

## **FINANCIAL STATEMENTS**

### **XUAN MINH HYDRO POWER JOINT STOCK COMPANY**

For the fiscal year ended as at 31 December 2024  
(Audited)



**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of Hydropower Projects in Trung Chinh Village,  
Thuong Xuan Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

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**CONTENTS**

	Page
Report of the Board of Management	02 - 03
Independent Auditors' Report	04
Audited Financial statements	05 - 29
Statement of Financial position	05 - 06
Statement of Income	07
Statement of Cash flows	08
Notes to the Financial Statements	09 - 29

**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of Hydropower Projects in Trung Chinh Village,  
Thuong Xuan Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

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**REPORT OF THE BOARD OF MANAGEMENT**

The Board of Management of Xuan Minh Hydro Power 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**

The Company was established under the Business Registration Certificate of a Joint Stock Company No. 2802200078 issued by the Department of Planning and Investment of Thanh Hoa City for the first time on 03 October 2024, registered for the second amendment on 20 March 2020.

The Company's head office is located at 2nd Floor, Management and Operation Building of Hydropower Projects in Trung Chinh Village, Thuong Xuan Town, Thuong Xuan District, Thanh Hoa Province, Vietnam.

**BOARD OF DIRECTORS, BOARD OF MANAGEMENT AND BOARD OF SUPERVISION**

The members of the Board of Directors during the fiscal year and to the reporting date are:

Mr. Trinh Nguyen Khanh	Chairman	
Ms. Nguyen Thi Thanh Thuy	Member	
Mr. Pham Van Minh	Member	
Ms. Phung Thi Thu Huyen	Member	
Mr. Nguyen Thanh Phuong	Member	(Appointed on 26 March 2024)
Mr. Le Van Thuy	Member	(Resigned on 26 March 2024)

The members of the Board of Management during the fiscal year and to the reporting date are:

Mr. Pham Quang Minh	General Director
Mr. Pham Tien Luat	Deputy General Director

The members of the Board of Supervision are:

Ms. Dinh Thi Hanh	Head
Mr. Nguyen Ho Ngoc	Member
Mr. Tran Xuan Ninh	Member

**LEGAL REPRESENTATIVE**

The legal representative of the Company during the year and up to the date of this Financial Statement is Mr. Pham Quang Minh - General Director.

**AUDITORS**

The auditors of the AASC Limited have taken the audit of Financial statements for the Company.

**STATEMENT OF THE BOARD OF MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE FINANCIAL STATEMENTS**

The Board of Management 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 Management is required to:

**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of Hydropower Projects in Trung Chinh Village,  
Thuong Xuan Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

- Establish and maintain an internal control system which is determined necessary by the Board of Management and Board of Directors 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 and present 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 Management 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 current State's regulations. 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.

The Board of Management confirms 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 2024 of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of Financial Statements.

**Other commitments**

The Board of Management 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.

On behalf of the Board of Management



**Phạm Quang Minh**

General Director

Thanh Hoa, 24 February 2025



**INDEPENDENT AUDITORS' REPORT**

**To: Shareholders, Board of Directors and Board of Management  
Xuan Minh Hydro Power Joint Stock Company**

We have audited the accompanying Financial statements of Xuan Minh Hydro Power Joint Stock Company prepared on 24 February 2025, as set out on pages 5 to 29 including: Statement of Financial position as at 31 December 2024, Statement of Income, Statement of Cash flows and Notes to the Financial Statements for the fiscal year ended as at 31 December 2024.

**Board of Management's Responsibility**

The Board of Management is responsible for the preparation and presentation of Financial statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to the preparation and presentation of Financial statements and for such internal control as the Board of Management determines is necessary to enable the preparation and presentation 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 entity's preparation and presentation of 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board of 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 Xuan Minh Hydro Power Joint Stock Company as at 31 December 2024, and of its operating results and its cash flows for the year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to the preparation and presentation of the Financial statements.

**Do Manh Cuong**

Deputy General Director

Registered Auditor No.: 0744-2023-002-1

Hanoi, 24 February 2025

T: (84) 24 3824 1990 | F: (84) 24 3825 3973 | 1 Le Phung Hieu, Hanoi, Vietnam

A blue ink signature of Hoang Duc Anh.**Hoang Duc Anh**

Auditor

Registered Auditor No.: 4876-2024-002-1

WE ARE AN ACCREDITED MEMBER OF  
THE GLOBAL ADVISORY AND ACCOUNTING NETWORK

## STATEMENT OF FINANCIAL POSITION

*As at 31 December 2024*

Code ASSETS	Note	31/12/2024 VND	01/01/2024 VND
<b>100 A. CURRENT ASSETS</b>		<b>11,927,286,540</b>	<b>12,960,630,658</b>
<b>110 I. Cash and cash equivalents</b>		<b>1,774,919,107</b>	<b>2,072,886,096</b>
111 1. Cash	3	1,774,919,107	2,072,886,096
<b>130 II. Short-term receivable</b>		<b>8,061,825,567</b>	<b>8,087,608,449</b>
131 1. Short-term trade receivables	4	7,680,599,967	7,728,608,449
132 2. Short-term prepayments to suppliers		54,000,000	-
136 3. Other short-term receivables	5	327,225,600	359,000,000
<b>140 III. Inventories</b>		<b>2,090,541,866</b>	<b>1,924,136,113</b>
141 1. Inventories	6	2,090,541,866	1,924,136,113
<b>150 IV. Other short-term assets</b>		-	<b>876,000,000</b>
151 1. Short-term prepaid expenses	9	-	876,000,000
<b>200 B. NON-CURRENT ASSETS</b>		<b>372,165,780,033</b>	<b>391,258,779,351</b>
<b>220 I. Fixed assets</b>		<b>365,898,351,508</b>	<b>385,213,644,672</b>
221 1. Tangible fixed assets	7	346,724,237,935	365,574,704,103
222 - Historical costs		463,972,820,519	463,972,820,519
223 - Accumulated depreciation		(117,248,582,584)	(98,398,116,416)
227 2. Intangible fixed assets	8	19,174,113,573	19,638,940,569
228 - Historical costs		21,818,442,843	21,818,442,843
229 - Accumulated amortization		(2,644,329,270)	(2,179,502,274)
<b>260 II. Other long-term assets</b>		<b>6,267,428,525</b>	<b>6,045,134,679</b>
261 1. Long-term prepaid expenses	9	6,267,428,525	6,045,134,679
<b>270 TOTAL ASSETS</b>		<b>384,093,066,573</b>	<b>404,219,410,009</b>



**STATEMENT OF FINANCIAL POSITION**

*As at 31 December 2024*

*(Continued)*

Code CAPITAL	Note	31/12/2024 VND	01/01/2024 VND
<b>300 C. LIABILITIES</b>		<b>211,222,314,391</b>	<b>232,074,628,609</b>
<b>310 I. Current liabilities</b>		<b>70,771,932,008</b>	<b>67,291,263,434</b>
311 1. Short-term trade payables	11	188,343,810	357,750,000
313 2. Taxes and other payables to State budget	12	2,844,727,796	2,299,378,522
314 3. Payables to employees		681,676,030	-
315 4. Short-term accrued expenses	13	1,625,334,045	1,495,705,509
319 5. Other short-term payables	14	1,169,130,800	572,052,400
320 6. Short-term borrowings and finance lease liabilities	10	64,261,494,527	62,566,377,003
322 7. Bonus and welfare fund		1,225,000	-
<b>330 II. Non-current liabilities</b>		<b>140,450,382,383</b>	<b>164,783,365,175</b>
338 1. Long-term borrowings and finance lease liabilities	10	140,450,382,383	164,783,365,175
<b>400 D. OWNER'S EQUITY</b>		<b>172,870,752,182</b>	<b>172,144,781,400</b>
<b>410 I. Owner's equity</b>	<b>15</b>	<b>172,870,752,182</b>	<b>172,144,781,400</b>
411 1. Contributed capital		150,000,000,000	150,000,000,000
411a Ordinary shares with voting rights		150,000,000,000	150,000,000,000
418 2. Development and investment funds		5,070,781,400	3,707,230,266
421 3. Retained earnings		17,799,970,782	18,437,551,134
421a Retained earnings accumulated toof the previous year		-	13,500,000,000
421b Retained earnings of the current year		17,799,970,782	4,937,551,134
<b>440 TOTAL CAPITAL</b>		<b>384,093,066,573</b>	<b>404,219,410,009</b>

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**Do Thi Hong Ngat**  
Preparer

*Dinh Thuy Lam*

**Dinh Thuy Lam**  
Chief Accountant



**Pham Quang Minh**  
General Director  
Thanh Hoa, 24 February 2025

# STATEMENT OF INCOME

Year 2024

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
01	1. Revenue from sales of goods and rendering of services	17	71,497,768,393	65,320,188,125
02	2. Revenue deductions		-	-
10	3. Net revenues from sale of goods and rendering of services		71,497,768,393	65,320,188,125
11	4. Cost of goods sold	18	29,686,956,170	29,441,347,194
20	5. Gross profit from sales of goods and rendering services		41,810,812,223	35,878,840,931
21	6. Financial income	19	48,990,435	3,871,304
22	7. Financial expense	20	17,361,261,264	25,280,064,535
23	- In which: Interest expense		17,361,261,264	25,280,064,535
25	8. Selling expense		-	-
26	9. General and administrative expenses	21	5,466,624,772	5,006,148,893
30	10. Net profits from operating activities		19,031,916,622	5,596,498,807
31	11. Other income	22	310,629,275	497,273,154
32	12. Other expenses		536,485,514	330,461,911
40	13. Other profit		(225,856,239)	166,811,243
50	14. Total net profit before tax		18,806,060,383	5,763,310,050
51	15. Current corporate income tax expense	23	1,006,089,601	825,758,916
52	16. Deferred corporate income tax expense		-	-
60	17. Profit after corporate income tax		<u>17,799,970,782</u>	<u>4,937,551,134</u>
70	18. Basic earnings per share	24	1,165	308

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Do Thi Hong Ngat  
Preparer

Lam

Dinh Thuy Lam  
Chief Accountant



Pham Quang Minh  
General Director

Thanh Hoa, 24 February 2025



## STATEMENT OF CASH FLOWS

**Year 2024**  
(Indirect method)

Code	ITEMS	Note	Year 2024 VND	Year 2023 VND
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>				
01	<b>1. Profits before tax</b>		<b>18,806,060,383</b>	<b>5,763,310,050</b>
	<b>2. Adjustments for:</b>			
02	- Depreciation and amortization of fixed assets		19,315,293,164	19,378,107,416
05	- Gains/losses from investment activities		(48,990,435)	(3,871,304)
06	- Interest expense		17,361,261,264	25,280,064,535
08	<b>3. Operating profit before changes in working capital</b>		<b>55,433,624,376</b>	<b>50,417,610,697</b>
09	- Increase/Decrease in receivables		25,782,882	2,285,783,583
10	- Increase/Decrease in inventories		(166,405,753)	(454,495,828)
11	- Increase/Decrease in payables (excluding interest payable/corporate income tax payable)		1,058,010,189	(917,242,860)
12	- Increase/Decrease in prepaid expenses		653,706,154	(48,132,950)
14	- Interest paid		(15,505,773,571)	(24,130,297,968)
15	- Corporate income tax paid		(825,758,916)	(1,349,179,398)
17	- Other payments on operating activities		(572,775,000)	(1,292,465,499)
20	<b>Net cash flows from operating activities</b>		<b>40,100,410,361</b>	<b>24,511,579,777</b>
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>				
21	1. Purchase or construction of fixed assets and other long-term assets		-	(39,843,636)
27	2. Interest and dividend received		48,990,435	3,871,304
30	<b>Net cash flows from investing activities</b>		<b>48,990,435</b>	<b>(35,972,332)</b>
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>				
33	1. Proceeds from borrowings		6,949,889,157	37,465,133,981
34	2. Repayment of principal		(31,495,319,542)	(59,729,949,457)
36	3. Dividends or profits paid to owners		(15,901,937,400)	(732,375,000)
40	<b>Net cash flow from financing activities</b>		<b>(40,447,367,785)</b>	<b>(22,997,190,476)</b>
50	<b>Net cash flows in the year</b>		<b>(297,966,989)</b>	<b>1,478,416,969</b>
60	<b>Cash and cash equivalents at the beginning of the year</b>		<b>2,072,886,096</b>	<b>594,469,127</b>
70	<b>Cash and cash equivalents at the end of the year</b>		<b>1,774,919,107</b>	<b>2,072,886,096</b>

*Ngat*  
**Do Thi Hong Ngat**  
Preparer

*Lam*  
**Dinh Thuy Lam**  
Chief Accountant

*Pham Quang Minh*  
**Pham Quang Minh**  
General Director

Thanh Hoa, 24 February 2025

## **NOTES TO THE FINANCIAL STATEMENTS**

*Year 2024*

### **1 . GENERAL INFORMATION OF THE COMPANY**

#### **Forms of Ownership**

The Company was established under the Business Registration Certificate of a Joint Stock Company No. 2802200078 issued by the Department of Planning and Investment of Thanh Hoa City for the first time on 03 October 2024, registered for the second amendment on 20 March 2020.

The Company's head office is located at 2nd Floor, Management and Operation Building of Hydropower Projects in Trung Chinh Village, Thuong Xuan Town, Thuong Xuan District, Thanh Hoa Province, Vietnam.

The Company's charter capital is VND 150,000,000,000 equivalent to 15,000,000 shares, with the par value of VND 10,000 per share.

The number of employees of the Company as at 31 December 2024 are: 23 people (as at 01 January 2024: 23 people).

#### **Business field**

Main business activities of the Company include investment in the construction of hydropower projects; generation, transmission, and distribution of electricity, etc.

#### **Business activities**

Main business activities of the Company are:

- Investment in construction of hydropower projects;
- Generation, transmission and distribution of electricity.

#### **The Company's operation in the year that affects the Financial Statements**

As at 31 December 2024, the Company's current assets were lower than its current liabilities by VND 58,844,645,468, including VND 27,832,982,792 in the current portion of long-term debt. (As at 1 January 2024, the Company's current liabilities exceeded its current assets by VND 54,330,632,776, with VND 61,002,208,730 in the current portion of long-term debt). This indicates the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. The Company's liquidity over the next 12 months will depend on its business performance and its ability to secure funding from credit institutions.

However, based on the assessment of actual business performance and the analysis of the Company's future operating cash flows, specifically the plan to extend personal loans, the Board of General Directors believes that the Company will generate profits from its electricity trading business, ensuring its ability to meet the aforementioned debt obligations when due and continue normal business operations. Therefore, this Financial Statement is prepared on the basis of the going concern assumption.

In 2024, due to favorable hydrological conditions, the water flow into the hydropower reservoir increased, leading to a slight increase in electricity sales revenue compared to 2023. In addition, the cost of electricity sales in 2024 remained relatively stable compared to 2023, as it primarily consists of fixed costs. At the same time, interest expenses in 2024 decreased sharply compared to 2023 due to a reduction in loan principal and interest rates, resulting in a sharp increase in the Company's net profit before tax for 2024.

### **2 . ACCOUNTING SYSTEM AND ACCOUNTING POLICY**

#### **2.1 . Accounting period and accounting currency**

Annual accounting period commences from 1 January and ends as at 31 December.

The Company maintains its accounting records in 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, 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 supplementary documents issued by the State. Financial Statements are prepared and presented in accordance with regulations of each standard and supplementary document as well as with current Accounting Standards and Accounting System.

## **2.3 . Accounting estimates**

The preparation of Separate Financial Statements in conformity with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and legal regulations relating to financial reporting requires the Board of Management 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 fiscal year.

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

- Provision for bad debts;
- Provision for devaluation of inventory;
- Estimated useful life of fixed assets;
- Estimated corporate income tax.

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 Separate Financial Statements of the Company and that are assessed by the Board of Management to be reasonable under the circumstances.

## **2.4 . Financial Instruments**

### *Initial recognition*

#### *Financial assets*

Financial assets of the Company include cash, trade receivables, 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, other payables and accrued expenses. At initial recognition, financial liabilities are determined by issuing price plus other expenses 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. 210/2009/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 comprises cash on hand, demand deposits.

## **2.6 . Receivables**

The receivables shall be recorded in details in terms of due date, entities receivable, types of currency and other factors according to requirements for management of the Company. The receivables shall be classified into short-term receivables or long-term receivables in the Separate Financial Statements based on 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 overdue 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 losses.

## **2.7 . Inventories**

Inventories are initially recognized at original cost including 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 using weighted average method.

Inventory is recorded by perpetual method.

Provision for devaluation of inventories made at the end of the year is based on the excess of original cost of inventory over their net realizable value.

## **2.8 . Fixed assets**

Fixed assets (tangible and intangible) are initially stated at the historical cost. During the using time, fixed assets (tangible and intangible) are recorded at cost, accumulated depreciation and carrying amount.

### *Subsequent measurement after initial recognition*

If these costs augment 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.

Fixed assets are depreciated using the straight-line method over their estimated useful lives as follows:

- Buildings, structures	20 - 40 years
- Machinery, equipment	06 - 20 years
- Vehicles, transportation equipment	08 years
- Office equipment and furniture	03 years
- Land use rights	47 years



## **2.9 . 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 period of the lease.

## **2.10 . Prepaid expenses**

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

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

Prepaid expenses of Company include:

- Software implementation service costs are recorded at their historical costs and allocated using the straight-line method over a 12-month period.
- Prepaid land expenses include prepaid land rental, including those related to leased land for which the Company has received certificate of land use right but not eligible for recording as intangible fixed asset in accordance with the Circular No. 45/2013/TT-BTC dated 25 April 2013 issued by the Ministry of Finance guiding regulation on management, use and depreciation of fixed assets and other expenses related to ensure for the use of leased land. These expenses are recognized in the statement of income on a straight-line basis according to the lease term of the contract.
- Upstream reinforcement and auxiliary dam loading costs are recorded at their historical costs and allocated using the straight-line method over 60 months.
- Other prepaid expenses are recorded at their historical costs and allocated on a straight-line basis over their useful lives of 36 months.

## **2.11 . Payables**

The payables shall be recorded in details in terms of due date, entities payable, types of currency and other factors according to the requirements for management of the Company. Account payables are classified as short-term and long-term in the Financial Statements based on the remaining maturities of the payables at the reporting date.

## **2.12 . Borrowings**

Borrowings shall be recorded in details in terms of lending entities, loan agreement and payable term of borrowings.

## **2.13 . 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.

#### **2.14 . 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, 110kV line rental expenses which are recorded as operating expenses of the reporting year.

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

#### **2.15 . Owner's equity**

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

Retained earnings are used to present the Company's operating results (profit, loss) after corporate income tax and profit 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 and announcement of cut-off date for dividend payment of Vietnam Securities Depository Center.

#### **2.16 . Revenue**

Revenue is recognized when it is probable that the economic benefits will flow to the Company which can be reliably measured. Revenue is determined at the fair value of the amounts received or to be received after deducting trade discounts, sales discounts, sales returns. The following specific recognition conditions must also be met when recognizing revenue:

##### *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 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; and
- The amount of the revenue can be measured reliably.

#### **2.17 . Cost of goods sold**

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.

#### **2.18 . Financial expenses**

The expense recorded in the Company's financial expenses is interest expense.

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



**2.19 . Corporate income tax****a. Current corporate income tax expenses**

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

**b. Tax Incentive Policies**

The Company is enjoying the following tax incentives policies:

Document	Summary of tax incentives	Validity period
Circular No. 96/2015/TT-BTC dated 22 June 2015 provides guidance on the implementation of certain provisions of the Corporate Income Tax Law No. 14/2008/QH12 and the implementation of Decree No. 218/2013/ND-CP dated 26 December 2013 of the Government.	The Company is subject to a corporate income tax (CIT) rate of 10% for 15 years from the commencement of project operations (from 2018 to 2032) for income derived from the implementation of a new investment project. The Company is exempt from CIT for 4 years (from 2019 to 2022) from the time it generates taxable income from hydropower operations and is entitled to a 50% reduction in	The year 2024 is the Company's sixth financial year since taxable income has been arisen. Therefore, the Company is currently enjoying a 50% reduction in corporate income tax and applying the preferential tax rate of 10%.

**c. Current corporate income tax rate**

For the fiscal year ended as at 31 December 2024, the Company applies the corporate income tax rate:

- Tax rate of 10% for operating activities receiving incentives for investment locations;
- Tax rate of 20% for remaining activities.

**2.20 . Earnings 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.

**2.21 . 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 the above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence on these enterprises.

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.

**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of  
Hydropower Projects in Trung Chinh Village, Thuong Xuan  
Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**

for the fiscal year ended as at 31 December 2024

**2.22 . Segment information**

Due to the Company only operates in the field of electricity production in Vietnam, the Company does not prepare segment reports by business segment and geographical segment.

**3 . CASH**

	31/12/2024	01/01/2024
	VND	VND
Cash on hand	340,349,628	133,425,893
Demand deposits	1,434,569,479	1,939,460,203
	<b>1,774,919,107</b>	<b>2,072,886,096</b>

**4 . SHORT-TERM TRADE RECEIVABLES**

	31/12/2024	01/01/2024
	VND	VND
<b>Related parties</b>	<b>22,680,000</b>	<b>55,080,000</b>
- Bai Thuong Hydropower Joint Stock Company	-	9,720,000
- Nam La Hydropower Joint Stock Company	22,680,000	45,360,000
<b>Others</b>	<b>7,657,919,967</b>	<b>7,673,528,449</b>
- Northern Power Corporation	7,638,085,969	7,649,348,348
- Thanh Hoa Power Company - Thuong Xuan Power	19,833,998	24,180,101
	<b>7,680,599,967</b>	<b>7,728,608,449</b>

**5 . OTHER SHORT-TERM RECEIVABLES**

	31/12/2024	01/01/2024
	VND	VND
- Advances	-	35,000,000
- Remuneration for Board of Directors, Board of Supervision	324,000,000	324,000,000
<i>Related parties</i>		
+ Mr. Trinh Nguyen Khanh	60,000,000	60,000,000
+ Ms. Nguyen Thi Thanh Thuy	48,000,000	48,000,000
+ Ms. Phung Thi Thu Huyen	48,000,000	28,000,000
+ Mr. Pham Van Minh	48,000,000	48,000,000
+ Mr. Le Van Thuy	-	36,000,000
+ Ms. Nguyen Thi Ha Ninh	-	20,000,000
+ Mr. Nguyen Thanh Phuong	36,000,000	-
+ Ms. Dinh Thi Hanh	36,000,000	36,000,000
+ Mr. Nguyen Ho Ngoc	24,000,000	24,000,000
+ Mr. Tran Xuan Ninh	24,000,000	24,000,000
- Payment on behalf of social insurance	3,225,600	-
	<b>327,225,600</b>	<b>359,000,000</b>



**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of  
Hydropower Projects in Trung Chinh Village, Thuong Xuan  
Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**

for the fiscal year ended as at 31 December 2024

**6 . INVENTORIES**

	31/12/2024	01/01/2024
	VND	VND
- Raw materials	2,042,409,265	1,881,203,113
- Tools, supplies	48,132,601	42,933,000
	<b>2,090,541,866</b>	<b>1,924,136,113</b>

**7 . TANGIBLE FIXED ASSETS**

See details in Annex 01.

**8 . INTANGIBLE FIXED ASSETS**

As at 31 December 2024, the intangible fixed assets were the land use rights with an historical cost of VND 21,818,442,843. The carrying amount and accumulated depreciation were VND 19,174,113,573 and VND 2,644,329,270 respectively, with depreciation for 2024 amounting to VND 464,826,996.

Land use rights include:

- The historical cost of VND 20,102,996,170 represents the remaining site clearance compensation expenses in Xuan Cam and Xuan Cao Communes, Thuong Xuan District, Thanh Hoa Province, after offsetting against land rental fees (Note 9), in accordance with Decree No. 46/2014/ND-CP dated 15
- The historical cost of VND 1,715,446,673 represents the site clearance compensation expenses for the resettlement project of households affected by landslides in Vung Lau, Tien Son 1 Hamlet, Thuong Xuan Town, Thuong Xuan District, Thanh Hoa Province, as approved under Decision No. 3293/QĐ-UBND dated 31 December 2019, issued by the People's Committee of Thuong Xuan District.

The carrying amount of intangible fixed assets pledged as collaterals for borrowings at the end of the year: VND 19,174,113,573.

**9 . PREPAID EXPENSES**

	31/12/2024	01/01/2024
	VND	VND
<b>Short-term</b>		
- SAP S/4HANA software implementation service cost	-	876,000,000
	<b>-</b>	<b>876,000,000</b>
<b>Long-term</b>		
- Land rental cost (*)	4,502,534,326	4,613,252,384
- Upstream reinforcement and auxiliary dam loading costs	727,364,267	1,240,797,867
- Reservoir operation program	253,333,333	-
- Major repair expenses	284,610,833	-
- Other long-term prepaid expenses that need to be allocated	499,585,766	191,084,428
	<b>6,267,428,525</b>	<b>6,045,134,679</b>

(\*) The land leased by the Company in Thuong Xuan District, Thanh Hoa Province is used for the Xuan Minh Hydropower Project, with a lease term until August 2065. The area of the leased land is 179,296.3 m<sup>2</sup>. The balance at the end of the year represents the land clearance cost accepted by the tax authority to offset the annual land rent according to Official Dispatch No. 2825/CT-TTHT dated 21 June 2019 of the Thanh Hoa District Tax department. These costs have been allocated over 101 months, with a total allocation period of 589 months, leaving a remaining allocation period of 488 months.

**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of  
Hydropower Projects in Trung Chinh Village, Thuong Xuan  
Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**

for the fiscal year ended as at 31 December 2024

**10 . BORROWINGS**

See details in Annex 02.

**11 . SHORT-TERM TRADE PAYABLES**

	31/12/2024	01/01/2024
	VND	VND
<b>Related parties</b>	<b>148,837,500</b>	<b>141,750,000</b>
- VCP Mechanical & Electrical Joint Stock Company	148,837,500	141,750,000
<b>Others</b>	<b>39,506,310</b>	<b>216,000,000</b>
- FPT Information System – FPT IS	-	216,000,000
- Toan Thang Construction Trading Company Limited	39,506,310	-
	<b>188,343,810</b>	<b>357,750,000</b>

**12 . TAX AND OTHER PAYABLES TO THE STATE BUDGET**

	01/01/2024	During the year		31/12/2024
	Tax payable	Tax payable	Tax paid	Tax payable
	VND	VND	VND	VND
- Value-added tax	550,523,904	5,976,490,493	5,963,460,033	563,554,364
- Corporate income tax	825,758,916	1,006,089,601	825,758,916	1,006,089,601
- Personal income tax	6,317,021	590,762,305	403,127,700	193,951,626
- Natural Resource Consumption Tax	392,045,993	6,324,226,413	6,323,408,253	392,864,153
- Other taxes	-	3,000,000	3,000,000	-
- Fees, charges and other payables	524,732,688	3,037,749,128	2,874,213,764	688,268,052
	<b>2,299,378,522</b>	<b>16,938,317,940</b>	<b>16,392,968,666</b>	<b>2,844,727,796</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.

**13 . SHORT-TERM ACCRUED EXPENSES**

	31/12/2024	01/01/2024
	VND	VND
- Interest expense	860,591,765	912,669,189
- 110kV line rental cost	764,742,280	583,036,320
	<b>1,625,334,045</b>	<b>1,495,705,509</b>



**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of  
Hydropower Projects in Trung Chinh Village, Thuong Xuan  
Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**

for the fiscal year ended as at 31 December 2024

**13 . SHORT-TERM ACCRUED EXPENSES (continued)**

	31/12/2024	01/01/2024
	VND	VND
<b>In which: Related parties</b>		
- VCP Power & Construction Joint Stock Company	764,742,280	583,036,320
- VCP Mechanical & Electrical Joint Stock Company	21,213,699	105,580,821
- Mr. Pham Tien Luat	14,065,086	15,451,513
- Mr. Nguyen Viet Hoang	-	8,284,932
- Mr. Trinh Nguyen Khanh	3,832,470	4,139,998
- Mr. Nguyen Thanh Phuong	48,523,288	-
	<b>852,376,823</b>	<b>716,493,584</b>

**14 . SHORT-TERM OTHER PAYABLES**

	31/12/2024	01/01/2024
	VND	VND
- Trade union fee	92,198,200	93,182,400
- Dividends or profits payables	1,076,932,600	478,870,000
	<b>1,169,130,800</b>	<b>572,052,400</b>

**15 . OWNER'S EQUITY****a. Changes in owner's equity**

	Contributed capital	Investment and development fund	Retained earnings	Total
	VND	VND	VND	VND
<b>Beginning balance of previous year</b>	<b>150,000,000,000</b>	-	<b>18,466,063,601</b>	<b>168,466,063,601</b>
Profit for previous year	-	-	4,937,551,134	4,937,551,134
Profit distribution	-	3,707,230,266	(4,966,063,601)	(1,258,833,335)
<b>Ending balance of previous year</b>	<b>150,000,000,000</b>	<b>3,707,230,266</b>	<b>18,437,551,134</b>	<b>172,144,781,400</b>
Profit for this year	-	-	17,799,970,782	17,799,970,782
Profit distribution (i)	-	1,363,551,134	(18,437,551,134)	(17,074,000,000)
<b>Ending balance of this year</b>	<b>150,000,000,000</b>	<b>5,070,781,400</b>	<b>17,799,970,782</b>	<b>172,870,752,182</b>

(i) According to the Resolution No. 01/2024/NQ/XM-DHDCD dated 26 March 2024 issued by General Meeting of shareholders and Resolution of the Board of Directors No. 04/2024/NQ-HDQT dated 31 October 2024, the Company announced its profit distribution for 2022 and 2023 as follows:

	Rate	Amount
	VND	VND
Investment and development fund	7.40%	1,363,551,134
Bonus and welfare fund	1.36%	250,000,000
Remuneration payment for Board of Directors, Board of Supervision in 2023	1.76%	324,000,000
Cash dividend payment	89.49%	16,500,000,000
(In 2022, each share will receive 900 VND In 2023, each share will receive 200 VND)		
		<b>18,437,551,134</b>

**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of  
Hydropower Projects in Trung Chinh Village, Thuong Xuan  
Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**

for the fiscal year ended as at 31 December 2024

**15 . OWNER'S EQUITY (continued)****b. Details of Contributed capital**

	31/12/2024	Rate	01/01/2024	Rate
	VND	%	VND	%
- VCP Power & Construction Joint Stock Company	76,500,000,000	51.00	76,500,000,000	51.00
- Steel Industry Material Joint Stock Company	25,900,000,000	17.27	7,500,000,000	5.00
- Ms. Nguyen Thi Thanh Thuy	-	-	18,400,000,000	12.27
- Others	47,600,000,000	31.73	47,600,000,000	31.73
	<b>150,000,000,000</b>	<b>100.00</b>	<b>150,000,000,000</b>	<b>100.00</b>

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

	Year 2024	Year 2023
	VND	VND
Owner's contributed capital		
- At the beginning of the year	150,000,000,000	150,000,000,000
- At the end of the year	150,000,000,000	150,000,000,000
Distributed dividends and profit		
- Distributed dividends payable at the beginning of the year	478,870,000	1,211,245,000
- Distributed dividends payable in the year	16,500,000,000	-
+ Dividend payment from last year's profit	16,500,000,000	-
- Distributed dividends paid by cash	(15,901,937,400)	(732,375,000)
+ Dividend payment from last year's profit	(15,901,937,400)	(732,375,000)
- Distributed dividends payable at the end of the year	<b>1,076,932,600</b>	<b>478,870,000</b>

**d. Share**

	31/12/2024	01/01/2024
Quantity of Authorized issuing shares	15,000,000	15,000,000
Quantity of issued shares	15,000,000	15,000,000
- Common shares	15,000,000	15,000,000
Quantity of outstanding shares in circulation	15,000,000	15,000,000
- Common shares	15,000,000	15,000,000
Par value per share (VND)	10,000	10,000

**16 . OPERATING LEASE COMMITMENT****a. Operating asset for leasing**

The company entered into two car lease contracts with a total quarterly income of VND 30,000,000.

**b. Operating leased assets**

The Company leases 179,296.3 m<sup>2</sup> of land until 04 August 2065 under Contract No. 234/HDTD dated 17 August 2016 with Thanh Hoa Provincial People's Committee for the construction of the main and auxiliary works of Xuan Minh Hydropower. Specially:

- 124,042.2 m<sup>2</sup> of land in Xuan Cam commune, Thuong Xuan district, at a rental rate of 418 VND/m<sup>2</sup>/year;
- 55,254.1 m<sup>2</sup> of land in Xuan Cao commune, Thuong Xuan district, at a rental rate of 512 VND/m<sup>2</sup>/year.

The entire annual land rent is offset against site clearance costs according to Official Dispatch No. 2825/CT-TTHT dated 21 June 2019 of Thanh Hoa District Tax department (Note 9).



**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of  
Hydropower Projects in Trung Chinh Village, Thuong Xuan  
Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**

for the fiscal year ended as at 31 December 2024

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

	Year 2024	Year 2023
	VND	VND
Revenue from hydropower	71,374,242,187	65,191,742,739
Revenue from rooftop solar	123,526,206	128,445,386
	<b>71,497,768,393</b>	<b>65,320,188,125</b>

**18 . COST OF GOODS SOLD**

	Year 2024	Year 2023
	VND	VND
Cost of hydropower	29,504,751,170	29,259,142,194
Cost of rooftop solar	182,205,000	182,205,000
	<b>29,686,956,170</b>	<b>29,441,347,194</b>
<b>In which: Purchase from related parties</b> (As detailed in Note 29)	<b>3,507,556,196</b>	<b>3,073,283,340</b>

**19 . FINANCIAL INCOME**

	Year 2024	Year 2023
	VND	VND
Interest income	48,990,435	3,871,304
	<b>48,990,435</b>	<b>3,871,304</b>

**20 . FINANCIAL EXPENSES**

	Year 2024	Year 2023
	VND	VND
Interest expenses	17,361,261,264	25,280,064,535
	<b>17,361,261,264</b>	<b>25,280,064,535</b>
<b>In which: Financial expenses purchased from related parties</b> (As detailed in Note 29)	<b>502,025,948</b>	<b>1,250,259,028</b>

**21 . GENERAL AND ADMINISTRATIVE EXPENSE**

	Year 2024	Year 2023
	VND	VND
Raw materials	-	44,278,133
Labour expenses	3,291,887,698	3,086,004,312
Tools, supplies	2,172,727	3,758,500
Depreciation expenses	74,988,691	59,990,953
Tax, charge, fee	3,000,000	3,238,000
Expenses of outsourcing services	453,681,421	875,623,109
Other expenses in cash	1,640,894,235	933,255,886
	<b>5,466,624,772</b>	<b>5,006,148,893</b>
<b>In which: Expenses purchased from related parties</b> (As detailed in Note 29)	<b>324,000,000</b>	<b>300,000,000</b>

**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of  
Hydropower Projects in Trung Chinh Village, Thuong Xuan  
Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**

for the fiscal year ended as at 31 December 2024

**22 . OTHER INCOME**

	Year 2024	Year 2023
	VND	VND
Income from the sale of International Renewable Energy Certificate (I-RECs)	190,629,275	200,921,207
Income from CDP ProA REDP project management fee reimbursement	-	173,795,415
Income from car rental	120,000,000	120,000,000
Others	-	2,556,532
	<b>310,629,275</b>	<b>497,273,154</b>
<b>In which: Other income from related parties</b>	<b>120,000,000</b>	<b>120,000,000</b>
<i>(As detailed in Note 29)</i>		

**23 . CURRENT CORPORATE INCOME TAX EXPENSES**

	Year 2024	Year 2023
	VND	VND
Total profit before tax	18,806,060,383	5,763,310,050
Increase	1,310,057,013	10,401,099,474
- <i>Ineligible expenses</i>	695,630,369	200,146,079
- <i>Non-deductible interest expense according to Decree No. 132/2020/ND-CP</i>	614,426,644	10,200,953,395
Taxable income	20,116,117,396	16,164,409,524
- <i>Income is entitled to incentives</i>	20,121,792,033	16,047,486,591
- <i>Income is not eligible for incentives</i>	(5,674,637)	116,922,933
Current corporate income tax expense	2,012,179,203	1,628,133,246
- <i>Current corporate income tax expense is entitled to incentives</i>	2,012,179,203	1,604,748,659
- <i>Current corporate income tax expense is not eligible for incentives</i>	-	23,384,587
Current corporate income tax expense reduced according to Decree 218/2013/ND-CP	(1,006,089,602)	(802,374,330)
<b>Current corporate income tax expense</b>	<b>1,006,089,601</b>	<b>825,758,916</b>
Tax payable at the beginning of the year	825,758,916	1,349,179,398
Tax paid in the year	(825,758,916)	(1,349,179,398)
<b>Corporate income tax payable at the end of the year</b>	<b>1,006,089,601</b>	<b>825,758,916</b>



**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of  
Hydropower Projects in Trung Chinh Village, Thuong Xuan  
Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**

for the fiscal year ended as at 31 December 2024

**24 . BASIC EARNING PER SHARE**

Basic earnings per share distributed to common shareholders of the company are calculated as follows:

	Year 2024 VND	Year 2023 VND
Net profit after tax	17,799,970,782	4,937,551,134
Adjustments:	(324,000,000)	(324,000,000)
- <i>Bonus for the Board of Management, Board of Supervision</i>	(324,000,000)	(324,000,000)
Profits attributable to common stock	17,475,970,782	4,613,551,134
The average number of outstanding shares in circulation during the year	15,000,000	15,000,000
<b>Basic earnings per share</b>	<b>1,165</b>	<b>308</b>

The company has not planned to make any distribution to Bonus and welfare fund, bonus for the Board of Directors from the net profit after tax at the date of preparing Financial statements.

As at 31 December 2024, the Company does not have any shares with potential dilution of earnings per share.

**25 . BUSINESS AND PRODUCTIONS COST BY ITEMS**

	Year 2024 VND	Year 2023 VND
Raw materials	239,666,031	230,365,610
Labour expenses	7,507,347,638	7,382,758,599
Depreciation expenses	19,270,299,949	19,378,107,416
Expenses of outsourcing services	6,054,581,674	6,377,172,073
Other expenses in cash	2,081,685,650	1,079,092,389
	<b>35,153,580,942</b>	<b>34,447,496,087</b>

**26 . FINANCIAL INSTRUMENTS****Financial risk management**

The Company's financial risks may include 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 General 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 will bear the market risks such as fluctuations in interest rates.

**Interest rate risk:**

The Company bears the risk of interest rates due to the 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 interest beneficial for its operation purpose.

**26 . FINANCIAL INSTRUMENTS (continued)*****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:

	Under 1 year VND	Total VND
<b>As at 31/12/2024</b>		
Cash	1,434,569,479	1,434,569,479
Trade receivables, other receivables	8,007,825,567	8,007,825,567
	<b>9,442,395,046</b>	<b>9,442,395,046</b>
<b>As at 01/01/2024</b>		
Cash	1,939,460,203	1,939,460,203
Trade receivables, other receivables	8,087,608,449	8,087,608,449
	<b>10,027,068,652</b>	<b>10,027,068,652</b>

***Liquidity Risk***

Liquidity risk is the risk that the Company has trouble in settlement of its financial obligations due to the lack of funds. The Company's liquidity risk arises mainly from the fact that its financial assets and financial liabilities have different maturities.

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

	Under 1 year VND	From 1 to 5 years VND	From more than 5 years VND	Total VND
<b>As at 31/12/2024</b>				
Borrowings and debts	64,261,494,527	97,331,931,168	43,118,451,215	204,711,876,910
Trade and other payables	1,357,474,610	-	-	1,357,474,610
Accrued expenses	1,625,334,045	-	-	1,625,334,045
	<b>67,244,303,182</b>	<b>97,331,931,168</b>	<b>43,118,451,215</b>	<b>207,694,685,565</b>
<b>As at 01/01/2024</b>				
Borrowings and debts	62,566,377,003	97,331,931,168	67,451,434,007	227,349,742,178
Trade and other payables	929,802,400	-	-	929,802,400
Accrued expenses	1,495,705,509	-	-	1,495,705,509
	<b>64,991,884,912</b>	<b>97,331,931,168</b>	<b>67,451,434,007</b>	<b>229,775,250,087</b>

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



**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of  
Hydropower Projects in Trung Chinh Village, Thuong Xuan  
Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**

for the fiscal year ended as at 31 December 2024

**27 . ADDITIONAL INFORMATION FOR THE ITEMS OF THE STATEMENT OF CASH FLOWS**

	Year 2024 VND	Year 2023 VND
<b>a. Actual loan amount collected during the year</b>		
Proceeds from borrowing under conventional contracts	6,949,889,157	37,465,133,981
<b>b. Actual loan principal amount paid during the year</b>		
Repayment of principal loan under conventional contract	31,495,319,542	59,729,949,457

**28 . SUBSEQUENT EVENTS**

There have been no significant events occurring after the reporting period, which would require adjustments or disclosures to be made in the Financial statements.

**29 . TRANSACTION AND BALANCES WITH RELATED PARTIES**

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

Related parties	Relation
VCP Power & Construction Joint Stock Company	Parent company
Steel Industry Material Joint Stock Company	Shareholders
VCP Mechanical & Electrical Joint Stock Company	Subsidiary of the Parent Company
Bai Thuong Hydropower Joint Stock Company	Subsidiary of the Parent Company
Nam La Hydropower Joint Stock Company	Subsidiary of the Parent Company
Mr. Vu Tuan Cuong	Blockholder of Parent company
Mr. Vu Ha Nam	General Director of the Subsidiary of the Parent Company
Mr. Nguyen Viet Hoang	Deputy General Director of the Subsidiary of the Parent Company
Members of the Board of Directors, Board of Management, Board of Supervision	

In addition to the information with related parties presented in the above notes, the Company has the transactions during the year and the balance at the beginning and end of the accounting period with related parties as follows:

	Year 2024 VND	Year 2023 VND
<b>Purchase of goods and services</b>	<b>3,507,556,196</b>	<b>3,073,283,340</b>
- VCP Mechanical & Electrical Joint Stock Company	968,888,276	922,750,740
- VCP Power & Construction Joint Stock Company	2,538,667,920	2,150,532,600
<b>Dividends</b>	<b>10,896,000,000</b>	-
- Steel Industry Material Joint Stock Company	2,481,000,000	-
- VCP Power & Construction Joint Stock Company	8,415,000,000	-

**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of  
Hydropower Projects in Trung Chinh Village, Thuong Xuan  
Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**

for the fiscal year ended as at 31 December 2024

**29 . TRANSACTION AND BALANCES WITH RELATED PARTIES (continued)**

	Year 2024 VND	Year 2023 VND
<b>Interest expense</b>	<b>502,025,948</b>	<b>1,250,259,028</b>
- VCP Mechanical & Electrical Joint Stock Company	42,449,315	256,133,944
- Nam La Hydropower Joint Stock Company	-	168,483,287
- Mr. Nguyen Viet Hoang	85,446,575	121,486,028
- Mr. Vu Ha Nam	-	50,768,913
- Mr. Vu Tuan Cuong	-	436,162,467
- Mr. Pham Tien Luat	186,621,899	213,084,391
- Mr. Trinh Nguyen Khanh	50,373,911	4,139,998
- Mr. Nguyen Thanh Phuong	137,134,248	-
<b>Office rental costs</b>	<b>324,000,000</b>	<b>300,000,000</b>
- VCP Power & Construction Joint Stock Company	324,000,000	300,000,000
<b>Car rental income</b>	<b>120,000,000</b>	<b>120,000,000</b>
- Bai Thuong Hydropower Joint Stock Company	36,000,000	36,000,000
- Nam La Hydropower Joint Stock Company	84,000,000	84,000,000

Transactions with other related parties:

	Year 2024 VND	Year 2023 VND
<b>Key manager's income</b>	<b>1,140,020,000</b>	<b>1,112,055,909</b>
- Mr. Trinh Nguyen Khanh Chairman of Board of Directors	60,000,000	60,000,000
- Ms. Nguyen Thi Thanh Thuy Member of Board of Directors	48,000,000	48,000,000
- Mr. Pham Van Minh Member of Board of Directors	48,000,000	48,000,000
- Ms. Phung Thi Thu Huyen Member of Board of Directors	48,000,000	28,000,000
- Mr. Nguyen Thanh Phuong Member of Board of Directors	36,000,000	-
- Mr. Le Van Thuy Member of Board of Directors	-	36,000,000
- Ms. Nguyen Thi Ha Ninh Member of Board of Directors	-	20,000,000
- Mr. Pham Quang Minh General Director	768,020,000	740,055,909
- Mr. Pham Tien Luat Deputy General Director	48,000,000	48,000,000
- Ms. Dinh Thi Hanh Head of Board of Supervision	36,000,000	36,000,000
- Mr. Nguyen Ho Ngoc Member of Board of Supervision	24,000,000	24,000,000
- Mr. Trinh Xuan Ninh Member of Board of Supervision	24,000,000	24,000,000

Apart from the above related party transactions, other related parties did not have any transactions during the year and had no balance at the end of the fiscal year with the Company.



**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of

Hydropower Projects in Trung Chinh Village, Thuong Xuan

Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**

for the fiscal year ended as at 31 December 2024

**30 . COMPARATIVE FIGURES**

The comparative figures are figures in the Financial statements for the fiscal year ended as at 31 December 2023, which was audited by AASC Limited.



**Do Thi Hong Ngat**  
Preparer



**Dinh Thuy Lam**  
Chief Accountant



**Phạm Quang Minh**  
General Director

Thanh Hoa, 24 February 2025

**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of Hydropower Projects in Trung Chinh Village,  
Thuong Xuan Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**

The fiscal year ended as at 31 December 2024

**Annex 01 : TANGIBLE FIXED ASSETS**

	Buildings, structures VND	Machinery, equipment VND	Vehicles, transportation equipment VND	Management equipment VND	Total VND
<b>Historical cost</b>					
Beginning balance	250,909,211,464	211,823,946,328	1,199,819,091	39,843,636	463,972,820,519
<b>Ending balance of the year</b>	<b>250,909,211,464</b>	<b>211,823,946,328</b>	<b>1,199,819,091</b>	<b>39,843,636</b>	<b>463,972,820,519</b>
<b>Accumulated depreciation</b>					
Beginning balance	40,089,453,316	57,182,725,931	1,124,830,401	1,106,768	98,398,116,416
- Depreciation for the year	7,654,889,369	11,107,306,897	74,988,690	13,281,212	18,850,466,168
<b>Ending balance of the year</b>	<b>47,744,342,685</b>	<b>68,290,032,828</b>	<b>1,199,819,091</b>	<b>14,387,980</b>	<b>117,248,582,584</b>
<b>Net carrying amount</b>					
Beginning balance	210,819,758,148	154,641,220,397	74,988,690	38,736,868	365,574,704,103
<b>Ending balance</b>	<b>203,164,868,779</b>	<b>143,533,913,500</b>	<b>-</b>	<b>25,455,656</b>	<b>346,724,237,935</b>

- The carrying amount of tangible fixed assets pledged as collaterals for borrowings at the end of the year: VND 346,471,026,029;

- Cost of fully depreciated tangible fixed assets but still in use at the end of the year: VND 1,199,819,091.



**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of Hydropower Projects in Trung Chinh Village, Thuong Xuan  
Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**  
for the fiscal year ended as at 31 December 2024

**Annex 02 : BORROWINGS**

		01/01/2024		During the year		31/12/2024	
		Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding balance	Amount can be paid
		VND	VND	VND	VND	VND	VND
<b>a. Short-term borrowings</b>							
Short-term borrowings		1,564,168,273	1,564,168,273	43,026,680,212	8,162,336,750	36,428,511,735	36,428,511,735
- Personal loans	(1)	1,564,168,273	1,564,168,273	39,026,680,212	4,162,336,750	36,428,511,735	36,428,511,735
- VCP Mechanical & Electrical Joint Stock Company		-	-	4,000,000,000	4,000,000,000	-	-
Current portion of long-term borrowings		61,002,208,730	61,002,208,730	27,332,982,792	60,502,208,730	27,832,982,792	27,832,982,792
- Saigon-Hanoi Commercial Joint Stock Bank - Thang Long Branch	(2)	24,332,982,792	24,332,982,792	24,332,982,792	24,332,982,792	24,332,982,792	24,332,982,792
- VCP Mechanical & Electrical Joint Stock Company	(3)	2,000,000,000	2,000,000,000	3,000,000,000	2,000,000,000	3,000,000,000	3,000,000,000
- Personal loans	(4)	34,669,225,938	34,669,225,938	-	34,169,225,938	500,000,000	500,000,000
		<b>62,566,377,003</b>	<b>62,566,377,003</b>	<b>70,359,663,004</b>	<b>68,664,545,480</b>	<b>64,261,494,527</b>	<b>64,261,494,527</b>
<b>b. Long-term borrowings</b>							
Long-term borrowings		225,785,573,905	225,785,573,905	3,000,000,000	60,502,208,730	168,283,365,175	168,283,365,175
- Saigon-Hanoi Commercial Joint Stock Bank - Thang Long Branch	(2)	189,116,347,967	189,116,347,967	-	24,332,982,792	164,783,365,175	164,783,365,175
- VCP Mechanical & Electrical Joint Stock Company	(3)	2,000,000,000	2,000,000,000	3,000,000,000	2,000,000,000	3,000,000,000	3,000,000,000
- Personal loans	(4)	34,669,225,938	34,669,225,938	-	34,169,225,938	500,000,000	500,000,000
		<b>225,785,573,905</b>	<b>225,785,573,905</b>	<b>3,000,000,000</b>	<b>60,502,208,730</b>	<b>168,283,365,175</b>	<b>168,283,365,175</b>
Amount due for settlement within 12 months		(61,002,208,730)	(61,002,208,730)	(27,332,982,792)	(60,502,208,730)	(27,832,982,792)	(27,832,982,792)
Amount due for settlement after 12 months		<b>164,783,365,175</b>	<b>164,783,365,175</b>			<b>140,450,382,383</b>	<b>140,450,382,383</b>

**Xuan Minh Hydro Power Joint Stock Company**

2nd Floor, Management and Operation Building of Hydropower Projects in Trung Chinh Village, Thuong Xuan  
Town, Thuong Xuan District, Thanh Hoa Province, Vietnam

**Financial statements**  
for the fiscal year ended as at 31 December 2024

**Annex 02 : BORROWINGS (continued)****c. Detailed information on Short-term borrowings:**

No.	Lenders	Loan term	Rate	Loan purpose	Loan guarantee
<b>Short-term</b>					
(1)	Personal loan	12 months	8.9%/year	Supplementing working capital	Unsecured
<b>Long-term</b>					
(2)	Saigon-Hanoi Commercial Joint Stock Bank - Thang Long Branch	Until 17 January 2032	According to each debt agreement	Funding investment costs for construction of Xuan Minh Hydropower project (excluding project VAT)	All assets of Xuan Minh hydropower project
(3)	VCP Mechanical & Electrical Joint Stock Company	From 03/12/2024 to 27/12/2025	8.9%/year	Supplementing working capital	Unsecured
(4)	Personal loan	12 months + 1 day	8.9%/year	Supplementing working capital	Unsecured

**d. Loans to related parties**

	Relation	31/12/2024		01/01/2024	
		Principal	Interest	Principal	Interest
		VND	VND	VND	VND
<b>Long-term borrowings</b>					
- VCP Mechanical & Electrical Joint Stock Company	Subsidiary of the Parent Company	3,000,000,000	21,213,699	2,000,000,000	105,580,821
- Mr. Pham Tien Luat	Deputy General Director	2,218,563,691	14,065,086	2,142,782,005	15,451,513
- Mr. Nguyen Viet Hoang	Deputy General Director of the Subsidiary of the Parent Company	-	-	1,200,000,000	8,284,932
- Mr. Trinh Nguyen Khanh	Chairman of Board of Directors	604,516,733	3,832,470	556,369,366	4,139,998
- Mr. Nguyen Thanh Phuong	Member of Board of Directors (Appointed on 26 March 2024)	2,000,000,000	48,523,288	-	-
		<b>7,823,080,424</b>	<b>87,634,543</b>	<b>5,899,151,371</b>	<b>133,457,264</b>

