,12 Fixed assets (continued)**

Land use rights comprise of land use rights granted by the State for which land use fees are collected, land use rights acquired in a legitimate transfer, and prepaid land use rights obtained under land rental contracts which are effective before the effective date of land law 2003 (ie, 1 July 2004) and which land use right certificates are granted,

Definite land use rights are stated at costs less accumulated amortisation, Costs of land use rights consist of its purchased prices and any directly attributable costs in obtaining the land use rights, Land use rights are amortised using the straight-line basis over the terms of the land use right certificates,

Indefinite land use rights are stated at costs and not amortised,

Phosphorus production right is amortised over the remaining period of the project of phosphorus production furnace No,6

*Disposals*

Gains or losses on disposals are determined by comparing net disposal proceeds with the carrying amount of the fixed assets and are recognised as income or expense in the consolidated income statement,

*Construction in progress*

Construction in progress represents the cost of assets in the course of installation or construction for production, rental or administrative purposes, or for purposes not yet determined, which are recorded at cost and are comprised of such necessary costs to construct, repair and maintain, upgrade, renew or equip the projects with technologies, Depreciation of these assets, on the same basis as other fixed assets, commences when they are ready for their intended use,

**2,13 Leased assets**

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases, Payments made under operating leases are charged to the consolidated income statement on a straight-line basis over the term of the lease,

**2,14 Prepaid expenses**

Prepaid expenses include short-term and long-term prepayments on the consolidated balance sheet, Short-term prepaid expenses reflect prepayments for services; or tools that do not meet the recognition criteria for fixed assets for a period not exceeding 12 months or a business cycle from the date of prepayment, Long-term prepaid expenses reflect prepayments for apatite ore mining; services; or tools which do not meet the recognition criteria for fixed assets for a period exceeding 12 months or more than one business cycle from the date of prepayment, Prepaid expenses are recorded at historical cost and allocated on a systematic basis over their estimated useful lives,



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2,14 Prepaid expenses (continued)**

Prepayments for land rental contracts which are effective after the effective date of the Land Law 2003 (ie, 1 July 2004) or which land use right certificates are not granted are recorded as prepaid expenses and allocated using the straight-line basis over the prepaid lease term, Site clearance costs related to the leased land are allocated in proportion to the prepaid lease term,

Fees for mineral exploitation right in connection with mining apatite ore at Khai Truong 25 mine of the Group are amortised based on the estimated exploitation volume, which is expected to be within 6 years (2021 - 2026),

**2,15 Payables**

Classifications of payables are based on their nature as follows:

- Trade accounts payable are trade payables arising from purchase of goods and services; and
- Other payables are non-trade payables and payables not relating to purchases of goods and services,

Payables are classified into short-term and long-term payables on the consolidated balance sheet based on the remaining period from the consolidated balance sheet date to the maturity date,

**2,16 Borrowings**

Borrowings and finance lease liabilities include borrowings and finance leases from banks, financial institutions, financial companies and other entities,

Borrowings are classified into short-term and long-term borrowings on the consolidated balance sheet based on the remaining period from the consolidated balance sheet date to the maturity date,

Borrowing costs that are directly attributable to the construction or production of any qualifying assets are capitalised during the period of time that is required to complete and prepare the asset for its intended use, In respect of general-purpose borrowings, a portion of which used for the purpose of construction or production of any qualifying assets, the Group determines the amount of borrowing costs eligible for capitalisation by applying a capitalisation rate to the weighted average expenditure on the assets, The capitalisation rate is the weighted average of the interest rates applicable to the Group's borrowings that are outstanding during the year, other than borrowings made specifically for the purpose of obtaining a qualifying asset, Other borrowing costs are recognised in the consolidated income statement when incurred,

**2,17 Accrued expenses**

Accrued expenses include liabilities for goods and services received in the year but not yet paid for, due to pending invoice or insufficient records and documents, Accrued expenses are recorded as expenses in the reporting year,

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2,18 Provisions**

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and the amount has been reliably estimated, Provision is not recognised for future operating losses,

Provisions are measured at the level of the expenditures expected to be required to settle the obligation, If the time value of money is material, provision will be measured at the present value using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation, The increase in the provision due to passage of time is recognised as a financial expense, Changes in the provision balance during the year are recorded as an increase or decrease in operating expenses,

**2,19 Capital and reserves**

Owners' capital is recorded according to the actual amounts contributed at the par value of the shares,

Share premium is the difference between the par value and the issue price of shares and the difference between the repurchase price and re-issuing price of treasury shares,

Owners' other capital represents the difference between the consideration transferred from the acquirer and the net asset value of the acquiree in business combination involving entities under common control (Note 2,6),

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

Undistributed earnings record the Group's results after CIT at the reporting date,

**2,20 Appropriation of profit**

The Group's dividends are recognised as a liability in the consolidated financial statements in the year in which the dividends are approved by the General Meeting of shareholders,

Net profit after CIT could be distributed to shareholders after approval at a General Meeting of shareholders, and after appropriation to other funds in accordance with the Group's charter and Vietnamese regulations,



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2,20 Appropriation of profit (continued)**

The Group's funds are as below:

**(a) Investment and development fund**

The investment and development fund is appropriated from profit after CIT of the Group and approved by shareholders in the General Meeting of shareholders. This fund is used for expansion of the scale of business or in-depth investment of the Group.

**(b) Bonus and welfare fund**

The bonus and welfare fund is appropriated from the Group's profit after CIT and subject to shareholders' approval at the General Meeting of shareholders. This fund is presented as a liability on the consolidated balance sheet. The fund is used for bonus and welfare to the Group's employees in accordance with the Group's bonus and welfare policies.

In addition, in accordance with Circular 200/2014/TT-BTC issued on 22 December 2014 by the Ministry of Finance, the fund is also used to purchase fixed assets for cultural and welfare activities of employees. Accordingly, the Group recognises fixed assets in the consolidated financial statements and depreciates them over their estimated useful lives (Note 2,12). However, the depreciation of these fixed assets is not recognised in the operating expenses of the year, but is recorded as a decrease to the fund.

**2,21 Revenue recognition****(a) Revenue from sales of goods**

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

- The Group has transferred to the buyer the significant risks and rewards of ownership of the goods;
- The Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Group; and
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods.

Revenue is recognised in accordance with the "substance over form" principle and allocated to each sales obligation.



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2,21 Revenue recognition (continued)****(b) Revenue from rendering of services**

Revenue from rendering of services is recognised in the consolidated income statement when the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided,

Revenue from the sale of services is only recognised when all four (4) of the following conditions are satisfied:

- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Group;
- The percentage of completion of the transaction at the consolidated balance sheet date can be measured reliably; and
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably,

**(c) Interest income**

Interest income is recognised in the consolidated income statement on the basis of the actual time and interest rates for each period when both (2) following conditions are satisfied:

- It is probable that economic benefits associated with the transaction will flow to the Company; and
- Income can be measured reliably,

**2,22 Sales deductions**

Sales deductions include trade discounts, sales returns and allowances, Sales deductions incurred in the same year of the related revenue from sales of products, goods and rendering of services are recorded as a deduction from the revenue of that year,

Sales deductions for sales of products, goods or rendering of services which are sold or rendered in the year but are incurred after the consolidated balance sheet date but before the issuance of the consolidated financial statements are recorded as a deduction from the revenue of the year,

**2,23 Cost of goods sold and services rendered**

Cost of goods sold and services rendered are the cost of finished goods, merchandise, materials sold or services rendered during the year and recorded on the basis of matching with revenue and on a prudent basis,

**2,24 Financial expenses**

Financial expenses are expenses incurred in the year for financial activities including expenses of borrowing and losses from foreign exchange differences,

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2,25 Selling expenses**

Selling expenses represent expenses that are incurred in the process of selling products, goods, and providing services,

**2,26 General and administration expenses**

General and administration expenses represent expenses that are incurred for administrative purposes of the Group,

**2,27 Current and deferred income tax**

Income tax includes all income tax which is based on taxable profits, Income tax expense comprises current tax expense and deferred tax expense,

Current income tax is the amount of Income tax payable or recoverable in respect of the current year taxable profits at the current year tax rates, Current and deferred income tax are recognised as an income or an expense and included in the profit or loss of the year, except to the extent that the income tax arises from a transaction or event which is recognised, in the same or a different year, directly in equity,

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements, Deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of occurrence affects neither the accounting nor the taxable profit or loss, Deferred income tax is determined at the tax rates that are expected to apply to the financial year when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted by the consolidated balance sheet date,

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised,

**2,28 Related parties**

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with the Group, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Group, Associates and individuals owning, directly or indirectly, an interest in the voting power of the Group that gives them significant influence over the Group, key management personnel, including the Board of Directors, Board of Supervision, Board of Management and close members of the family of these individuals and companies associated with these individuals also constitute related parties,

In considering its relationships with each related party, the Group considers the substance of the relationship not merely the legal form,



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025****2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2,29 Segment reporting**

A segment is a component which can be separated by the Group engaged in sales of goods or rendering of services ("business segment"), or sales of goods or rendering of services within a particular economic environment ("geographical segment"). The Board of Management of the Company has determined that the business's risk and profitability are primarily influenced by differences in the types of products and services the Group provides. As a result, the primary segment reporting of the Group is presented in respect of the Group's business segments

**2,30 Critical accounting estimates**

The preparation of consolidated financial statements in accordance with Vietnamese Accounting Standards, the Vietnamese Corporate Accounting System and applicable regulations on the preparation and presentation of consolidated financial statements requires the Board of 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 consolidated financial statements and the reported amounts of revenues and expenses during the year,

The areas involving significant estimates and assumptions in the consolidated financial statements are as follows:

- Estimated useful lives of fixed assets (Note 2,12);
- Corporate income tax (Note 31); and
- Contingent liabilities and other commitments (Note 37),

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025**

**3 CASH AND CASH EQUIVALENTS**

	<b>31,03,2025 VND</b>	<b>31,12,2024 VND</b>
Cash on hand	11,683,849,301	1,868,058,654
Cash at banks	105,751,453,443	88,253,288,977
Cash equivalents (*)	73,000,000,000	25,660,500,000
	<u>190,435,302,744</u>	<u>115,781,847,631</u>

(\*) Included deposits at domestic commercial banks with original maturity of three months or less and interest rate ranging 4,75% per annum (2024: from 1,6% per annum to 4,7% per annum),

**4 INVESTMENTS HELD TO MATURITY**

	<b>31,03,2025</b>		<b>31,12,2024</b>	
	<b>Cost VND</b>	<b>Book value VND</b>	<b>Cost VND</b>	<b>Book value VND</b>
Term deposits	<u>11,097,867,105,818</u>	<u>11,097,867,105,818</u>	<u>10,570,339,235,577</u>	<u>10,570,339,235,577</u>

Included term deposits at domestic commercial banks with original terms over 3 months and the remaining terms less than 12 months and interest rates ranging from 4,1% to 6,0% per annum in VND (2024: from 4,1% to 6,0% per annum) and 0% per annum in USD,

## 5 SHORT-TERM TRADE ACCOUNTS RECEIVABLE

	31,03,2025 VND	31,12,2024 VND
Third parties (*)	520,337,552,628	486,035,883,987
Related parties (Note 35(b))	6,718,682,709	14,407,693,082
	<u>527,056,235,337</u>	<u>500,443,577,069</u>

(\*) Details for third-party customers accounting for 10% or more of the total short-term trade accounts receivable balance are as follows:

	31,03,2025 VND	31,12,2024 VND
Perimeter Solutions De GMBH	-	66,715,667,100
Mitsubishi Corporation	145,113,873,120	60,813,553,912
K S INTERNATIONAL	79,253,285,779	-

## 6 SHORT-TERM PREPAYMENTS TO SUPPLIERS

	31,03,2025 VND	31,12,2024 VND
Third parties	312,431,891,183	257,511,944,722

Details for suppliers accounting for 10% or more of the total short-term prepayments to supplier's balance are as follows:

	31,03,2025 VND	31,12,2024 VND
China Tianchen Engineering Corporation	161,977,073,076	96,316,002,612



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025

## 7 OTHER RECEIVABLES

	31,03,2025 VND	31,12,2024 VND
<b>(a) Short-term</b>		
Interest income from bank deposits	222,511,394,183	225,323,550,208
Others	1,338,142,275	1,302,913,640
	<u>223,849,536,458</u>	<u>226,626,463,848</u>
<b>(b) Long-term</b>		
Deposits	25,500,000,000	25,500,000,000
Environmental protection fund of Lao Cai Province	8,289,302,483	6,996,859,984
	<u>33,789,302,483</u>	<u>32,496,859,984</u>

## 8 INVENTORIES

	31,03,2025		31,12,2024	
	Cost VND	Provision VND	Cost VND	Provision VND
Goods in transit	-	-	142,191,315,000	-
Raw materials	488,827,657,539	-	332,252,789,066	-
Tools and supplies	19,857,238,585	-	78,910,229,668	-
Work in progress	4,012,871,385	-	1,407,552,136	-
Finished goods	450,331,723,647	(302,859,789)	430,268,544,956	(302,859,789)
	<u>963,029,491,156</u>	<u>(302,859,789)</u>	<u>985,030,430,826</u>	<u>(302,859,789)</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
FOR THE YEAR ENDED 31 DECEMBER 2025

9 LONG-TERM PREPAID EXPENSES

	31,03,2025 VND	31,12,2024 VND
Land clearance costs (i)	110,652,892,099	111,758,837,780
Land rental fees (ii)	68,209,954,965	68,894,991,999
Expenses incurred for mining apatite ore at Khai Truong 25 Mine (iii)	53,218,063,757	59,271,786,555
Favourable land use right (iv)	28,528,206,790	28,528,206,790
Repair and maintenance of fixed assets	58,348,330,386	65,457,777,026
Others	14,431,055,558	15,653,461,272
	<u>333,388,503,555</u>	<u>349,565,061,422</u>

- (i) Included the prepayments for site clearance which are amortised on straight-line basis from 16 to 49 years in accordance with the periods of the land rental contracts,
- (ii) Included the prepayments for land rental fees which are amortised on straight-line basis from 29 years to 37 years in accordance with the periods of the land rental contracts,
- (iii) Mainly included expenses for site clearance, fees for using data and information on results of mineral assessment, fees for mineral exploitation right at Khai Truong 25 Mine which are amortised based on the exploitation volume over 6 years (2021 – 2026),
- (iv) Favourable land use rights arose from the acquisition of Tia Sang Battery Joint Stock Company which is amortised on a straight-line basis over the period of 22 years in accordance with the remaining period of the land lease contract from the acquisition date,



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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
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10 FIXED ASSETS

(a) Tangible fixed assets

	Plant and buildings VND	Machinery VND	Motor vehicles VND	Office equipment VND	Total VND
<b>Historical cost</b>					
As at 1 January 2025	2,503,947,855,010	2,236,403,643,992	275,626,495,096	20,592,855,385	5,036,570,849,483
New purchases	-	5,354,228,797	1,308,801,811	-	6,663,030,608
Transfers from construction in progress (Note 11)	8,156,326,976	-	-	-	8,156,326,976
Disposals	-	(339,589,059)	(18,158,321,909)	-	(18,497,910,968)
As at 31 March 2025	2,512,104,181,986	2,241,418,283,730	258,752,469,167	20,592,855,385	5,032,867,790,268
<b>Accumulated depreciation</b>					
As at 1 January 2025	(1,162,504,429,052)	(1,518,665,404,073)	(189,064,762,372)	(14,046,018,216)	(2,884,280,613,713)
Charge for the period	(26,831,812,556)	(38,157,144,088)	(6,371,210,837)	(402,026,907)	(71,762,194,388)
Disposals	-	(2,430,367,496)	11,829,059,430	-	9,398,691,934
As at 31 March 2025	(1,189,336,241,608)	(1,559,252,915,657)	(183,606,913,779)	(14,448,045,123)	(2,946,644,116,167)
<b>Net book value</b>					
As at 1 January 2025	1,341,443,425,958	717,738,239,919	86,561,732,724	6,546,837,169	2,152,290,235,770
As at 31 March 2025	1,322,767,940,378	682,165,368,073	75,145,555,388	6,144,810,262	2,086,223,674,101

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
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10 FIXED ASSETS (CONTINUED)

(b) Intangible fixed assets

	Computer software VND	Phosphorus production right VND	Land use right VND	Total VND
<b>Historical cost</b>				
As at 1 January 2025	1,045,839,000	344,344,880,930	10,680,114,359	356,070,834,289
As at 31 March 2025	1,045,839,000	344,344,880,930	10,680,114,359	356,070,834,289
<b>Accumulated depreciation</b>				
As at 1 January 2025	(1,006,273,936)	(11,849,925,052)	-	(12,856,198,988)
Charge for the period	(6,594,180)	(2,091,163,245)	-	(2,097,757,425)
As at 31 March 2025	(1,012,868,116)	(13,941,088,297)	-	(14,953,956,413)
<b>Net book value</b>				
As at 1 January 2025	39,565,064	332,494,955,878	10,680,114,359	343,214,635,301
As at 31 March 2025	32,970,884	330,403,792,633	10,680,114,359	341,116,877,876



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
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**11 CONSTRUCTION IN PROGRESS**

Movements in the construction in progress during the year were as follows:

	<b>31,03,2025 VND</b>	<b>31,12,2024 VND</b>
Beginning of year	161,253,406,174	225,371,527,019
Increases	60,501,811,960	305,516,267,999
Increase due to acquisition of subsidiary	-	-
Transfers to tangible fixed assets (Note 10(a))	(9,031,447,168)	(369,634,388,844)
End of year	<u>212,723,770,966</u>	<u>161,253,406,174</u>

Details of construction in progress by projects at the year end are as follows:

	<b>31,03,2025 VND</b>	<b>31,12,2024 VND</b>
Nghi Son chemical factory project (i)	185,886,457,832	135,445,877,867
Dak Nong factory project	2,891,588,733	5,288,311,899
Others	23,945,724,401	20,519,216,408
	<u>212,723,770,966</u>	<u>161,253,406,174</u>

- (i) The project of plastics and chemicals industrial park located in Industrial Park No, 15 - Nghi Son Economic Zone, Tan Truong Commune, Nghi Son Town, Thanh Hoa Province pursuant to the Decision No, 2152/QD-UBND of the People's Committee of Thanh Hoa Province dated 11 June 2020, The total investment capital of the project is VND 2,400 billion, Currently, the Group is in the process of land clearance, surveying and designing the factory,

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**12 GOODWILL**

Movements of goodwill during the year are as follows:

	Vietnam Apatite – Phosphorus Joint Stock Company VND	Tia Sang Battery Joint Stock Company VND	Phosphorus 6 Limited Company VND	Total VND
<b>Historical cost</b>				
As at 1 January 2025	5,514,698,943	56,184,209,644	10,393,349,357	72,092,257,944
As at 31 March 2025	5,514,698,943	56,184,209,644	10,393,349,357	72,092,257,944
<b>Accumulated amortisation</b>				
As at 1 January 2025	(3,446,686,829)	(9,832,236,687)	(1,472,391,159)	(14,751,314,675)
Charge for the period	(137,867,473)	(1,404,605,241)	(259,833,734)	(7,209,225,791)
As at 31 March 2025	(3,584,554,302)	(11,236,841,928)	(1,732,224,893)	(16,553,621,123)
<b>Net book value</b>				
As at 1 January 2025	2,068,012,114	46,351,972,957	8,920,958,198	57,340,943,269
As at 31 March 2025	1,930,144,641	44,947,367,716	8,661,124,464	55,538,636,821



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## 13 SHORT-TERM TRADE ACCOUNTS PAYABLE

	31,03,2024		31,12,2024	
	Value VND	Able-to-pay amount VND	Value VND	Able-to-pay amount VND
Third parties (*)	186,262,338,586	186,262,338,586	310,614,460,098	310,614,460,098
Related parties (Note 35(b))	3,273,232,524	3,273,232,524	2,559,221,706	2,559,221,706
	<u>189,535,571,110</u>	<u>189,535,571,110</u>	<u>313,173,681,804</u>	<u>313,173,681,804</u>

(\*) Details for third-party suppliers accounting for 10% or more of the total trade accounts payable balance are as follows:

	31,03,2025 VND	31,12,2024 VND
Sun International FZE	-	142,191,315,000
APATIT VIETNAM ONE MEMBER COMPANY LIMITED	30 017 929 290	-
SBM Energy Services Joint Stock Company - Lao Cai Branch	<u>23,660,474,861</u>	<u>26,549,101,404</u>

## 14 SHORT-TERM ADVANCES FROM CUSTOMERS

	31,03,2025 VND	31,12,2024 VND
Third parties	<u>52,869,914,351</u>	<u>72,040,064,302</u>

Details for third-party customers accounting for 10% or more of the total short-term advances from customers balance are as follows:

	31,03,2025 VND	31,12,2024 VND
Korea-Vietnam fertilizer Co., Ltd	-	24,075,000,000
Thai Son Co., Ltd	-	8,526,450,000
K S International	-	3,427,830,000
RCL INDUSTRIAL PRODUCTS PTE, LTD	9,357,673,760	-
ICL SPECIALTY PRODUCTS INC	12,647,325,600	-
Orfan Mujib Rawzayee LTD	<u>5,870,005,900</u>	<u>-</u>

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15 TAXES AND PAYABLES TO THE STATE

Movements in tax and other payables to the State during the year were as follows:

	As at 1,1,2025 VND	Payable during the period VND	Payment during the period VND	Reclassification VND	As at 31,03,2025 VND
VAT on domestic sales	3,666,480,345	4,917,587,671	(6,321,364,399)	-	2,262,703,617
VAT on importation	6,344,824,179	19,472,232,208	(25,000,087,158)	-	816,969,229
Import, export tax	11,724,206,601	73,363,203,085	(68,959,558,902)	-	16,127,850,791
Corporate income tax	113,666,291,669	142,758,261,671	(158,896,175,868)	-	97,528,377,472
Personal income tax	47,129,755,623	14,015,315,639	(106,044,942,824)	-	1,535,320,907
Natural resource taxes and mineral exploitation rights fees	459,343,532	9,766,189,540	(6,448,562,377)	-	3,776,970,695
Others	580,945,880	8,204,322,278	(3,759,115,167)	-	5,026,152,991
	<u>183,571,847,829</u>	<u>272,497,112,092</u>	<u>(375,429,806,695)</u>	<u>-</u>	<u>127,074,345,702</u>

16 OTHER SHORT-TERM PAYABLES

	31,03,2025 VND	31,12,2024 VND
Dividends payable	32,937,604,600	-
Others	15,534,963,985	9,916,973,473
	<u>48,472,568,585</u>	<u>9,916,973,473</u>



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17 SHORT-TERM BORROWINGS

	As at 1,1,2025 VND	Addition VND	Repayment VND	Exchange rate differences VND	As at 31,03,2025 VND
Joint Stock Commercial Bank for Foreign Trade of Vietnam – Transaction Office (i)					
• Short-term loan – VND	14,681,836,900	335,326,365,288	(58,748,446,558)	-	291,259,755,630
• Short-term loan – USD	266,713,020,939	-	266,713,020,939	-	-
• Factoring L/C with recourse	-	-	-	-	-
Joint Stock Commercial Bank for Investment and Development of Vietnam – Ha Thanh Branch (ii)					
• Short-term loan – VND	152,405,590,135	-	152,405,590,135	-	-
• Short-term loan – USD	129,619,354,533	-	(13,061,502,575)	-	116,557,851,958
Kasikornbank Public Company Limited – Ho Chi Minh Branch (iii)					
• Short-term loan – VND	11,714,465,400	-	11,714,465,400	-	-
• Short-term loan – USD	107,812,533,928	167,134,143,462	(237,043,983,928)	-	37,902,693,462
Vietnam International Commercial Joint Stock Bank - Dong Da Branch	-	25,674,103,051	(500,000,000)	-	25,174,103,051
Joint Stock Commercial Bank for Investment and Development of Vietnam – Eastern Hai Phong Branch (iv)					
• Short-term loan – VND	27,427,222,597	45,401,067,737	(42,766,820,418)	-	30,061,469,916
• Short-term loan – USD	-	-	-	-	-
Standard Chartered Bank (Vietnam)	-	227,994,816,649	-	-	227,994,816,649
Asian Commercial Joint Stock Bank – Hoang Cau Branch (v)	154,274,919,471	264,335,460,333	(67,938,090,471)	-	350,672,289,333
	864,648,943,903	1,065,865,956,520	(850,891,920,424)		1,079,622,979,999

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**17 SHORT-TERM BORROWINGS (CONTINUED)**

Details of outstanding short-term borrowings balances as at 31 March 2025 are as follows:

No,	Lenders	Credit limit and period	Year-end balance VND	Interest rate	Purpose	Collaterals
i	Joint Stock Commercial Bank for Foreign Trade of Vietnam – Transaction Office	Credit limit of VND 750 billion or foreign currency equivalent, including: <ul style="list-style-type: none"> <li>Duc Giang Lao Cai Chemicals Limited Company: Credit limit of VND 700 billion or foreign currency equivalent, The period of each loan does not exceed 4 months from the date of drawdown, The loan is disbursed during the year in VND,</li> <li>Duc Giang – Nghi Son Chemical Limited Company: Credit limit of VND 100 billion or foreign currency equivalent, The period of each loan does not exceed 6 months from the date of drawdown, The loan is disbursed during the year in VND,</li> </ul>	276,602,867,981	3,0% per annum	Supplement working capital	None
ii	Joint Stock Commercial Bank for Investment and Development of Vietnam – Ha Thanh Branch	Credit limit of VND 1,000 billion or foreign currency equivalent: <ul style="list-style-type: none"> <li>Duc Giang Lao Cai Chemicals Limited Company: Credit limit of VND 1,000 billion or foreign currency equivalent, The period of each loan does not exceed 4 months from the date of drawdown, The loan is disbursed during the year in VND and USD,</li> </ul>	14,656,887,649	3,7% per annum	Supplement working capital	The Company's term deposit of VND 100 billion,
			116,557,851,958	3,0% per annum	Supplement working capital	None



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**17 SHORT-TERM BORROWINGS (CONTINUED)**

Details of outstanding short-term borrowing balances as at 31 December 2024 are as follows (continued):

No	Lenders	Credit limit and period	Year-end balance VND	Interest rate	Purpose	Collaterals
iii	Kasikornbank Public Company Limited – Ho Chi Minh Branch	Duc Giang Lao Cai Chemicals Limited Company: Credit limit of VND 400 billion or foreign currency equivalent, The period of each loan does not exceed 4 months from the date of drawdown, The loan is disbursed during the year in VND and USD,	37,902,693,462	3,0% per annum	Supplement working capital	None
iv	Joint Stock Commercial Bank for Investment and Development of Vietnam – Eastern Hai Phong Branch	Tia Sang Battery Joint Stock Company: Credit limit of VND 40 billion or foreign currency equivalent, The period of each loan is determined by each drawdown, The loan is disbursed during the year in VND and USD,	30,061,469,916	3,0%-4,0% per annum	Supplement working capital	Fixed assets
v	Asian Commercial Joint Stock Bank – Hoang Cau Branch	Duc Giang Lao Cai Chemicals Limited Company: Credit limit of VND 700 billion or foreign currency equivalent, The period of each loan does not exceed 4 months from the date of drawdown, The loan is disbursed during the year in USD,	339,476,762,680	3,0% per annum	Supplement working capital	None
		Vietnam Apatite - Phosphorus Joint Stock Company: Credit limit of VND 200 billion or foreign currency equivalent, The period of each loan does not exceed 4 months from the date of drawdown, The loan is disbursed during the year in USD,	11,195,526,653	3,0% per annum	Supplement working capital	None
vi	Standard Chartered Bank (Vietnam) Limited	Duc Giang Lao Cai Chemicals Limited Company: Credit limit of VND 240 billion or foreign currency equivalent, The period of each loan does not exceed 4 months from the date of drawdown, The loan is disbursed during the year in USD,	227,994,816,649	3,0% per annum	Supplement working capital	None

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vii	Vietnam International Commercial Joint Stock Bank - Dong Da Branch	Duc Giang Lao Cai Chemicals Limited Company: Credit limit of VND 400 billion or foreign currency equivalent, The period of each loan does not exceed 4 months from the date of drawdown, The loan is disbursed during the year in USD,	25,174,103,051	3,0% per annum	Supplement working capital	None
	Total			1,079,622,979,999		



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**18 BONUS AND WELFARE FUND**

	<b>31,03,2025 VND</b>	<b>31,12,2024 VND</b>
Beginning of year	462,470,448,948	375,194,310,354
Increase in the year (Note 20)	193,493,337,955	201,999,455,952
Increase due to acquisition of subsidiary	-	-
Utilisation in the period	(94,233,251,006)	(111,401,460,978)
Depreciation of fixed assets funded by the Bonus and welfare fund	(830,464,095)	(3,321,856,380)
End of period	<u>560,900,071,802</u>	<u>462,470,448,948</u>

**19 OWNERS' CAPITAL****(a) Number of shares**

	<b>31,03,2025 Ordinary shares</b>	<b>31,12,2024 Ordinary shares</b>
Number of shares registered	<u>379,779,286</u>	<u>379,779,286</u>
Number of shares issued	<u>379,779,286</u>	<u>379,779,286</u>
Number of shares repurchased	<u>(873)</u>	<u>(873)</u>
Number of existing shares in circulation	<u>379,778,413</u>	<u>379,778,413</u>

**(b) Details of owners' shareholding**

	<b>31,03,2025</b>		<b>31,12,2024</b>	
	<b>Ordinary shares</b>	<b>%</b>	<b>Ordinary shares</b>	<b>%</b>
Mr, Dao Huu Huyen	69,794,354	18,378	69,794,354	18,378
Ms, Ngo Thi Ngoc Lan	25,205,068	6,637	25,205,068	6,637
Mr, Dao Huu Kha	22,667,148	5,969	22,667,148	5,969
Other shareholders	262,111,843	69,015	262,111,843	69,015
Treasury shares	873	0,001	873	0,001
Number of shares issued	<u>379,779,286</u>	<u>100</u>	<u>379,779,286</u>	<u>100</u>

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## 19 OWNERS' CAPITAL (CONTINUED)

## (c) Movement of share capital

	Number of shares	Ordinary shares VND
As at 1 January 2024	379,779,286	3,797,792,860,000
As at 31 December 2024	379,779,286	3,797,792,860,000
As at 31 March 2025	379,779,286	3,797,792,860,000

Par value per share: VND 10,000,

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**20 MOVEMENTS IN OWNERS' EQUITY**

	Owners' capital VND	Share premium VND	Owners' other capital VND	Treasury shares VND	Investment and development funds VND	Undistributed earnings VND	Total VND	Non-controlling interests VND	Total of capital and reserves VND
As at 1 January 2024	3,797,792,860,000	1,786,667,372,400	(849,228,747,207)	(8,730,000)	972,670,168,201	5,999,140,534,512	11,707,033,457,906	330,299,347,510	12,037,332,805,416
Increase due to acquisition of subsidiary	-	-	-	-	-	-	-	-	-
Net profit for the year (As restated – Note 3)	-	-	-	-	-	2,986,646,667,039	2,986,646,667,039	120,755,152,854	3,107,401,819,893
Appropriation to investment and development funds	-	-	-	-	447,343,576,915	(447,343,576,915)	-	-	-
Utilisation development investment fund in the year	-	-	-	-	(2,549,299,462)	-	(2,549,299,462)	-	(2,549,299,462)
Appropriation to bonus and welfare funds	-	-	-	-	-	(193,841,109,643)	(193,841,109,643)	(8,158,346,309)	(201,999,455,952)
Cash dividend payment	-	-	-	-	-	(1,139,335,239,000)	(1,139,335,239,000)	(99,834,330,768)	(1,239,169,569,768)
As at 31 December 2024	3,797,792,860,000	1,786,667,372,400	(849,228,747,207)	(8,730,000)	1,417,464,445,654	7,205,267,275,993	13,357,954,476,840	343,061,823,287	13,701,016,300,127
Net profit for the period	-	-	-	-	-	809,334,908,466	809,334,908,466	27,455,175,068	836,790,083,534
Appropriation to investment and development funds (*)	-	-	-	-	379,346,618,638	(379,346,618,638)	-	(6,761,955,078)	(193,493,337,955)
Utilisation investment and development fund	-	-	-	-	3,219,883,281	-	3,219,883,281	-	3,219,883,281
Appropriation to bonus and welfare funds (*)	-	-	-	-	-	(186,731,382,877)	(186,731,382,877)	-	-
Cash dividend payment	-	-	-	-	-	-	-	(32,937,604,600)	(32,937,604,600)
As at 31 March 2025	3,797,792,860,000	1,786,667,372,400	(849,228,747,207)	(8,730,000)	1,800,030,947,573	7,448,524,182,915	13,983,777,885,710	330,817,438,677	14,314,595,324,358

(\*) The appropriation to investment and development funds and bonus and welfare funds in 2024 in accordance with the Resolution of the Annual General Meeting of Shareholders No. 01/2025/NQ-DHDCD dated 31 March 2025 of Duc Giang Chemicals Group Joint Stock Company and the Resolution of the Annual General Meeting of Shareholders No. 01/2025/NQ-DHDCD dated 27 March 2025 of Vietnam Apatite - Phosphorus Joint Stock Company, and the Resolution of the Annual General Meeting of Shareholders No. 01/2025/NQ-DHDCD dated 15 March 2025 of Tia Sang Battery Joint Stock Company,



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**21 EARNINGS PER SHARE**

**(a) Basic earnings per share**

Basic earnings per share is calculated by dividing the net profit attributable to shareholders after deducting the bonus and welfare funds by the weighted average number of ordinary shares outstanding during the year adjusted for bonus shares issued during the year and excluding treasury shares, The details were as follows:

	31,03,2025	31,12,2024
Net profit attributable to shareholders (VND)	809,334,908,466	672,615,401,348
Less amount appropriated to bonus and welfare funds (*)	(48,560,094,508)	(40,356,924,081)
Profit for calculation basic profit per share	760,774,813,958	632,258,477,267
Weighted average number of ordinary shares in circulation (shares)	379,778,413	379,778,413
Basic earnings per share (VND)	2,003	1,665

(\*) The bonus and welfare fund is calculated based on the same method as the last year's,

**(b) Diluted earnings per share**

The Group did not have any ordinary shares potentially diluted during the year and up to the date of these consolidated financial statements, Therefore, the diluted earnings per share is equal to the basic earnings per share,

**22 OFF CONSOLIDATED BALANCE SHEET ITEMS**

**Foreign currencies**

As at 31 March 2025, included in cash and cash equivalents were balances held in foreign currencies of USD 2,015,546,86 and EUR 147,83 (as at 31 December 2024: USD 1,755,882,46 and EUR 147,83),

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23 NET REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	31,03,2025 VND	31,03,2024 VND
<b>Revenue</b>		
Revenue from sales of merchandise	297,136,320	973,434,318
Revenue from sales of finished goods	2,807,072,511,558	2,381,242,792,392
Revenue from rendering of services	4,034,014,219	3,599,494,050
	<u>2,811,403,662,097</u>	<u>2,385,815,720,760</u>
<b>Sales deductions</b>		
Trade discounts	(1,092,626,114)	(1,053,163,074)
Sales returns	-	-
	<u>(1,092,626,114)</u>	<u>(1,053,163,074)</u>
<b>Net revenue</b>		
Net revenue from sales of merchandise	297,136,320	973,434,318
Net revenue from sales of finished goods	2,805,979,885,444	2,380,189,629,318
Net revenue from rendering of services	4,034,014,219	3,599,494,050
	<u>2,810,311,035,983</u>	<u>2,384,762,557,686</u>

24 COST OF GOODS SOLD AND SERVICES RENDERED

	31,03,2025 VND	31,03,2024 VND (As restated – Note 3)
Cost of merchandise sold	90,381,259	4,395,152,112
Cost of finished goods sold	1,830,050,002,910	1,614,215,091,357
	<u>1,830,140,384,169</u>	<u>1,618,610,243,469</u>

25 FINANCIAL INCOME

	31,03,2025 VND	31,03,2024 VND
Interest income from deposits and lendings	133,921,922,587	137,902,722,895
Realised foreign exchange gains	30,647,391,159	27,280,732,332
Net gain from foreign currency translation end of period	-	-
	<u>164,569,313,746</u>	<u>165,183,455,227</u>

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## 26 FINANCIAL EXPENSES

	31,03,2025 VND	31,03,2024 VND
Interest expenses	6,994,545,308	6,692,622,491
Realised foreign exchange losses	8,229,670,959	11,275,902,562
Net loss from foreign currency translation at end of period	-	-
	<u>15,224,216,267</u>	<u>17,968,525,053</u>

## 27 SELLING EXPENSES

	31,03,2025 VND	31,03,2024 VND
Selling expenses	95,416,863,466	99,181,829,132
Staff costs	14,247,588,791	5,534,995,078
Depreciation and amortisation of fixed assets	438,051,453	280,370,817
Others	-	-
	<u>110,102,503,710</u>	<u>104,997,195,027</u>

## 28 GENERAL AND ADMINISTRATION EXPENSES

	31,03,2025 VND	31,03,2024 VND
Staff costs	19,837,832,708	17,878,687,748
Depreciation and amortisation of fixed assets and goodwill	7,403,578,684	10,574,549,271
External services	9,944,116,121	6,465,644,454
Taxes, fees and charges	4,103,439,649	2,674,376,467
Others	259,833,734	2,773,202,817
	<u>41,548,800,896</u>	<u>40,366,460,757</u>



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**29 CORPORATE INCOME TAX (“CIT”)**

The CIT on the Group’s accounting profit before tax differs from theoretical amount that would arise using the applicable tax rate of 20% as follows:

	31,03,2025 VND	31,03,2024 VND
Accounting profit before tax	977,912,812,419	769,261,126,172
CIT charge (**)	141,122,728,885	67,132,606,130

(\*) The Group is entitled to CIT incentives for the investment projects, including:

➤ *Duc Giang Lao Cai Chemicals Limited Company:*

- Project of Phosphorus Production Furnace No,1 and No, 2: tax rate of 10% for 15 years since operation (from 2009 to 2023), tax-exempt for 4 years from the first year of having income from the project (from 2010 to 2013) and tax reduction of 50% for the following 9 years (from 2014 to 2022);
- Project of Rich Phosphate Factory and Dicalcium Phosphate (DCP) Factory: tax rate of 10% for 15 years since the project started its operation (from 2014 to 2028), tax-exemption for 4 years from year of having income from the project (from 2015 to 2018) and tax reduction of 50% for the following 9 years (from 2019 to 2027);
- Project of Mono Ammonium Phosphate (MAP) Factory: tax rate of 10% for 13 years since the project started its operation (from 2016 to 2028), tax-exemption for 3 years from year of having income from the project (from 2016 to 2018) and tax reduction of 50% for the following 9 years (from 2019 to 2027);
- Project of Factory producing extracted phosphoric acid and rich phosphate fertilizer (TSP): 10% tax rate for 15 years since the project started its operation (from 2014 to 2028), tax-exempt for 4 years from the year of having income from the project (from 2014 to 2017) and tax reduction of 50% for the following 9 years (from 2018 to 2026);

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**29 CORPORATE INCOME TAX (“CIT”) (CONTINUED)**

➤ *Duc Giang Lao Cai Chemicals Limited Company (continued):*

- Project of Silicate production line and other taxable activities: preferential tax rate of 10% for 15 years from the year of having income from the first project (from 2009 to 2023);
- Project of Factory producing food phosphoric acid and phosphate salts: the tax rate is 10% for 15 years from the year the project started its operation (from 2016 to 2030), tax-exempt for 4 years from the year of having income from the project (from 2016 to 2019) and 50% tax deduction in next 9 years (from 2020 to 2028);
- Project of Factory producing food phosphoric acid and phosphate salts phase 2: tax-exempt for 4 years from the year of having income from the project (from 2021 to 2025) and 50% tax deduction in next 9 years (from 2026 to 2034); and
- Project of Phosphorus Production Furnace No,6: tax rate of 10% for 9 years since the project started its operation (from 2023 to 2031) and 50% tax deduction in next 9 years from the year of having income from the project (from 2023 to 2031)

➤ *Vietnam Apatite - Phosphorus Joint Stock Company:*

- Project yellow phosphorus production: tax rate of 10% for 15 years since the project started its operation (from 2018 to 2032), tax-exempt for 4 years from the year of having income from the project (from 2018 to 2021) and 50% tax deduction in next 9 years (from 2022 to 2030),

➤ *Duc Giang - Dinh Vu Chemicals One Member Company Limited:*

- Project chemical storage: tax rate of 10% within 15 years since the year of generating revenue from activities having tax incentives (from 2013 to 2027), Income from the project is subject to tax exemption for 4 years from the year of generating taxable income (from 2015 to 2018) and 50% tax deduction in next 9 years (from 2019 to 2027),

(\*\*) The CIT charge for the year is based on estimated taxable income and is subject to review and possible adjustments by the tax authorities,

**30 SEGMENT REPORTING**

The Board of Management of the Company determines that the management decisions of the Group are based primarily on the types of products and service provided by the Group, As a result, the primary segment reporting of the Group is presented in respect of the Group's business segments,

**Primary segment report (business segments)**

In the first quarter of 2025, revenue from sales of finished goods (mainly yellow phosphorus, acids and fertilizers of all kinds) accounted for 99,8% of the Group's total revenue (31 December 2024: 99,8%), Accordingly, the Group does not present Segment report by business segments, Revenue from finished goods and cost of finished goods sold are presented in Note 23 and Note 24,



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
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**Secondary segment report (geographical segments)**

Segment information of net revenue from sales of goods and rendering of services based on the geographical location of customers is as follows:

	Quarter I, 2025		
	Domestic VND	Overseas VND	Total VND
Net revenue	846,382,693,595	1,963,928,342,388	2,810,311,035,983
Total expenses incurred for purchases of fixed assets (unallocated)	(*)	(*)	95,006,173,567
	Quarter I, 2024		
	Domestic VND	Overseas VND	Total VND
Net revenue	747,734,966,820	1,637,027,590,866	2,384,762,557,686
Total expenses incurred for purchases of fixed assets (unallocated)	(*)	(*)	87,476,112,010

(\*) The Group does not present total expenses incurred for purchases of fixed assets on geographical segment report because the Group operates in one geographical area that is Vietnam and does not monitor fixed assets by customers' location,

**31 ADDITIONAL INFORMATION ON CERTAIN ITEMS OF THE CONSOLIDATED CASH FLOW STATEMENT**

	31,03,2025 VND	31,03,2024 VND
Interest income from rolled-over deposits	15,825,920,241	45,837,915,068

**32 RELATED PARTY DISCLOSURES**

Details of the key related parties and relationship are given as below:

Related parties	Relationship
Members of the Board of Directors, Board of Management, Board of Supervision, Chief Accountant and other related individuals	Key management/Shareholders
Van Minh Company Limited	Under common control of the Chairman

**(a) Related party transactions**

The primary transactions with related parties incurred in the year are:




NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS QUARTER I  
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	Quarter I, 2025 VND	Quarter I, 2024 VND
<b>i) Sales of goods and rendering services</b>		
Van Minh Company Limited	57,687,600,429	35,934,426,795
<b>ii) Purchases of goods and services</b>		
Van Minh Company Limited	37,462,092,227	30,565,826,992
<b>(b) Year end balances with related parties</b>		
	31,03,2025 VND	31,12,2024 VND
<b>i) Short-term trade accounts receivable (Note 5)</b>		
Van Minh Company Limited	6,718,682,709	14,407,693,082
<b>ii) Short-term trade accounts payable (Note 13)</b>		
Van Minh Company Limited	3,273,232,524	2,559,221,706
<b>iii) Other short-term payables</b>		
Dividend payable to Board of Directors, Board of Management, Board of Supervision, Chief Accountant and other related individuals	-	-

The consolidated financial statements Quarter I for the year ended 31 December 2025 were approved by the Board of Management of the Company on 21 April 2025,

  
Hoang Thuy Ha  
Preparer

  
Dao Thi Mai  
Chief Accountant

  
Dao Huu Duy Anh  
Vice Chairman of the Board of Directors  
Legal Representative