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AASC AUDITING FIRM

# **FINANCIAL STATEMENTS**

**DEO NAI - COC SAU - TKV COAL JOINT STOCK COMPANY**

for the fiscal year ended as at 31 December 2024

(Audited)

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## REPORT OF THE BOARD OF DIRECTORS

The Board of Directors of Deo Nai - Coc Sau - TKV Coal Joint Stock Company ("the Company") presents its report and the Company's Financial Statements for the fiscal year ended as at 31 December 2024."

### THE COMPANY

Pursuant to the Decision No 1263/QĐ-TTg dated 27 October 2023 issued by Prime Minister, Deo Nai - Coc Sau - TKV Coal Joint Stock Company was established under Agreement No 01.2.1/HD-TDN dated 09 January 2024 between Vinacomin Deo Nai Coal JSC and Vinacomin Coc Sau Coal JSC and finished merging procedure at the date 26 June 2024 under Resolution No 01/NQ-HĐQT issued by Board of management.

The Company was established under the Enterprise Registration Certificate No. 5702162138 dated 24 June 2024.

Pursuant to Data handover minutes dated 26 June 2024 and Resolution No 01/NQ-HĐQT dated 26 June 2024 issued by Board of Management, accounting period of the Company's financial statements started as at 26 June 2024.

The Company's head office is located at 42 Kim Dong Street, Cam Tay Ward, Cam Pha City, Quang Ninh Province.

### BOARD OF MANAGEMENT, BOARD OF DIRECTORS AND BOARD OF SUPERVISION

Members of the Board of Management during the year and to the reporting date are:

Mr. Nguyen Trong Tot	Chairman	(Appointed on 26 June 2024)
Mr. Dang Thanh Binh	Member	(Appointed on 26 June 2024)
Mr. Nguyen Van Thuan	Member	(Appointed on 26 June 2024)
Mr. Vu Trong Hung	Member	(Appointed on 26 June 2024)
Mr. Phung Van Tuyen	Independent Member	(Appointed on 19 November 2024)
Mr. Nguyen Tan Long	Member	(Appointed on 26 June 2024 Resigned on 19 November 2024)

Members of the Board of Directors during the year and to the reporting date are:

Mr. Dang Thanh Binh	Director	(Appointed on 26 June 2024)
Mr. Thieu Dinh Giang	Deputy Director	(Appointed on 26 June 2024)
Mr. Vu Trong Hung	Deputy Director	(Appointed on 26 June 2024)
Mr. Dinh Thai Binh	Deputy Director	(Appointed on 26 June 2024)
Mr. Tran Nhat Quang	Deputy Director	(Appointed on 26 June 2024)

Members of the Board of Supervision are:

Mrs Nguyen Thi Luong Anh	Head of Board of Supervision	(Appointed on 26 June 2024)
Mrs. Nguyen Thi Yen	Member	(Appointed on 26 June 2024)
Mrs. Nguyen Thi Diep	Member	(Appointed on 26 June 2024)

### LEGAL REPRESENTATIVE

The legal representative of the Company during the year and up to the date of this Financial Statement is Mr. Dang Thanh Binh - Director.

### AUDITORS

The auditors of Branch of AASC Auditing Firm Company Limited in Quang Ninh have taken the audit of Financial Statements for the Company.

**STATEMENT OF THE BOARD OF DIRECTORS' RESPONSIBILITY IN RESPECT OF THE FINANCIAL STATEMENTS**

The Board of Directors is responsible for the Financial Statements which give a true and fair view of the financial position of the Company, its operating results and its cash flows for the year. In preparing those Financial Statements, the Board of Directors is required to:

- Establish and maintain of an internal control system which is determined necessary by the Board of Directors and Board of Management to ensure the preparation and presentation of Financial Statements do not contain any material misstatement caused by errors or frauds;
- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Financial Statements;
- Prepare the Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of financial statements;
- Prepare the Financial Statements on going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Board of Directors is responsible for ensuring that accounting records are kept to reflect the financial position of the Company, with reasonable accuracy at any time and to ensure that the Financial Statements comply with the registered accounting system. It is responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

We, The Board of Directors, confirm that the Financial Statements give a true and fair view of the financial position at 31 December 2024, its operation results and cash flows in the year started from 26 June 2024 to 31 December 2024 of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of Financial Statements.

**Other commitments**

The Board of Directors pledges that the Company complies with Decree No. 155/2020/ND-CP dated 31 December 2020 on detailing and guiding the implementation of a number of articles of the Law on Securities and the Company does not violate the obligations of information disclosure in accordance with the regulations of the Circular No. 96/2020/TT-BTC dated 16 November 2020 issued by the Ministry of Finance guiding the disclosure of information on Securities Market and Circular No. 68/2024/TT-BTC dated 18 September 2024 of the Ministry of Finance on amending and supplementing a number of articles of Circular No. 96/2020/TT-BTC.

*Quang Ninh, 12 March 2025*  
**On behalf of the Board of Directors**  
**Director**



**Dang Thanh Binh**



No. : 120325.001/BCTC.QN

## INDEPENDENT AUDITORS' REPORT

To: Shareholders, the Board of Management and Board of Directors  
Deo Nai - Coc Sau - TKV Coal Joint Stock Company

We have audited the Financial Statements of Deo Nai - Coc Sau - TKV Coal Joint Stock Company prepared on 05 March 2025, as set out on pages 5 to 36 including: Statement of financial position as at 31 December 2024, Statement of income, Statement of cash flows and Notes to financial statements for the fiscal year ended as at 31 December 2024.

### Board of Directors' Responsibility

The Board of Directors is responsible for the preparation of Financial Statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of financial statements and for such internal control as director determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the Financial Statements that give a true and fair view 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 Financial Statements.

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

### Auditor's opinion

In our opinion, the Financial Statements give a true and fair view, in all material respects, of the financial position of Deo Nai - Coc Sau - TKV Coal Joint Stock Company as at 31 December 2024, and its operating result and its cash flows for the fiscal year ended as at 31 December 2024 in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of financial statements.

Quang Ninh, 12 March 2025

Branch of AASC Auditing Firm  
Company Limited in Quang Ninh



Director

Nguyen Thi Hai Huong  
Registered Auditor  
No. 0367-2023-002-1

Auditor

Tran Thi Ha  
Registered Auditor  
No. 1643-2023-002-1

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## STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

Code ASSETS	Note	Ending of the year	Beginning of the year
		VND	VND
<b>100 A. CURRENT ASSETS</b>		<b>1,181,605,010,711</b>	-
<b>110 I. Cash and cash equivalents</b>	<b>4</b>	<b>9,399,886,659</b>	-
111 1. Cash		9,399,886,659	-
<b>130 III. Short-term receivables</b>		<b>428,037,087,816</b>	-
131 1. Short-term trade receivables	5	409,605,726,314	-
132 2. Short-term prepayments to suppliers	6	17,400,590,292	-
136 3. Other short-term receivables	7	1,030,771,210	-
<b>140 IV. Inventories</b>	<b>8</b>	<b>610,311,747,403</b>	-
141 1. Inventories		610,487,152,103	-
149 2. Provision against devaluation of inventories		(175,404,700)	-
<b>150 V. Other short-term assets</b>		<b>133,856,288,833</b>	-
151 1. Short-term prepaid expenses	12	71,439,423,188	-
153 2. Taxes and other receivables from the State budget	15	62,416,865,645	-
<b>200 NON-CURRENT ASSETS</b>		<b>1,162,277,572,242</b>	-
<b>210 I. Long-term receivables</b>		<b>241,607,461,022</b>	-
216 1. Other long-term receivables	7	241,607,461,022	-
<b>220 II. Fixed assets</b>		<b>836,371,133,866</b>	-
221 1. Tangible fixed assets	10	836,084,240,771	-
222 - <i>Historical cost</i>		5,498,161,556,329	-
223 - <i>Accumulated depreciation</i>		(4,662,077,315,558)	-
227 2. Intangible fixed assets	11	286,893,095	-
228 - <i>Historical cost</i>		3,398,981,707	-
229 - <i>Accumulated amortization</i>		(3,112,088,612)	-
<b>240 IV. Long-term assets in progress</b>		<b>16,181,945,874</b>	-
242 1. Construction in progress	9	16,181,945,874	-
<b>260 VI. Other long-term assets</b>		<b>68,117,031,480</b>	-
261 1. Long-term prepaid expenses	12	27,901,988,069	-
262 2. Deferred income tax assets	30	40,215,043,411	-
<b>270 TOTAL ASSETS</b>		<b>2,343,882,582,953</b>	-

## STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

(Continued)

Code CAPITAL	Note	Ending of the year	Beginning of the year
		VND	VND
<b>300 C. LIABILITIES</b>		<b>1,613,973,841,221</b>	-
<b>310 I. Current liabilities</b>		<b>1,182,526,542,810</b>	-
311 1. Short-term trade payables	14	463,022,322,126	-
313 2. Taxes and other payables to the State budget	15	41,235,343,313	-
314 3. Payables to employees		115,782,586,295	-
315 4. Short-term accrued expenses	16	4,392,300,188	-
319 5. Other short-term payables	17	15,041,644,876	-
320 6. Short-term borrowings and finance lease liabilities	13	521,658,019,489	-
322 7. Bonus and welfare fund		21,394,326,523	-
<b>330 II. Non-current liabilities</b>		<b>431,447,298,411</b>	-
338 1. Long-term borrowings and finance lease liabilities	13	429,809,163,600	-
342 2. Provisions for long-term payables	18	1,638,134,811	-
<b>400 D. OWNER'S EQUITY</b>		<b>729,908,741,732</b>	-
<b>410 I. Owner's equity</b>	<b>19</b>	<b>729,908,741,732</b>	-
411 1. Contributed capital		619,352,020,000	-
411a - Ordinary shares with voting rights		619,352,020,000	-
412 2. Share premium		(66,000,000)	-
418 3. Development and investment funds		28,736,167,038	-
421 4. Retained earnings		81,886,554,694	-
421a - Retained earnings accumulated till the end of the previous period		19,283,134,138	-
421b - Retained earnings of the current period		62,603,420,556	-
<b>440 TOTAL CAPITAL</b>		<b>2,343,882,582,953</b>	-

Quang Ninh, 12 March 2025

Preparer



Le Thi Bac

Chief Accountant



Vu Thi Huong

Director



Đặng Thanh Bình

**STATEMENT OF INCOME**  
For the fiscal year ended as at 31 December 2024

Code	ITEMS	Note	This period	Previous period
			VND	VND
01	1. Revenues from sales of goods and rendering of services	21	2,893,881,498,708	-
10	2. Net revenues of good and rendering of services		2,893,881,498,708	-
11	3. Cost of goods sold and service rendered	22	2,674,640,502,258	-
20	4. Gross revenues from sales and rendering of services		219,240,996,450	-
21	5. Financial income	23	3,687,734,763	-
22	6. Financial expenses	24	21,053,249,615	-
23	- In which: Interest expenses		21,053,249,615	-
25	7. Selling expenses	25	2,524,433,244	-
26	8. General and administrative expense	26	136,767,968,545	-
30	9. Net profit from operating activities		62,583,079,809	-
31	10. Other income	27	9,568,525,541	-
32	11. Other expense	28	8,457,926,733	-
40	12. Other profit		1,110,598,808	-
50	13. Total net profit before tax		63,693,678,617	-
51	14. Current corporate income tax expense	29	1,090,258,061	-
60	16. Profit after corporate income tax		62,603,420,556	-
70	17. Basic earnings per share		1,011	-

Preparer

Le Thi Bac

Chief Accountant

Vu Thi Huong



**STATEMENT OF CASH FLOWS**  
*For the fiscal year ended as at 31 December 2024*  
*(Indirect method)*

Code ITEMS	Note	This period	Previous period
		VND	VND
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01	1. Profits before tax	63,693,678,617	-
	2. Adjustments for:		
02	- Depreciation and amortisation of fixed assets and investment properties	101,671,359,988	-
03	- Provisions	175,404,700	-
05	- Gains/losses from investment	8,044,612,172	-
06	- Interest expense	21,053,249,615	-
07	- Other adjustments	(6,031,175,915)	-
08	3. Operating profit before changes in working capital	188,607,129,177	-
09	- Increase or Decrease in receivables	(62,110,061,405)	-
10	- Increase or Decrease in inventories	25,961,383,465	-
11	- Increase or Decrease in payables (excluding interest)	(138,007,664,950)	-
12	- Increase or Decrease in prepaid expenses	144,614,791,096	-
14	- Interest paid	(20,813,534,114)	-
15	- Corporate income taxes paid	(9,000,000,000)	-
16	- Other receipts from operating activities	844,500,000	-
17	- Other payments on operating activities	(9,442,510,780)	-
20	Net cash flows from operating activities	120,654,032,489	-
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
21	1. Purchase or construction of fixed assets and other long-term assets	(243,636,503,774)	-
22	2. Proceeds from disposals of fixed assets and other long-term assets	(86,954,724)	-
27	3. Interest and dividend received	115,121,208	-
30	Net cash flows from investing activities	(243,608,337,290)	-
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
33	1. Proceeds from borrowings	571,541,249,996	-
34	2. Repayment of principal	(438,480,490,036)	-
36	3. Dividends or profits paid to owners	(706,568,500)	-
40	Net cash flows from financing activities	132,354,191,460	-
50	Net cash flows in the year	9,399,886,659	-
70	Cash and cash equivalents at end of the year	4 9,399,886,659	-

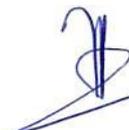
Quang Ninh, 12 March 2025

Preparer



Le Thi Bac

Chief Accountant



Vu Thi Huong

Director



Dang Thanh Binh

## NOTES TO THE FINANCIAL STATEMENTS

*For the fiscal year ended as at 31 December 2024*

### 1 . CHARACTERISTICS OF OPERATION OF THE COMPANY

#### Form of capital ownership

Pursuant to the Decision No 1263/QĐ-TTg dated 27 October 2023 issued by Prime Minister. Deo Nai - Coc Sau - TKV Coal Joint Stock Company was established under Agreement No 01.2.1/HD-TĐN dated 09 January 2024 between Vinacomin Deo Nai Coal JSC and Vinacomin Coc Sau Coal JSC and finished merging procedure at the date 26 June 2024 under Resolution No 01/NQ-HĐQT issued by Board of management.

The Company was established under the Enterprise Registration Certificate No. 5702162138 dated 24 June 2024.

The Company's head office is located at 42 Kim Dong Street, Cam Tay Ward, Cam Pha City, Quang Ninh

The Company's charter capital is VND 619,352,020,000 equivalent to 61,935,202 ordinary shares, each share has par value of VND 10,000.

The number of employees of the Company as of 31 December 2024 is: 3,546 people.

#### Business field

- Mining, processing and trading coal

#### Business activities

Main business activity of the Company:

- Mining and gathering of hard coal
- Mining and gathering of lignite
- Construction of buildings
- Construction railways and roads
- Construction of other civil engineering projects
- Site preparation
- Maintenance and repair of motor vehicles and other motor vehicles
- Manufacture of rubber tyres and tubes, retreading and rebuilding of rubber
- Freight transport by road
- Freight rail transport
- Repair of machinery and equipment

#### Characteristics of operations of the Company in the fiscal year affecting the Financial Statements

The main operation of the Company during the year was to implement the coal mining, sift, and processing Contract with the Vietnam National Coal and Mineral Industries Holding Corporation. At the end of the year, based on the volume of products accepted and the criteria according to the signed contract, the two parties settle and finalise the contract.

The Company was formed by the merger of Vinacomin - Deo Nai Coal JSC and Vinacomin - Coc Sau Coal JSC. The Company received the transfer of all rights, obligations, and accounting records from the two merged companies. Therefore, the balances of assets, liabilities, and equity as of 26 June 2024 of the two merged companies are recorded as the Company's balances on the same date. Thus, the incurred balance of the Company during the year include the combined balances transferred from the two merged companies.

Based on the data handover in the Minute of handover at 0:00 on 26 June 2024, and the official operation date approved in Resolution No. 01/NQ-HĐQT dated 26 June 2024 of the Board of management, the Company's financial statements are prepared from 26 June 2024.

## 2 . ACCOUNTING SYSTEM AND ACCOUNTING POLICY

### 2.1 . Accounting period and accounting currency

Annual accounting period commences from 1<sup>st</sup> January and ends as at 31<sup>st</sup> December.

First fiscal year commences from 26<sup>th</sup> June 2024 and ends as at 31<sup>st</sup> December 2024.

The Company maintains its accounting records in Vietnam Dong (VND).

### 2.2 . Standards and Applicable Accounting Policies

#### *Applicable Accounting Policies*

The Company applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance and the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC.

#### *Declaration of compliance with Accounting Standards and Accounting System*

The Company applies Vietnamese Accounting Standards and supplement documents issued by the State. Financial statements are prepared in accordance with regulations of each standard and supplement documents as well as with current Accounting Standards and Accounting System.

### 2.3 . Accounting estimates

The preparation of Financial Statements in conformity with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations relating to financial reporting requires the Board of Directors to make estimates and assumptions that affect the reported amounts of liabilities, assets and disclosures of contingent liabilities and assets at the date of the separate financial statements and the reported amounts of revenues and expenses during the year.

The estimates and assumptions that have a material impact in the Financial Statements include:

- Provision for bad debts
- Provision for devaluation of inventory
- Estimated useful life of fixed assets
- Estimated income tax
- Estimated allocated period for prepaid expense
- Estimated accruals, provision for payables.

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 financial impact on the Company and that are assessed by the Board of Directors to be reasonable under the circumstances.

### 2.4 . Financial Instruments

#### *Initial recognition*

#### Financial assets

Financial assets of the Company include cash, trade receivables and other receivables. At initial recognition, financial assets are identified by purchasing price/issuing cost plus other expenses directly related to the purchase and issuance of those assets.

#### Financial liabilities

Financial liabilities of the Company include borrowings, trade payables and other payables, accrued expenses. At initial recognition, financial liabilities are determined by issuing price plus other expense directly related to the issuance of those liabilities.

#### *Subsequent measurement after initial recognition*

Financial assets and financial liabilities are not revalued according to fair value at the end of the year because the Circular No.210/2019/TT-BTC and prevailing statutory regulations require to present Financial statements and Notes to financial instruments but not provide any relevant instruction for assessment and recognition of fair value of financial assets and financial liabilities.

### 2.5 . Cash

Cash includes cash on hand, demand deposits.

### 2.6 . Receivables

The receivables shall be kept records in details according to period receivables, entities receivables, and other factors according to requirements for management of the Company. The receivables shall be classified into short-term receivables or long-term receivables on the financial statements according to their remaining terms at the reporting date.

The provision for doubtful debts is made for receivables that are overdue under an economic contract, a loan agreement, a contractual commitment or a promissory note and for receivables that are not due but difficult to be recovered. Accordingly, the provisions for over due debts shall be based on the due date stipulated in the initial sale contract, exclusive of the debt rescheduling between contracting parties and the case where the debts are not due but the debtor is in bankruptcy, in dissolution, or missing and making fleeing or estimating the possible

### 2.7 . Inventories

Inventories are initially recognized at original cost including the purchase price, processing cost and other costs incurred in bringing the inventories to their location and condition at the time of initial recognition. After initial recognition, at the reporting date, inventories are stated at the lower of cost and net realizable value.

Net realizable value is estimated based on the selling price of the inventory minus the estimated costs for completing the products and the estimated costs needed for their consumption.

The cost of inventory is calculated by specification price.

Inventory is recorded by perpetual method.

Cost of unfinished coal at the end of the year = Volume of unfinished coal at the end of year multiplied (X) by (Operating cost in the year/Volume of coal in the year).

When the ash level in the raw coal inventory is higher or lower than the ash level according to the economic and technical targets provided in the plan, it should be adjusted according to the ratio of the actual average ash content at the end of the year to the planned average ash content of the raw coal.

Production and business cost of other stages = Volume of unfinished products at the end of the year in each stage multiplied (X) by the cost per unit of production in the year of that stage.

The cost of each type of coal inventory at the end of the year is determined using the weighted average method.

Allowances for devaluation of inventories made at the end of the year are the excess of original cost of inventory over their net realizable value.

## 2.8 . Fixed assets

Tangible and intangible fixed assets are stated at the historical cost. During the useful lives, tangible and intangible fixed assets are recorded at cost, accumulated depreciation and net book value.

### *Subsequent measurement after initial recognition*

If these costs ament future economic benefits obtained from the use of tangible fixed assets are extended to their initial standards conditions, these costs are capitalized as an incremental in their historical cost.

Other costs incurred after tangible fixed assets have been put into operation such as repair, maintenance and overhaul costs are recognized in the Statement of Income in the year in which the costs are incurred.

Depreciation is provided on a straight-line basis. Depreciation period is estimated as follows:

- Buildings	06 - 25 years
- Machine, equipment	05 - 12 years
- Transportation equipment	02 - 10 years
- Office equipment and furniture	04 - 08 years
- Perennial orchard	06 years
- Other fixed assets	04 - 10 years
- Management software	05 years

## 2.9 . Construction in progress

Construction in progress includes fixed assets which is being purchased and constructed as at the balance sheet date and is recognised in historical cost. This includes costs of construction, installation of equipment and other direct costs.

## 2.10 . Operating lease

Operating leases is fixed asset leasing in which a significant portion of the risks and rewards of ownership are retained by the lessor. Payments made under operating leases are charged to income statement on a straight-line basis over the year of the lease.

## 2.11 . Prepaid expenses

The expenses incurred but related to operating results of several accounting years are recorded as prepaid expenses and are allocated to the operating results in the following accounting periods.

The calculation and allocation of long-term prepaid expenses to operating expenses in each accounting period should be based on nature of those expenses to select a reasonable allocation method and criteria.

Types of prepaid expenses include:

- Engine and gearbox assemblies are allocated over a year of 6 to 12 months.
- Transport tires are allocated over a year of 5 to 6 months.
- Major asset repair costs are not subject allocation cycle of 24 months.
- Tools and equipment include assets that the Company holds for use in its normal business operations, with their individual value greater than VND 5,000,000 and less than VND 30,000,000 each, with an allocation year not exceeding 36 months.
- Exploration drilling costs are allocated over a year of 18 to 36 months.
- The Company's fee for using geological documents must be paid in accordance with Circular 95/2012/TT-BTC dated 8 June 2012, issued by Ministry of Finance, which stipulates the collection rate, collection, payment, management, and use regime of fees for the exploitation and use of geological and mineral documents. The fee for using geological documents is allocated to expenses during the year based on the production of clean coal.
- Other prepaid expenses are recognised at cost and allocated on a straight-line basis over a year of 12 to 36 months.

## 2.12 . Payables

The payables shall be recorded in details in term of due date, entities payables, types of currency payable and other factors according to requirements for management of the Company. The payables shall be classified into short-term payables or long-term payables on the financial statements according to their remaining terms at the reporting date.

## 2.13 . Borrowings

Borrowings shall be recorded in details in terms of leanding entities, loan agreement and terms of borrowings and finance lease liabilities term. In case of borrowings denominated in foreign currency, they shall be recorded in details in terms of types of currency.

## 2.14 . Borrowing costs

Borrowing costs are recognized as operating expenses in the year, in which it is incurred excepting those which are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with VAS No. 16 "Borrowing costs". Besides, regarding borrowings serving the construction of fixed assets and investment properties, the interests shall be capitalized even when the construction duration is under 12 months.

## 2.15 . Accrued expenses

Accrued expenses include payables to goods or services received from the suppliers or provided for the customers during the reporting year, but the payments for such goods or services have not been made and other payables such as interest expenses, etc. which are recorded as operating expenses of the reporting year.

The recording of accrued expenses as operating expenses during a year shall be carried out under matching principle between revenues and expenses during the year. Accrued expenses payable are settled with actual expenses incurred. The difference between accrued and actual expenses are reverted.

## 2.16 . Provision for payables

Provision for payables is only recognized when meeting all of the following conditions:

- The Company has a present debt obligation (legal obligation or joint obligation) as a result of past events;
- It is probable that the decrease in economic benefits may lead to the requirement for debt settlement;
- Debt obligation can be estimated reliably.

Value recorded as a provision for payables is the most reasonably estimated amount required to settle the current debt obligation at the end of the accounting year.

Only expenses related to the previously recorded provision for payables shall be offset by that provision for payables.

Provisions for payables are recorded as operating expenses of the accounting year. In case provision made for the previous accounting year but not used up exceeds the one made for the current accounting year, the difference is recorded as a decrease in operating expenses. The excess of the provision for payables relating to construction warranty is recorded as other income in the fiscal year.

For fixed assets formed from the fund provided by the Vietnam National Coal and Mineral Industries Holding Corporation, the Company follows document No. 6764/THV-KTTC dated 25 December 2018 from Corporation. Accordingly, the source of formation for these fixed assets is recorded on the credit side of account 352.6 - "Expenses forming fixed assets" and presented under the item "Provision for long-term payables" (code 342) on the Statement of Financial position. Annually, when calculating depreciation for these fixed assets, the Company reduces the balance of account 352.6 correspondingly.

### 2.17 . Owner's equity

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

Share premium is recorded at the difference between the par value with costs directly attributable to the issuance of shares and issue price of shares (including the case of re-issuing treasury shares) and can be a positive premium (if the issue price is higher than par value and costs directly attributable to the issuance of shares) or negative premium (if the issue price is lower than par value and costs directly attributable to the issuance of shares).

Other capital is the operating capital formed from the operating results.

Retained earnings are used to present the Company's operating results (profit, loss) after corporate income tax and profits appropriation or loss handling of the Company.

Dividends to be paid to shareholders are recognised as a payable in Statement of Financial position after the announcement of dividend payment from the Board of Management.

### 2.18 Revenues

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured regardless of when payment is being made.

Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, and sales returns. The following specific recognition conditions must also be met when recognizing revenue:

#### *Revenue from sale of goods:*

- The majority of risks and benefits associated with the right to own the products or goods have been transferred 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;

#### *Revenue from rendering of services:*

- The percentage of completion of the transaction at the Balance sheet date can be measured reliably

#### *Financial income*

Financial incomes include income from assets yielding interest, royalties, dividends and other financial gains by the company shall be recognised when the two conditions are satisfied:

- It is probable that the economic benefits associated with the transaction will flow to the Company;
- The amount of the revenue can be measured reliably.

### 2.19 . Costs of good sold and services rendered

Cost of goods sold and services rendered are cost of finished goods, merchandises, materials sold or services rendered during the year, and recorded on the basis of matching with revenue and on a prudence basis. Cases of loss of materials and goods exceeded the norm, abnormal expenses, and losses of inventories after deducting the responsibility of collective and individuals concerned, etc. is recognized fully and promptly into cost of goods sold in the year.

### 2.20 . Financial expenses

Item recorded into financial expenses is borrowing costs.

The above item are recorded by the total amount arising in the year without offsetting against financial income.

### 2.21 . Corporate income tax and severance tax

#### a) Deferred income tax asset

Deferred income tax asset is recognized for deductible temporary differences and the carrying forward of unused tax losses and unused tax credits.

Deferred tax assets are determined based on corporate intome tax rate and temporary differences.

Deferred tax assets are recognized only to the extent that it is probable that taxable profit in future will be available against which the deductible temporary difference can be utilised. Deferred tax assets are recorded as a decrease to the extent that it is not sure taxable economic benefits will be usable.

b) Current corporate income tax expenses

Current corporate income tax expenses are determined based on taxable income during year and current corporate income tax rate.

c) Natural resource tax

Natural resource tax on clean coal produced in the year: Taxable price is the selling price of a unit of resource product exclusive of VAT but not lower than the taxable price imposed by the people's committee of Quang Ninh Province. In case the selling price of resource product is lower than the table price imposed by the people's committee of the Province, the taxable price imposed by the people's committee of the Province shall apply. Natural resource tax rate is 12%.

d) Current corporate income tax rate

The accounting year ended as at 31 December 2024, the Company applies the corporate income tax rate of 20% for the operating activities which has taxable income.

**2.22 . Earning per share**

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

**2.23 . Related Parties**

The parties are regarded as related parties if that party has the ability to control or significantly influence the other party in making decisions about the financial policies and activities. The Company's related parties include:

- Companies, directly or indirectly through one or more intermediaries, having control over the Company or being under the control of the Company, or being under common control with the Company, including the Company's parent, subsidiaries and associates;
- Individuals, directly or indirectly, holding voting power of the Company that have a significant influence on the Company, key management personnel including directors and employees of the Company, the close family members of these individuals;
- Enterprises that above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence on the Company.

In considering the relationship of related parties to serve for the preparation and presentation of Financial Statements, the Company should consider the nature of the relationship rather than the legal form of the relationship.

**2.24 . Segment information:**

Due to operation of the Company only relate to mining and trading coal as well as focused in the North, thus the Company does not prepare segment reports by business segment and geographical segment.

**3 . MEGER AND STOCK SWAP**

According to the merger contract No. 01.2.1/HĐ-TĐN dated 09 January 2024, between Vinacomin - Deo Nai Coal JSC and Vinacomin - Coc Sau Coal JSC. Deo Nai - Coc Sau TKV Coal Joint Stock Company (the merged Company) receives all assets, legal rights, and obligations from the merged Companies. According to the Minute of handover at the time of company merger at 0:00 on 26 June 2024, the two Companies handed over to the merged Company: assets, capital, sources of capital, and liabilities according to the financial statements of two Companies prepared up to the end of 25 June 2024. The merged Company inherited all balances of assets, liabilities, and equity of the two Companies before the transition (until the end of 25 June 2024) and recorded them as transactions in the accounting books. The merged company has inherited all rights and obligations of the merged companies since the handover (26 June 2024).

Content	Vinacomin - Deo Nai Coal JSC	Vinacomin - Coc Sau Coal JSC	Balances transferred to Deo Nai - Coc Sau -
	VND	VND	VND
<b>Assets</b>			
Cash and cash equivalent	2,689,868,633	278,955,452	2,968,824,085
Short-term trade receivables	238,670,665,041	164,518,703,995	403,189,369,036
Inventory	298,734,842,955	337,713,692,613	636,448,535,568
Other short-term assets	55,202,492,942	186,305,134,010	241,507,626,952
Long-term trade receivables	163,211,719,017	69,941,303,450	233,153,022,467
Fixed assets	334,361,836,183	376,268,506,995	710,630,343,178
Long-term assets in progress	15,530,433,525	290,000,000	15,820,433,525
Other Long-term assets	12,503,316,944	49,665,321,563	62,168,638,507
<b>Total assets</b>	<b>1,120,905,175,240</b>	<b>1,184,981,618,078</b>	<b>2,305,886,793,318</b>
<b>Liabilities</b>			
Current liabilities	473,754,397,760	806,539,646,243	1,280,294,044,003
Non current liabilities	287,287,032,800	71,000,395,339	358,287,428,139
<b>Total liabilities</b>	<b>761,041,430,560</b>	<b>877,540,041,582</b>	<b>1,638,581,472,142</b>

Deo Nai - Coc Sau - TKV Coal Joint Stock Company has completed the exchange of 61,935,202 shares for all shares of shareholders in two merged Companies at a ratio of 1 share of each Company to 1 share of Deo Nai - Coc Sau - TKV Coal Joint Stock Company since 26 June 2024. Therefore, the equity of Deo Nai - Coc Sau - TKV Coal Joint Stock Company is equal to the total equity of the two merged Companies.

#### 4 . CASH

	Ending of the year	Beginning of the year
	VND	VND
Cash on hand	1,238,708,924	-
Demand deposits	8,161,177,735	-
	<b>9,399,886,659</b>	<b>-</b>

#### 5 . SHORT-TERM TRADE RECEIVABLES

	Ending of the year		Beginning of the year	
	Value VND	Provision VND	Value VND	Provision VND
<b>Related parties</b>	<b>399,669,656,347</b>	<b>-</b>	<b>-</b>	<b>-</b>
- Vinacomin - Cam Pha Port and Logistic Company	127,061,048,817	-	-	-
- Vinacomin - Cam Pha Coal trading JSC	15,529,574,106	-	-	-
- Vinacomin - Cua Ong Coal Preparation Company	240,110,877,901	-	-	-

	Ending of the year		Beginning of the year	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
- Vinacomin - Coal Import Export Joint Stock Company	201,119,738	-	-	-
- Vinacomin - Thanh Hoa Co Dinh Chromite JSC	16,767,035,785	-	-	-
<i>Others</i>	<i>9,936,069,967</i>	-	-	-
- Song Hong Coal JSC	9,889,265,975	-	-	-
- Other customers	46,803,992	-	-	-
	<b>409,605,726,314</b>	-	-	-

6 . SHORT-TERM PREPAYMENTS TO SUPPLIERS

	Ending of the year		Beginning of the year	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<i>Others</i>				
- Duc Minh Hanoi Law Company Limited	198,813,110	-	-	-
- D&T Van Don Joint Stock Company	15,627,480,994	-	-	-
- Hanco Investment And Trading Joint Stock Company	512,175,588	-	-	-
- Quang Binh Consultant Design Construction JSC	1,062,120,600	-	-	-
	<b>17,400,590,292</b>	-	-	-

7 . OTHER RECEIVABLES

	Ending of the year		Beginning of the year	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>a) Short-term</b>				
<b>a.1) Detailed by content</b>				
- Insurance and personal income tax of officers and employees	675,865,619	-	-	-
- Insurance compensation for property loss	99,429,000	-	-	-
- Trade receivables from breach of Contract for car tires	109,891,971	-	-	-
- Other receivables	145,584,620	-	-	-
	<u>1,030,771,210</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>a.2) Details by object</b>				
<b>Others</b>				
- Trade receivables from employees	678,931,814	-	-	-
- Agricultural Bank Insurance JSC	99,429,000	-	-	-
- Vinacomin Tourism and Trading JSC	73,261,314	-	-	-
- Vinacomin - Coal Import Export Joint Stock Company	36,630,657	-	-	-
- Other customers	142,518,425	-	-	-
	<u>1,030,771,210</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>b) Long-term</b>				
<b>b.1) Detailed by content</b>				
- Deposit for electric	4,881,825,000	-	-	-
- Deposit for environment	194,875,128,981	-	-	-
- Interest on deposit for environment	41,850,507,041	-	-	-
	<u>241,607,461,022</u>	<u>-</u>	<u>-</u>	<u>-</u>

	Ending of the year		Beginning of the year	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>b.2) Details by object</b>				
- Quang Ninh Environment Protection Fund	236,725,636,022	-	-	-
- Quang Ninh Power Company - Branch Of Northern Power Corporation	4,881,825,000	-	-	-
	<u>241,607,461,022</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>In which: Other receivables are related parties</b>				
- Vinacomin - Coal Import Export Joint Stock Company	36,630,657	-	-	-
	<u>36,630,657</u>	<u>-</u>	<u>-</u>	<u>-</u>

**8 . INVENTORIES**

	Ending of the year		Beginning of the year	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
- Raw materials	24,046,743,447	(175,404,700)	-	-
- Tools, supplies	30,432,500	-	-	-
- Work in progress	584,802,026,041	-	-	-
- Finished goods	1,607,950,115	-	-	-
	<u>610,487,152,103</u>	<u>(175,404,700)</u>	<u>-</u>	<u>-</u>

- The value of inventories degraded, deteriorates unable to consume at the end of the period: VND 0.
- Amount of inventories pledged for borrowings at the end of the period: VND 0.

**9 . CONSTRUCTION IN PROGRESS**

	Ending of the year	Beginning of the
	VND	VND
- Coc Sau - Deo Nai Mine Complex Investment Project (*)	14,901,825,650	-
- Other projects	1,280,120,224	-
	<u>16,181,945,874</u>	<u>-</u>

(\*) These are the investment preparation costs for the Coc Sau - Deo Nai Mine Complex Investment Project. The estimated costs have been approved by the TKV Board of Management through Decision No. 3438/QĐ-TDN, with the following details:

Project name: Coc Sau - Deo Nai Mine Complex Investment Project.

Investor: Vinacomin - Deo Nai Coal JSC, now known as Deo Nai - Coc Sau TKV Coal JSC according to the extraordinary shareholders' meeting resolution on 29 December 2023.

Construction location: Cam Pha City, Quang Ninh Province.

Investment capital: Commercial loans and the company's equity.

Estimated implementation period: 4 years from the date the project is approved.

Estimated total investment: VND 2,074,556,482,000.

Project status: According to Resolution No. 04/NQ-HĐQT dated 3 July 2024 issued by Board of Management, Deo Nai - Coc Sau TKV Coal JSC has accepted and decided to continue this unfinished project according to the estimates approved by the TKV Board of Management. As of 31 December 2024, the unfinished costs are mainly consulting costs for preparing the Feasibility Study Report, consulting costs for preparing detailed planning tasks, consulting costs for preparing the Environmental Impact Assessment Report, surveying costs, preparing 1/500 detailed planning, and other related costs.

## 10 . TANGIBLE FIXED ASSETS

(Detailed in Appendix 01)

## 11 . INTANGIBLE FIXED ASSETS

Intangible fixed assets are Computer software received from the two merged companies with an original price as of 31 December 2024 is VND 3,398,981,707 (In which, the original price received from the Vinacomin - Deo Nai Coal JSC is VND 1,684,148,650, Vinacomin - Coc Sau Coal JSC is VND 1,714,833,057). The transferred amortization value is VND 2,963,435,819, the amortization during the period is VND 148,652,793, the accumulated amortization value as of 31 December 2024 is VND 3,112,088,612. The remaining value as of 31 December 2024 is VND 286,893,095.

## 12 . PREPAID EXPENSES

	Ending of the year	Beginning of the
	VND	VND
<b>a) Short-term</b>		
- Engine assembly and tire	70,305,062,483	-
- Insurance	428,835,580	-
- Tools	253,300,440	-
- Others	452,224,685	-
	<b>71,439,423,188</b>	<b>-</b>
<b>b) Long-term</b>		
- Allocated major repair costs	2,272,800,087	-
- Exploratory drilling costs	3,120,227,166	-
- Tools	3,110,275,916	-
- Geological data usage fees	5,442,708,033	-
- Registration fee for 5 Komatsu HD465-7R trucks	122,984,515	-
- Temporary works for drainage of 3 mines (mine door 28)	11,690,815,291	-
- Others	2,142,177,061	-
	<b>27,901,988,069</b>	<b>-</b>

### 13 . BORROWINGS

(Detailed in Appendix 02)

### 14 . SHORT-TERM TRADE PAYABLES

	Ending of the year		Beginning of the year	
	Value	Amount can be paid	Value	Amount can be paid
	VND	VND	VND	VND
<b>Related parties</b>	<b>134,624,829,367</b>	<b>134,624,829,367</b>	-	-
- Vinacomin Transportation and Miner Commuting Service JSC	1,736,500,271	1,736,500,271	-	-
- Vinacomin - Mine Construction Company	10,354,720,110	10,354,720,110	-	-
- Institute of Mining Science and Technology	1,057,798,716	1,057,798,716	-	-
- Vinacomin Hospital	1,583,271,054	1,583,271,054	-	-
- Vinacomin - Viet Bac Geology JSC	1,947,891,071	1,947,891,071	-	-
- Vinacomin - Mining Geology JSC	1,404,013,139	1,404,013,139	-	-
- Cam Pha Mining Chemical Industry Company	24,247,325,351	24,247,325,351	-	-
- Vinacomin - Coal Import Export JSC	6,045,994,720	6,045,994,720	-	-
- Vinacomin Quacontrol JSC	1,083,191,096	1,083,191,096	-	-
- Vinacomin Informatics, Technology, Environment JSC	4,465,119,593	4,465,119,593	-	-
- Vinacomin - Environment Company Limited.	7,312,193,169	7,312,193,169	-	-
- Instutite Of Mining science And Technology	341,463,573	341,463,573	-	-
- Vinacomin Machinery JSC	1,924,570,163	1,924,570,163	-	-
- Vinacomin Motor Industry JSC	12,374,207,341	12,374,207,341	-	-
- Vinacomin Institute of Energy and Mining	947,952,654	947,952,654	-	-
- Vinacomin-Materials Trading Joint Stock	57,537,255,456	57,537,255,456	-	-
- Vinacomin - Mine Rescue Center	216,038,880	216,038,880	-	-
- VVMI Viet Bac Mechanical JSC	45,323,010	45,323,010	-	-

	Ending of the year		Beginning of the year	
	Outstanding balance	Amount can be paid	Outstanding balance	Amount can be paid
	VND	VND	VND	VND
<b>Others</b>	<b>328,397,492,759</b>	<b>328,397,492,759</b>	-	-
- Vinacomin Tourism and Trading JSC	24,385,923,690	24,385,923,690	-	-
- Trung Nghia Transport Services and Investment	15,734,761,359	15,734,761,359	-	-
- Tan Tien Industrial Joint Stock Company	60,989,329,700	60,989,329,700	-	-
- Viet Nam Machine Import - Export JSC	17,821,958,988	17,821,958,988	-	-
- Van Don Mast JSC	30,419,223,056	30,419,223,056	-	-
- Quang Hung Marine JSC	3,160,311,712	3,160,311,712	-	-
- Quang Minh Investment & Trading Co.,Ltd	4,672,435,805	4,672,435,805	-	-
- Phuong Thao Trading Service And Construction Co.,Ltd	7,191,693,300	7,191,693,300	-	-
- Others suppliers	164,021,855,149	164,021,855,149	-	-
	<b>463,022,322,126</b>	<b>463,022,322,126</b>	-	-

**15 . TAXES AND AMOUNTS PAYABLE TO THE STATE BUDGET**

*(Detailed in Appendix 03)*

**16 . SHORT-TERM ACCRUED EXPENSES**

	Ending of the year	Beginning of the year
	VND	VND
- Interest expense	255,288,078	-
- Electricity, water, telephone expenses	2,129,356,211	-
- Outsourcing loading, transportation, and clean coal production expenses	1,586,486,045	-
- Other payable expenses	421,169,854	-
	<b>4,392,300,188</b>	-

**17 . OTHER SHORT-TERM PAYABLES**

	Ending of the year	Beginning of the year
	VND	VND
- Union fee	1.764.947.693	-
- Employee Personal Income Tax	4.575.951.261	-
- Employees contribution for building infrastructure of residential	7.832.752.625	-
- Dividends	441.973.400	-
- Others payables	426.019.897	-
	<u>15.041.644.876</u>	<u>-</u>

**18 . LONG-TERM PROVISIONS FOR PAYABLES**

	Ending of the year	Beginning of the year
	VND	VND
- Asset formation expense	1.638.134.811	-
	<u>1.638.134.811</u>	<u>-</u>

**19 . OWNER'S EQUITY**

**a) Changes in owner's equity**

*(Detailed on Appendix 04)*

**b) Details of Contributed capital**

	Ending of the year	Rate	Beginning of the year	Rate
	VND	%	VND	%
Vietnam National Coal and Minerals Industries Holding	402.578.830.000	65,0	-	-
Others	216.773.190.000	35,0	-	-
	<u>619.352.020.000</u>	<u>100,0</u>	<u>-</u>	<u>-</u>

**c) Capital transactions with owners and distribution of dividends and profits**

	This year	Previous year
	VND	VND
Owner's contributed capital		
- At the beginning of the period	-	-
- Increase in the period	619.352.020.000	-
- At the end of the period	<u>619.352.020.000</u>	<u>-</u>
Distributed dividends and profit		
- Dividend payable at the beginning of the period	-	-
- Dividend payable handover from merged Companies	1.148.541.900	-
- Dividend paid in cash	706.568.500	-
+ Dividend handover from merged Companies	706.568.500	-
- Dividend payable in the end of period	<u>441.973.400</u>	<u>-</u>



<u>Contract No</u>	<u>Surface area</u>	<u>Rental period</u>	<u>Location</u>
87/HĐ-TĐ dated 3 June 2021	486,973.6 m <sup>2</sup>	2002 - 2027	Cam Phu Ward, Cam Pha City, Quang Ninh Province
86/HĐ-TĐ dated 3 June 2021	710,208.3 m <sup>2</sup>	2016 - 2025	Cam Phu Ward, Cam Pha City, Quang Ninh Province
90/HĐ-TĐ dated 1 August 2022	215,497.5 m <sup>2</sup>	2007 - 2057	Cua Ong Ward, Cam Pha City, Quang Ninh Province
148/HĐ-TĐ dated 15 September 2023	879,749.7 m <sup>2</sup>	2022 - 2023	Cam Phu Ward, Cam Pha City, Quang Ninh Province
189/HĐ-TĐ dated 12 December 2023	1,590,159.4 m <sup>2</sup>	2023 - 2025	Cam Phu and Cua Ong Wards, Cam Pha City, Quang Ninh Province
23/HĐ-TĐ dated 6 March 2024	1,404,241 m <sup>2</sup>	2024 - 2025	Cam Phu, Cua Ong, Mong Duong Wards, Cam Pha City, Quang Ninh Province
25/HĐ-TĐ dated 6 March 2024	571,222.5 m <sup>2</sup>	2024 - 2025	Cua Ong and Mong Duong Wards, Cam Pha City, Quang Ninh Province
97/HĐ-TĐ dated 10 June 2020	1,807,258 m <sup>2</sup>	2015 - 2025	Cam Son, Cam Phu, Mong Duong Wards, Cam Pha City, Quang Ninh Province
91/HĐ-TĐ dated 1 August 2022	8,345 m <sup>2</sup>	2016 - 2026	Cam Phu Ward, Cam Pha City, Quang Ninh Province
126/HĐ-TĐ dated 7 August 2023	251,885.2 m <sup>2</sup>	2018 - 2025	Mong Duong Ward, Cam Pha City, Quang Ninh Province
127/HĐ-TĐ dated 7 August 2023	323,977 m <sup>2</sup>	2018 - 2025	Cam Phu, Cam Thinh, Cua Ong Wards, Cam Pha City, Quang Ninh Province
24/HĐ-TĐ dated 6 March 2024	9,132.8 m <sup>2</sup>	2019 - 2026	Cam Phu Ward, Cam Pha City, Quang Ninh Province
440/HĐ-TĐ dated 28 December 2021	8,777.5 m <sup>2</sup>	2014 - 2026	Cam Phu Ward, Cam Pha City, Quang Ninh Province
147/HĐ-TĐ dated 15 September 2023	251,100.7 m <sup>2</sup>	2023	Cam Phu Ward, Cam Pha City, Quang Ninh Province
146/HĐ-TĐ dated 15 September 2023	162,969.9 m <sup>2</sup>	2023 - 2025	Mong Duong Ward, Cam Pha City, Quang Ninh Province

**21 . TOTAL REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES**

	<u>This year</u>	<u>Previous year</u>
	VND	VND
Revenue from sale of goods	2,877,215,718,146	-
Recovery value after storm No. 3 (Yagi)	16,665,780,562	-
	<u>2,893,881,498,708</u>	<u>-</u>
Revenue from related parties (Detailed in Note 33)	<u>2,843,016,472,883</u>	<u>-</u>

**22 . COST OF GOODS SOLD**

	This year	Previous year
	VND	VND
Cost of finished goods sold	2,657,974,721,696	-
Recovery after storm No. 3 (Yagi)	16,665,780,562	-
	<u>2,674,640,502,258</u>	<u>-</u>

**23 . FINANCIAL INCOME**

	This year	Previous year
	VND	VND
Interest income	115,121,208	-
Interest from deposit to Environment protection fund	3,572,613,555	-
	<u>3,687,734,763</u>	<u>-</u>

**24 . FINANCIAL EXPENSES**

	This year	Previous year
	VND	VND
Interest expenses	21,053,249,615	-
	<u>21,053,249,615</u>	<u>-</u>

**25 . SELLING EXPENSES**

	This year	Previous year
	VND	VND
Goods inspection fee	2,524,433,244	-
	<u>2,524,433,244</u>	<u>-</u>

**26 . GENERAL AND ADMINISTRATIVE EXPENSES**

	This year	Previous year
	VND	VND
Raw materials	6,997,603,471	-
Labour expenses	51,314,023,425	-
Depreciation and amortisation expenses	6,270,698,720	-
Tax, Charge, Fee	42,659,786,949	-
Expenses from outsourcing services	6,151,737,881	-
Other expenses in cash	23,374,118,099	-
	<u>136,767,968,545</u>	<u>-</u>

**27 . OTHER INCOME**

	This year	Previous year
	VND	VND
Asset revaluation 10 Rigid frame dump trucks with load capacity of 90 ÷ 100 tons HD 785-7	9,000,000,000	-
Other income	568,525,541	-
	<b>9,568,525,541</b>	<b>-</b>

**28 . OTHER EXPENSES**

	This year	Previous year
	VND	VND
Costs from liquidation and sale of fixed assets	86,954,724	-
Residual value of liquidated assets	8,072,778,656	-
Late payment of VAT	181,907,884	-
Others	116,285,469	-
	<b>8,457,926,733</b>	<b>-</b>

**29 CURRENT CORPORATE INCOME TAX EXPENSES**

	This year	Previous year
	VND	VND
Total profit before tax	63,693,678,617	-
Increase	1,142,117,055	-
- <i>Unreasonable expenses</i>	1,142,117,055	-
Decrease	(59,384,505,369)	-
- Loss transfer from Vinacomin - Coc Sau Coal JSC	(48,003,611,298)	-
- Excess profit when determining corporate income tax expense for related party transactions of Vinacomin - Coc Sau Coal JSC	(11,380,894,071)	-
Taxable income	5,451,290,303	-
<b>Current corporate income tax expense (Tax rate 20%)</b>	<b>1,090,258,061</b>	<b>-</b>
Tax payable at the beginning of period	-	-
Tax payable handover from two merged Companies	2,787,710,119	-
Tax paid in the period	(9,000,000,000)	-
<b>Corporate income tax payable at the end of the period from main business activities</b>	<b>(5,122,031,820)</b>	<b>-</b>

**30 DEFERRED INCOME TAX**

	Ending of the year	Beginning of the year
	VND	VND
Corporate income tax rate used to determine the value of deferred income tax assets	20%	20%
Deferred income tax assets related to deductible temporary differences	40,215,043,411	-
<b>Deferred income tax assets</b>	<b>40,215,043,411</b>	<b>-</b>

### 31 . FINANCIAL INSTRUMENTS

#### Financial risk management

Financial risks that the Company may face including market risk, credit risk and liquidity risk. The Company has developed its control system to ensure the reasonable balance between cost of incurred risks and cost of risk management. The Board of Directors of the Company is responsible for monitoring the risk management process to ensure the appropriate balance between risk and risk control.

#### Market risk

The Company may face with the market risk such as interest rates.

#### Interest rate risk:

The Company bears the risk of interest rates due to fluctuation in fair value of future cash flow of a financial instrument in line with changes in market interest rates if the Company has time or demand deposits, borrowings and debts subject to floating interest rates. The Company manages interest rate risk by analyzing the market competition situation to obtain any interest beneficial for its operation purpose.

#### Credit Risk

Credit risk is the risk of financial loss to the Company if a counterparty fails to perform its contractual obligations. The Company has credit risk from operating activities (mainly to trade receivables) and financial activities (including deposits, loans and other financial instruments), detailed as follows:

	Up to 1 year	From 1 to 5 years	More than 5 years	Total
	VND	VND	VND	VND
<b>As at 31 December 2024</b>				
- Cash and cash equivalents	8.161.177.735	-	-	8.161.177.735
- Trade and other receivables	410.636.497.524	241.607.461.022	-	652.243.958.546
	<u>418.797.675.259</u>	<u>241.607.461.022</u>	<u>-</u>	<u>660.405.136.281</u>

#### Liquidity Risk

Liquidity risk is the risk in which the Company has trouble in settlement of its financial obligations due to lack of funds. Liquidity risk of the Company is mainly from different maturity of its financial assets and liabilities.

Due date for payment of financial liabilities based on expected payment under the contracts (based on cash flow of the original debts) as follows:

	Up to 1 year	From 1 to 5 years	More than 5 years	Total
	VND	VND	VND	VND
<b>As at 31 December 2024</b>				
Borrowings and debts	521.658.019.489	369.183.563.600	60.625.600.000	951.467.183.089
Trade and other payables	478.063.967.002	-	-	478.063.967.002
Accrued expenses	4.392.300.188	-	-	4.392.300.188
	<u>1.004.114.286.679</u>	<u>369.183.563.600</u>	<u>60.625.600.000</u>	<u>1.433.923.450.279</u>

The Company believes that risk level of loan repayment is controllable. The Company has the ability to pay debts due from cash flows from its operating activities and cash received from matured financial assets.

### 32 . ADDITIONAL INFORMATION FOR THE ITEMS OF THE STATEMENT OF CASH FLOWS

#### a) Non-cash transactions affecting the statement of cash flow in the future

	This period	Previous period
	VND	VND
Cash increase due to merger	2,968,824,085	-

#### c) Proceeds from borrowings during the period

	This period	Previous period
	VND	VND
Proceeds from ordinary contracts	571,541,249,996	-

#### b) Actual repayments on principal during the period

	This period	Previous period
	VND	VND
Repayment on principal from ordinary contracts	438,480,490,036	-

### 33 . TRANSACTION AND BALANCES WITH RELATED PARTIES

List and relation between related parties and the Company are as follows:

Related parties	Relation
- Vinacomin - Cua Ong Coal Preparation Company	Member unit of parent company
- Vinacomin - Cam Pha Port and Logistic Company	Member unit of parent company
- Vinacomin - Cam Pha Coal trading JSC	Member unit of parent company
- Vinacomin - Environment Company Limited.	Member unit of parent company
- Vinacomin Quacontrol Joint Stock Company	Subsidiary of parent company
- Vinacomin Transportation and Miner Commuting Service JSC	Subsidiary of parent company
- Vinacomin Institute Of Mining science And Technology	Subsidiary of parent company
- Vinacomin Machinery Joint Stock Company	Subsidiary of parent company
- Vinacomin Motor Industry Joint Stock Company	Subsidiary of parent company
- Vinacomin Informatics, Technology, Environment JSC	Subsidiary of parent company
- Vinacomin - Coal Import Export Joint Stock Company	Subsidiary of parent company
- Branch of Vinacomin Mining and Industry Investment Consulting Joint Stock Company - General Trading and Service Enterprise	Subsidiary of parent company
- Vinacomin Hospital	Revenue generating public service delivery unit of parent company
- Vinacomin Business School	Revenue generating public service delivery unit of parent company

Related parties	Relation
- Vinacomin Institute of Energy and Mining Mechanical Engineering	Revenue generating public service delivery unit of parent company
- Others Subsidiaries of Vietnam National Coal and Mineral Industries Holding Corporation	
- Members of the Board of Management, Board of Directors, Board of Supervisors	

In addition to the information with related parties presented in the above Notes, during the year, the Company has transactions with related parties as follows:

	This period	Previous period
	VND	VND
<b>Revenue</b>	<b>2,843,016,472,883</b>	-
- Vinacomin - Cua Ong Coal Preparation Company	1,709,959,373,276	-
- Vinacomin - Cam Pha Port and Logistic Company	1,059,915,321,781	-
- Vinacomin - Materials Trading Joint Stock Company	42,529,164,139	-
- Vinacomin Quacontrol Joint Stock Company	15,525,033,134	-
- Vinacomin - Environment Company Limited.	15,087,580,553	-

Transactions with other related parties:

		This period	Previous period
		VND	VND
<b>Remuneration to members of Board of Management and Directors</b>			
Mr. Nguyen Trong Tot	Chairman of the Board of Management	2,574,074	-
Mr. Dang Thanh Binh	Director/Member of the Board of Management	288,679,879	-
Mr. Nguyen Van Thuan	Member of the Board of Management	191,727,884	-
Mr. Phung Van Tuyen	Independent Member of the Board of Management	25,934,074	-
Mr. Nguyen Tan Long	Member of the Board of Management	43,793,074	-
Mr. Vu Trong Hung	Member of the Board of Management/Deputy Director	257,040,884	-
Mr. Thieu Dinh Giang	Deputy Director	236,299,569	-
Mr. Dinh Thai Binh	Deputy Director	191,394,684	-
Mr. Tran Nhat Quang	Deputy Director	192,050,569	-
Mrs. Vu Thi Huong	Chief Accountant	217,823,569	-

**Remuneration to members of Board of Supervisors**

Mrs. Nguyen Luong Anh	Head of Board of Supervision	2,574,074	-
Mrs. Nguyen Thi Yen	Member of the Board of Supervisors	130,920,254	-
Mrs. Tran Thi Diep	Member of the Board of Supervisors	120,045,579	-

In addition to the above related parties' transactions, other related parties did not have any transactions during the period and have no balance at the end of the accounting period with the Company.

34 . CORRESPONDING FIGURES

The fiscal year ended 31 December 2024 is the first accounting period of the Company, therefore the Financial Statements for the fiscal year ended 31 December 2024 do not have comparative figures on the Statement of Financial Position, Statement of Income, Statement of Cash Flow and corresponding notes.

Quang Ninh, 12 March 2025

Preparer



Le Thi Bac

Chief Accountant



Vu Thi Huong

Director



  
Dang Thanh Binh

**APPENDIX 01: TANGIBLE FIXED ASSETS**

	Buildings		Machine, equipment		Vehicles, transportation		Management equipment		Perennial and cattle		Others		Total
	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND
<b>Historical cost</b>													
Beginning balance	-	-	-	-	-	-	-	-	-	-	-	-	-
- Increase due to merger	556.993.165.406	1.659.748.891.613	2.868.801.102.448	28.796.154.457	6.022.373.295	160.403.908.806	5.280.765.596.025						
- Complete construction investment	-	45.713.000.000	181.620.012.800	-	-	-	227.333.012.800						
- Liquidation, disposal	(18.937.052.496)	-	-	-	-	-	(18.937.052.496)						
- Other decrease	-	-	9.000.000.000	-	-	-	9.000.000.000						
<b>Ending balance of the period</b>	<b>538.056.112.910</b>	<b>1.705.461.891.613</b>	<b>3.059.421.115.248</b>	<b>28.796.154.457</b>	<b>6.022.373.295</b>	<b>160.403.908.806</b>	<b>5.498.161.556.329</b>						
<b>Accumulated depreciation</b>													
Beginning balance	-	-	-	-	-	-	-	-	-	-	-	-	-
- Increase due to merger	405.320.117.720	1.517.493.787.596	2.506.384.343.822	26.279.992.266	6.022.373.295	109.070.184.036	4.570.570.798.735						
- Depreciation for the period	9.944.725.145	20.827.149.054	67.302.815.006	386.658.660	-	3.061.359.330	101.522.707.195						
- Other increase	848.083.468	-	-	-	-	-	848.083.468						
- Liquidation, disposal	(10.864.273.840)	-	-	-	-	-	(10.864.273.840)						
<b>Ending balance of the period</b>	<b>405.248.652.493</b>	<b>1.538.320.936.650</b>	<b>2.573.687.158.828</b>	<b>26.666.650.926</b>	<b>6.022.373.295</b>	<b>112.131.543.366</b>	<b>4.662.077.315.558</b>						
<b>Net carrying amount</b>	<b>132.807.460.417</b>	<b>167.140.954.963</b>	<b>485.733.956.420</b>	<b>2.129.503.531</b>	<b>-</b>	<b>48.272.365.440</b>	<b>836.084.240.771</b>						

- The carrying amount of tangible fixed assets pledged as collaterals for borrowings at the end of the period: VND 608,351,644,076.

- Cost of fully depreciated tangible fixed assets but still in use at the end of the period: VND 3,437,729,507,435.

- Cost of tangible fixed assets awaiting for liquidation at the end of the period: VND 259,623,043,988.

**APPENDIX 02: BORROWINGS**

	Beginning balances		During the period		Ending balances	
	VND	VND	VND	VND	VND	VND
<b>Short-term borrowings</b>						
- Short-term debts	-	-	806.857.685.198	407.634.035.202	399.223.649.996	399.223.649.996
- Current portion of long-term debts	-	-	153.280.824.327	30.846.454.834	122.434.369.493	122.434.369.493
	-	-	<b>960.138.509.525</b>	<b>438.480.490.036</b>	<b>521.658.019.489</b>	<b>521.658.019.489</b>
<b>Long-term borrowings</b>						
- Long-term debts	-	-	583.089.987.927	30.846.454.834	552.243.533.093	552.243.533.093
	-	-	<b>583.089.987.927</b>	<b>30.846.454.834</b>	<b>552.243.533.093</b>	<b>552.243.533.093</b>
Amount due for settlement within 12 months	-	-	(153.280.824.327)	(30.846.454.834)	(122.434.369.493)	(122.434.369.493)
<b>Amount due for settlement after 12 months</b>	-	-			<b>429.809.163.600</b>	<b>429.809.163.600</b>

**Detail information on Short-term borrowings:**

Detailed information on Short-term borrowings from banks is as follow

	Currency	Interest rate	Maturity	Due date	Loan purpose	Guarantee	Ending of the period		Beginning of the period	
							VND	VND	VND	VND
Vietnam Joint Stock Commercial Bank For Industry And Trade - Cam Pha Branch	VND	Floating	Up to 12 months	2024	Working capital injection	Unsecured	299.659.497.904	-	-	-
Vietnam International and Commercial Joint Stock Bank - Quang Ninh Branch	VND	Floating	Up to 12 months	2024	Working capital injection	Unsecured	99.564.152.092	-	-	-

**Detail information on Long-term borrowings**

Terms and conditions of long-term borrowings are as follows

	Interest rate		Maturity	Due date	Loan purpose	Guarantee	Ending of the period	Beginning of the period
	Currency	rate						
Vietnam Joint Stock Commercial Bank For Industry And Trade - Cam Pha Branch	VND	Floating	60-84 months	2030	Company's investments	Collaterals	257.531.457.000	-
Vietnam International and Commercial Joint Stock Bank - Quang Ninh Branch	VND	Floating	72 months	2030	Company's investments	Collaterals	129.416.702.200	-
Military Commercial Joint Stock Bank - Quang Ninh Branch	VND	Floating	60-84 tháng	2030	Company's investments	Collaterals	61.563.150.940	-
Joint Stock Commercial Bank For Investment and Development of Vietnam - Cam Pha Branch	VND	Floating	72 months	2025	Company's investments	Collaterals	3.382.996.293	-
Joint Stock Commercial Bank For Foreign trade of Vietnam - Hanoi Westen Branch	VND	Floating	84 months	2030	Company's investments	Collaterals	100.349.226.660	-
Amount due for settlement within 12 months							<u>552.243.533.093</u>	-
Amount due for settlement after 12 months							(122.434.369.493)	-
							<u>429.809.163.600</u>	-

Loans from banks and other credit institutions are secured by collaterals with the lender and fully registered as secured transactions.

**APPENDIX 03: TAX AND OTHER PAYABLES TO THE STATE BUDGET**

	Opening receivables	Opening payables	Payables in the period	Actual payment in the period	Closing receivables	Tax payable at the end of the period
	VND	VND	VND	VND	VND	VND
Value-added tax	-	401.377.738	33.921.172.631	85.081.673.398	50.759.123.029	-
Corporate income tax	5.533.289.940	8.321.000.059	1.090.258.061	9.000.000.000	5.122.031.820	-
Personal income tax	237.740.734	1.472.087.835	(5.875.783.100)	1.894.274.797	6.535.710.796	-
Natural resource tax	-	25.511.816.270	331.893.313.874	324.807.545.232	-	32.597.584.912
Fees, charges and other payables	-	4.236.000.388	28.499.582.104	25.852.935.691	-	6.882.646.801
Other taxes	-	588.252.300	2.433.791.700	1.266.932.400	-	1.755.111.600
	<b>19.505.019.695</b>	<b>40.530.534.590</b>	<b>434.622.122.219</b>	<b>476.829.159.446</b>	<b>62.416.865.645</b>	<b>41.235.343.313</b>

The Company's tax settlements are subject to examination by the tax authorities. Because the application of tax laws and regulations on many types of transactions is susceptible to varying interpretations, amounts reported in the Financial Statements could be changed at a later date upon final determination by the tax authorities.

**APPENDIX 04: INCREASE AND DECREASE IN OWNER'S EQUITY**

	Contributed capital		Share premium	Other capital	Investment and development fund	Retained earnings		Total
	VND	VND				VND	VND	
Beginning balance of current period	-	-	-	-	-	-	-	-
Increase by merged of Companies	619.352.020.000	(66.000.000)	6.662.920.103	28.736.167.038	19.283.134.138	667.305.321.176		
Other increase	-	-	-	-	62.603.420.556	62.603.420.556		
<b>Ending balance of current period</b>	<b>619.352.020.000</b>	<b>(66.000.000)</b>	<b>6.662.920.103</b>	<b>28.736.167.038</b>	<b>81.886.554.694</b>	<b>729.908.741.732</b>		

(\*) This is the balance of equity items at the two merged Companies, recorded as an increase in the Company's accounting books on the first day of the accounting period (26 June 2024).

In particular, undistributed profits received from the two merged companies aggregate amount to VND 19,283,134,138, including:

+ Profit of Vinacomín - Deo Nai Coal Joint Stock Company is VND 38,842,925,019.

+ Loss of Vinacomín - Coc Sau Coal Joint Stock Company is VND 19,559,790,881.

At the reporting date, there has been no decision regarding the use and distribution of profits before the merger of these two companies.

